

# DR JS MOROKA LOCAL MUNICIPALITY



## DRAFT ANNUAL BUDGET

# 2025/2026

**“WE DEVELOP AS WE GROW”**

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## **1. EXECUTIVE MAYOR'S FOREWORD**

The 2025/26 draft annual budget is presented and tabled in terms of section 24 of the Municipal Finance Management Act no. 56 of 2003 which prescribes that "the municipal council must at least 90 days before the start of the budget year consider approval of the annual budget." The Act further provides that the municipality must consider the national and provincial budget, the DORA as well as any other agreement reached in the relevant budget forum.

This draft budget will be taken for community consultation wherein the community and stakeholders will be allowed to comment and input on the draft budget. All necessary precautions have been followed so that this budget is appropriately aligned with the reviewed IDP. The draft budget aims to satisfy the constitutional obligation of the municipality as contained in Part B of Schedules 4 and 5 of ACT 108 OF 1996.

The 2025/26 draft annual budget has maintained the resolute approach of prioritizing service delivery projects. 36% of the total capital budget has been allocated for water provision, 29% for sanitation projects, 29% for Roads and stormwater projects and 6% for facilities.

The efforts of the municipality to extract itself from grant dependence will only be achieved if the municipality thoroughly implements all its revenue collection strategies and plans. The budget-related policies that are concurrently being tabled with the draft budget give the municipality the necessary legal standing to enforce the collection of rates and taxes.

Therefore this 2025/26 draft annual budget is presented for public comments and inputs.

**EXECUTIVE MAYOR**  
**Cllr S.N MTSWENI**

## 2. COUNCIL RESOLUTION

**2.1 THAT,** Council adopts the 2025/26 to 2027/28 Draft Medium Term Revenue and Expenditure Framework as follows:

<b>REVENUE &amp; EXPENDITURE SUMMARY</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
REVENUE	996 852 000	1 012 455 000	1 052 493 000
OPERATIONAL EXPENDITURE	- 829 047 000	- 854 987 711	- 876 362 403
CAPITAL EXPENDITURE	- 153 994 701	- 166 282 000	- 177 921 740
<b>SURPLUS/(DEFICIT)</b>	<b>13 810 299</b>	<b>- 8 814 711</b>	<b>- 1 791 143</b>

**2.2 THAT,** Council adopts the proposed Tariff increase for the services provided by the municipality as contained in the tariff structure

**2.3 THAT, Council** adopts the following budget-related policies:

- 2.3.1 Asset Management Policy
- 2.3.2 Budget Policy
- 2.3.3 Cost Containment Policy
- 2.3.4 Credit Control and Debt Collection Policy
- 2.3.5 Free Basic Services and Indigent Support Policy
- 2.3.6 Grants Policy
- 2.3.7 Impairment of Debts and Write-off Policy
- 2.3.8 Insurance Management Policy
- 2.3.9 Inventory Management Policy
- 2.3.10 Investment Policy
- 2.3.11 Loss Control Policy
- 2.3.12 Property Rates Policy
- 2.3.13 Supply Chain Management Policy
- 2.3.14 Tariff Policy
- 2.3.15 UIF&W Policy
- 2.3.16 Virement Policy

### 3. EXECUTIVE SUMMARY

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The following budgeting principles and guidelines directly informed the compilation of the 2025/26 MTREF:

- The priorities and targets relating to the key strategic focus areas, as outlined in the IDP.
- The need to enhance the municipal revenue base.
- Implementation of cost containment regulations.

In view of the above-mentioned, the following table represents an overview of the 2025/26 Medium-Term Revenue and Expenditure Framework:

<b>REVENUE &amp; EXPENDITURE SUMMARY</b>	<b>2024/2025 ADJUSTED BUDGET</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
REVENUE	952 134 261	996 852 000	1 012 455 000	1 052 493 000
OPERATIONAL EXPENDITURE	- 812 546 241	- 829 047 000	- 854 987 711	- 876 362 403
CAPITAL EXPENDITURE	- 139 358 470	- 153 994 701	- 166 282 000	- 177 921 740
<b>SURPLUS/(DEFICIT)</b>	<b>229 550</b>	<b>13 810 299</b>	<b>- 8 814 711</b>	<b>- 1 791 143</b>

The total draft projected revenue for the 2025/2026 financial year is R996,8-million which comprises of grants and subsidies allocated and own revenue projected. The total draft operating expenditure for the 2025/26 financial year has been projected at R829-million which makes 84% of the total budget and the capital budget at 16% of the total budget.

#### 3.1 OPERATING REVENUE

The continued provision and expansion of municipal services are largely dependent on the municipality generating sufficient revenue. The reality is that the municipality is faced with developmental backlogs. The expenditure required to address these challenges will always exceed available funds. Furthermore, in accordance with the MFMA, expenditure must be limited to the realistically anticipated revenues, hence drastic measures have to be made in relation to tariffs and balancing expenditures against realistically anticipated revenues.

**The following table is a summary of the 2025/26 MTREF (classified by own revenue source):**

The total funding or projected revenue for the draft annual budget is R996,8-million which consists of **71%** of grants and subsidies and **29%** of own revenue projected.

The following table provides a breakdown of projected own revenue by source:

<b>OWN REVENUE BY TYPE</b>	<b>2024-2025 ADJUSTED BUDGET</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2025-2026 BUDGET</b>	<b>2026-2027 BUDGET</b>
Property Rates	67 282 860	73 853 000	70 606 245	72 371 401
Water	96 667 448	98 454 000	101 097 878	103 625 325
Sewerage	13 556 227	14 098 000	14 190 637	14 545 403
Refuse	5 911 115	5 211 000	6 145 610	6 299 250
Rental of Facilities	371 346	386 000	388 716	398 434
Traffic Fines	330 435	344 974	345 959	354 608
Motor Licensing	7 959 812	8 279 000	8 332 367	8 540 676
Interest on Investment	7 418 528	6 918 000	7 729 838	7 923 084
Interest on outstanding Debtors	67 363 633	71 542 000	70 583 023	72 347 599
Other Revenue	13 474 853	10 175 027	13 932 729	14 281 047
<b>TOTALS</b>	<b>280 336 257</b>	<b>289 261 001</b>	<b>293 353 002</b>	<b>300 686 827</b>

In the 2025/26 financial year, own revenue projected to the amount of R289,2-million, it has increased by the projected inflation rate of 4.4% for 2025/2026, 4.5% and 2,5% in the two outer financial years.

**CONDITIONAL GRANTS AND SUBSIDIES**

The following table provides a breakdown of the various grants and subsidies allocated to the municipality over the medium term:

<b>CONDITIONAL GRANT &amp; SUBSIDIES</b>	<b>2024/2025 BUDGET</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
Equitable Share	520 563 000	531 147 000	542 275 000	566 783 000
Municipal Infrastructure Grant (MIG)	145 289 000	160 817 000	165 399 000	173 275 000
Finance Management Grant (FMG)	2 400 000	2 400 000	2 500 000	2 600 000
Integrated National Electrification Programme (INEP)	1 391 000	10 827 000	-	-
Expanded Public Works Programme (EPWP)	2 155 000	2 400 000	-	-
<b>TOTAL</b>	<b>671 798 000</b>	<b>707 591 000</b>	<b>710 174 000</b>	<b>742 658 000</b>

Overall grants and subsidies allocation has increased by **5%** from the 2024/25 financial year.

### **3.2 OPERATING EXPENDITURE FRAMEWORK**

The municipality's expenditure framework for the 2025/26 budget and MTREF is informed by the following:

- The funding of the budget over the medium term is informed by the requirements of sections 18 and 19 of the MFMA.
- A balanced budget approach by limiting the expenditure to the operating revenue.

The following table is a high-level summary of the 2025/26 draft operating budget classified by type:

<b>REVENUE &amp; EXPENDITURE SUMMARY</b>	<b>2024/2025 ADJUSTED BUDGET</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
EMPLOYEE RELATED COST	280 153 438	299 764 179	313 253 567	321 084 906
COUNCILORS REMUNERATION	31 814 774	33 405 513	34 908 761	35 781 480
CONTRACTED SERVICE	195 192 000	189 632 000	198 165 440	203 119 576
INVENTORY CONSUMED	12 980 000	12 200 000	12 749 000	13 067 725
FINANCE COSTS	1 000 000	1 000 000	1 045 000	1 071 125
OPERATIONAL COSTS	100 846 033	100 023 000	104 524 035	107 137 136
TRANSFERS AND SUBSIDIES	8 400 000	8 400 000	8 778 000	8 997 450
DEBT IMPAIRMENT	120 297 674	120 297 674	125 711 069	128 853 846
DEPRECIATION	64 324 692	64 324 692	67 219 303	68 899 786
<b>TOTAL</b>	<b>815 008 611</b>	<b>829 047 058</b>	<b>866 354 176</b>	<b>888 013 030</b>

The total operating expenditure budget has increased by 1,7% from R815-million in 2024/25 to R829-million in the 2025/26 draft budget. The outer financial year inflation rate of 4.5% was applied as per the macroeconomic forecast as outlined in the Municipal Budget Circular for the 2025/26 MTREF. Below is a discussion of the main expenditure components.

### **Employee related costs**

The total budget for employee-related costs amounts to R299,7 million, representing 36% of the total operating budget. Provision of 4.5% is made for outer financial year as per circular 129 of the MFMA.

### **Remuneration of Councilors**

The remuneration of Councilors is determined by the Minister of Co-operative Governance and Traditional Affairs, in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). An amount of R33,4-million is budgeted for the 2025/26 financial year.

### **Depreciation**

It is anticipated that the depreciation will increase over the MTREF. The total cost of R64,3 million is allocated in the 2025/26 financial year.

### **Operational Costs**

Operational costs for 2025/26 amount to R100-million and equates to 12% of the total operating expenditure.

**Contracted Services**

Contracted services for the 2025/26 financial year amount to R189,6-million

**3.3 CAPITAL EXPENDITURE**

The capital budget is financed through a Municipal Infrastructure Grant and Integrated Electrification Programme.

The following table provides a breakdown of budgeted capital expenditure by vote:

<b>CAPITAL PROJECTS BY VOTE</b>	<b>2024-2025 ADJUSTED BUDGET</b>	<b>2025-2026 DRAFT BUDGET</b>	<b>2026-2027 BUDGET</b>	<b>2027-2028 BUDGET</b>
Water	45 695 280	55 387 784	47 000 000	33 000 000
Sanitation	56 605 337	44 606 917	30 000 000	27 000 000
Roads & Stormwater	34 934 933	45 000 000	-	-
Electricity	2 122 920	-	-	-
Facilities	-	9 000 000	-	-
<b>Total</b>	<b>139 358 470</b>	<b>153 994 701</b>	<b>77 000 000</b>	<b>60 000 000</b>

The draft capital budget complies with the Municipal Structures Act and MFMA as it aligns with the Draft IDP. The budgetary allocations for draft capital expenditure have been undertaken in a manner that will not only ensure that the IDP outcomes are achieved but also lead to the municipality’s vision being realized.

**The following table provides a detailed capital budget per project.**

<b>WATER PROJECTS</b>	<b>Ward</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
Replacement of asbestos bulk line from water treatment plant to Bloedfontein resevoir Phase 3	8 & 20	18 000 000	33 000 000	33 000 000
Replacement of asbestos pipe line from Pieteskraal- B to Wolvekraal reservoir	13 & 14	18 019 448	14 000 000	-
Replacement of asbestos bulk line from water treatment plant to Kuilen Phase 2	8	19 368 336	-	-
<b>SANITATION PROJECTS</b>				
Construction of Ga-Phaahla sewer out fall, sewer reticulation and precast tolets Phase 4	1	22 508 208	15 000 000	12 000 000
Construction of Sewer reticulation at Thabana Phase 3	7	22 098 709	15 000 000	15 000 000
<b>ROADS AND STORMWATER PROJECTS</b>				
Construction of Katjibane bus and Taxi route Phase 4	27	12 000 000	-	-
Construction of Makopanong bus and taxi route Phase 2	2	21 000 000	-	-
Construction of Mamethake bus and Taxi route Phase 3	29	12 000 000	-	-
<b>FACILITIES</b>				
Upgrading of Nokaneng Stadium	27	9 000 000	-	-
<b>TOTALS</b>		<b>153 994 701</b>	<b>77 000 000</b>	<b>60 000 000</b>

### 3.4 DRAFT ANNUAL BUDGET TABLES

MP316 Dr J.S. Moroka - Table A1 Budget Summary

Description	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousands</b>										
<b>Financial Performance</b>										
Property rates	42 450	48 225	60 769	66 024	65 315	65 315	65 315	73 853	77 177	79 106
Service charges	80 672	77 682	99 921	116 135	114 176	114 176	114 176	117 764	123 063	126 140
Investment revenue	237	5 294	7 571	7 419	6 652	6 652	6 652	6 918	7 230	7 410
Transfer and subsidies - Operational	443 724	462 208	502 514	525 118	527 118	527 118	527 118	548 549	546 633	571 284
Other own revenue	55 963	66 252	77 796	90 759	92 194	92 194	92 194	88 951	92 954	95 277
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>623 047</b>	<b>659 661</b>	<b>748 571</b>	<b>805 454</b>	<b>805 454</b>	<b>805 454</b>	<b>805 454</b>	<b>836 035</b>	<b>847 056</b>	<b>879 218</b>
Employee costs	208 010	220 796	234 300	280 153	280 153	280 153	280 153	299 764	313 254	321 085
Remuneration of councillors	23 449	25 164	26 705	29 635	31 815	31 815	31 815	33 406	34 909	35 781
Depreciation and amortisation	-	-	262	64 325	64 325	64 325	64 325	64 325	67 219	68 900
Interest	-	-	334	1 000	1 000	1 000	1 000	1 000	1 045	1 071
Inventory consumed and bulk purchases	13 780	12 707	13 819	12 980	12 960	12 960	12 960	12 200	12 749	13 068
Transfers and subsidies	7 831	8 544	11 226	8 400	8 400	8 400	8 400	8 400	8 778	8 997
Other expenditure	243 615	281 068	334 132	415 397	413 890	413 890	413 890	409 953	417 034	427 460
<b>Total Expenditure</b>	<b>496 685</b>	<b>548 279</b>	<b>620 778</b>	<b>811 890</b>	<b>812 543</b>	<b>812 543</b>	<b>812 543</b>	<b>829 047</b>	<b>854 988</b>	<b>876 362</b>
<b>Surplus/(Deficit)</b>	<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>(6 436)</b>	<b>(7 089)</b>	<b>(7 089)</b>	<b>(7 089)</b>	<b>6 988</b>	<b>(7 932)</b>	<b>2 856</b>
Transfers and subsidies - capital (monetary allocations)	-	-	-	146 680	146 680	146 680	-	160 817	165 399	173 275
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-	-
	126 361	111 382	127 793	140 244	139 591	139 591	(7 089)	167 805	157 467	176 131
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>(7 089)</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>
<b>Capital expenditure &amp; funds sources</b>										
<b>Capital expenditure</b>	<b>150 184</b>	<b>136 256</b>	<b>124 686</b>	<b>139 916</b>	<b>141 916</b>	<b>141 916</b>	<b>99 183</b>	<b>9 000</b>	<b>-</b>	<b>-</b>
Transfers recognised - capital	121 715	122 010	123 131	139 416	139 416	139 416	99 118	9 000	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	27 220	12 848	1 555	500	2 500	2 500	65	-	-	-
<b>Total sources of capital funds</b>	<b>148 935</b>	<b>134 858</b>	<b>124 686</b>	<b>139 916</b>	<b>141 916</b>	<b>141 916</b>	<b>99 183</b>	<b>9 000</b>	<b>-</b>	<b>-</b>
<b>Financial position</b>										
Total current assets	482 006	519 184	633 965	632 149	627 219	627 219	948 883	1 092 349	1 719 591	2 392 386
Total non current assets	1 963 950	2 019 075	1 647 738	2 279 600	2 281 600	2 281 600	1 709 042	2 363 741	2 375 714	2 369 062
Total current liabilities	336 960	374 713	419 313	207 608	205 331	205 331	478 910	684 974	1 166 721	1 656 733
Total non current liabilities	33 444	29 461	42 639	29 461	29 461	29 461	47 291	50 000	50 000	50 000
Community wealth/Equity	2 075 551	2 134 085	1 819 750	2 674 679	2 674 026	2 674 026	2 137 550	2 721 116	2 878 584	3 054 715
<b>Cash flows</b>										
Net cash from (used) operating	493 024	708 030	489 510	196 757	198 757	198 757	198 757	541 413	562 411	587 419
Net cash from (used) investing	(146 928)	(139 965)	(135 603)	(139 416)	(141 416)	(141 416)	(141 416)	(144 986)	(77 000)	(60 000)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>407 084</b>	<b>571 397</b>	<b>361 622</b>	<b>108 289</b>	<b>108 288</b>	<b>108 288</b>	<b>108 288</b>	<b>396 427</b>	<b>881 837</b>	<b>1 409 256</b>
<b>Cash backing/surplus reconciliation</b>										
Non current Investments	111 597	158 542	153 182	(0)	(2 000)	(2 000)	126 234	(178 219)	(347 973)	(525 749)
Statutory requirements	(297 109)	(359 291)	(467 829)	(6 173)	(3 896)	(3 896)	43 863	(227 439)	(223 776)	(186 369)
<b>Balance - surplus (shortfall)</b>	<b>408 706</b>	<b>517 833</b>	<b>621 011</b>	<b>6 173</b>	<b>1 896</b>	<b>1 896</b>	<b>82 371</b>	<b>49 220</b>	<b>(124 197)</b>	<b>(339 380)</b>
<b>Asset management</b>										
Asset register summary (WDV)	1 560 122	1 883 343	1 552 073	2 140 184	2 142 184	2 142 184	2 142 184	2 218 756	2 153 729	2 087 076
Depreciation	-	-	262	64 325	64 325	64 325	64 325	64 325	67 219	68 900
Renewal and Upgrading of Existing Assets	(342 435)	24 596	35 866	(4 040)	(6)	(6)	(6)	-	-	-
Repairs and Maintenance	49 450	68 524	99 106	77 442	74 373	74 373	74 373	59 450	62 125	63 678
<b>Free services</b>										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	1 087	291	629	-	-	-	-	-	-	-
<b>Households below minimum service level</b>										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

MP316 Dr J.S. Moroka - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	###	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		542 135	580 655	647 313	828 345	825 956	825 956	857 571	878 221	914 903
Executive and council		-	(20)	4 126	658	658	658	685	715	733
Finance and administration		542 135	580 675	643 186	827 687	825 297	825 297	856 887	877 505	914 170
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		185	1 236	1 263	6 136	6 386	6 386	6 381	6 668	6 835
Community and social services		162	210	291	320	670	670	332	347	356
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		24	1 027	971	5 816	5 716	5 716	6 049	6 321	6 479
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		36	58	33	73	4 152	4 152	4 252	4 444	4 555
Planning and development		35	55	32	70	133	133	72	76	77
Road transport		1	4	1	4	4 019	4 019	4 180	4 368	4 477
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		80 675	77 698	99 948	117 560	115 621	115 621	128 627	123 101	126 178
Energy sources		-	-	-	1 391	1 391	1 391	10 827	-	-
Water management		68 337	63 385	83 523	96 748	94 838	94 838	98 538	102 972	105 547
Waste water management		7 771	9 068	10 634	13 508	13 478	13 478	14 048	14 680	15 047
Waste management		4 567	5 245	5 791	5 913	5 914	5 914	5 214	5 448	5 585
<b>Other</b>	4	16	13	15	20	20	20	21	21	22
<b>Total Revenue - Functional</b>	2	623 047	659 661	748 571	952 134	952 134	952 134	996 852	1 012 455	1 052 493
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		194 807	225 634	239 121	342 848	348 180	348 180	349 394	365 117	374 245
Executive and council		39 016	43 383	50 163	51 798	57 247	57 247	57 746	60 344	61 853
Finance and administration		150 083	176 403	183 077	283 139	282 909	282 909	283 133	295 874	303 271
Internal audit		5 709	5 848	5 882	7 912	8 025	8 025	8 515	8 898	9 121
<b>Community and public safety</b>		78 143	87 713	107 786	120 006	121 581	121 581	123 277	128 825	132 045
Community and social services		32 904	30 942	33 033	39 497	41 043	41 043	42 680	44 601	45 716
Sport and recreation		281	(5)	-	-	-	-	-	-	-
Public safety		43 219	54 123	74 293	77 509	77 537	77 537	77 597	81 089	83 116
Housing		1 739	2 653	460	3 000	3 000	3 000	3 000	3 135	3 213
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		69 631	72 915	65 393	88 966	88 217	88 217	90 737	94 820	97 191
Planning and development		24 740	24 809	25 914	34 753	35 147	35 147	39 526	41 305	42 338
Road transport		44 891	48 107	39 479	54 213	53 070	53 070	51 211	53 515	54 853
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		142 914	150 668	196 344	245 334	241 160	241 160	251 353	251 297	257 579
Energy sources		47 692	45 742	69 612	49 625	49 538	49 538	61 619	53 026	54 351
Water management		76 218	85 190	104 281	140 406	138 063	138 063	136 142	142 269	145 825
Waste water management		6 001	4 262	5 772	12 653	10 653	10 653	10 153	10 610	10 876
Waste management		13 004	15 475	16 679	42 649	42 905	42 905	43 438	45 392	46 527
<b>Other</b>	4	11 190	11 348	12 134	14 736	13 406	13 406	14 286	14 929	15 302
<b>Total Expenditure - Functional</b>	3	496 685	548 279	620 778	811 890	812 543	812 543	829 047	854 988	876 362
<b>Surplus/(Deficit) for the year</b>		126 361	111 382	127 793	140 244	139 591	139 591	167 805	157 467	176 131

**References**

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in Budgeted Financial Performance (revenue and expenditure)
3. Total Expenditure by Functional Classification must reconcile to Total Operating Expenditure shown in Budgeted Financial Performance (revenue and expenditure)
4. All amounts must be classified under a functional classification. The GFS function 'Other' is only for Abattoirs, Air Transport, Forestry, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification.

**MP316 Dr J.S. Moroka - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)**

Vote Description	###	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousand</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	(20)	4 126	658	658	658	685	715	733
Vote 2 - FINANCE AND ADMIN		542 135	580 675	643 186	827 687	825 297	825 297	856 887	877 505	914 170
Vote 3 - COMMUNITY AND SOCIAL SERVICES		162	210	291	320	670	670	332	347	356
Vote 4 - PLANNING AND DEVELOPMENT		35	55	32	70	133	133	72	76	77
Vote 5 - SPORTS AND RECREATION		-	-	-	-	-	-	-	-	-
Vote 6 - ROADS TRANSPORT		16	13	15	20	20	20	21	21	22
Vote 7 - WASTE MANAGEMENT		4 567	5 245	5 791	5 913	5 914	5 914	5 214	5 448	5 585
Vote 8 - WASTE WATER MANAGEMENT		76 060	72 405	94 112	110 211	108 211	108 211	112 539	117 604	120 544
Vote 9 - PUBLIC SAFETY		25	1 027	972	5 816	9 732	9 732	10 225	10 685	10 952
Vote 10 - ELECTRICITY		-	-	-	1 391	1 391	1 391	10 827	-	-
Vote 11 - WATER CAPITAL PROJECTS		49	51	46	49	109	109	51	53	54
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>623 047</b>	<b>659 661</b>	<b>748 571</b>	<b>952 134</b>	<b>952 134</b>	<b>952 134</b>	<b>996 852</b>	<b>1 012 455</b>	<b>1 052 493</b>
<b>Expenditure by Vote to be appropriated</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		45 660	50 195	57 108	61 105	66 647	66 647	67 694	70 740	72 509
Vote 2 - FINANCE AND ADMIN		147 141	149 486	182 013	281 743	281 533	281 533	281 700	294 377	301 736
Vote 3 - COMMUNITY AND SOCIAL SERVICES		32 904	30 942	33 033	39 497	41 043	41 043	42 680	44 601	45 716
Vote 4 - PLANNING AND DEVELOPMENT		26 479	27 462	26 374	37 753	38 147	38 147	42 526	44 440	45 551
Vote 5 - SPORTS AND RECREATION		281	(5)	-	-	-	-	-	-	-
Vote 6 - ROADS TRANSPORT		11 190	11 348	12 134	14 736	13 406	13 406	14 286	14 929	15 302
Vote 7 - WASTE MANAGEMENT		13 004	15 475	16 679	42 649	42 905	42 905	43 438	45 392	46 527
Vote 8 - WASTE WATER MANAGEMENT		113 317	122 890	133 437	188 313	182 966	182 966	177 279	185 256	189 888
Vote 9 - PUBLIC SAFETY		59 018	94 603	90 388	96 469	96 357	96 357	97 825	102 227	104 783
Vote 10 - ELECTRICITY		47 692	45 742	69 612	49 625	49 538	49 538	61 619	53 026	54 351
Vote 11 - WATER CAPITAL PROJECTS		-	141	1	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>496 685</b>	<b>548 279</b>	<b>620 778</b>	<b>811 890</b>	<b>812 543</b>	<b>812 543</b>	<b>829 047</b>	<b>854 988</b>	<b>876 362</b>
<b>Surplus/(Deficit) for the year</b>	2	<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>

MP316 Dr J.S. Moroka - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	###	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>Revenue</b>											
<b>Exchange Revenue</b>											
Service charges - Electricity	2	-	-	-	-	-	-	-	-	-	-
Service charges - Water	2	68 286	63 319	83 450	96 667	94 677	94 677	68 663	98 454	102 885	105 457
Service charges - Waste Water Management	2	7 819	9 119	10 680	13 556	13 586	13 586	7 363	14 098	14 733	15 101
Service charges - Waste Management	2	4 567	5 244	5 792	5 911	5 912	5 912	3 553	5 211	5 446	5 582
Sale of Goods and Rendering of Services		198	637	247	762	577	577	180	792	828	849
Agency services		-	-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		45 133	54 498	67 219	67 363	15	15	3	378	395	405
Interest earned from Current and Non Current Assets		237	5 294	7 571	7 419	6 652	6 652	4 705	6 918	7 230	7 410
Dividends		-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		166	244	332	371	756	756	404	386	403	413
Licence and permits		1	-	-	-	-	-	-	-	-	-
Special Rating Levies		-	-	-	-	-	-	-	-	-	-
Operational Revenue		6 353	5 220	5 090	13 970	7 440	7 440	1 469	7 229	7 554	7 743
<b>Non-Exchange Revenue</b>											
Property rates	2	42 450	48 225	60 769	66 024	65 315	65 315	41 173	73 853	77 177	79 106
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		24	31	100	332	232	232	53	345	361	370
Licences or permits		4 089	5 598	4 809	7 960	8 020	8 020	1 501	8 279	8 651	8 867
Transfer and subsidies - Operational		443 724	462 208	502 514	525 118	527 118	527 118	396 270	548 549	546 633	571 284
Interest		-	-	-	-	75 154	75 154	52 402	71 542	74 761	76 630
Fuel Levy		-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-
Other Gains		-	26	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>623 047</b>	<b>659 661</b>	<b>748 571</b>	<b>805 454</b>	<b>805 454</b>	<b>805 454</b>	<b>577 738</b>	<b>836 035</b>	<b>847 056</b>	<b>879 218</b>
<b>Expenditure</b>											
Employee related costs	2	208 010	220 796	234 300	280 153	280 153	280 153	143 404	299 764	313 254	321 085
Remuneration of councillors		23 449	25 164	26 705	29 635	31 815	31 815	21 227	33 406	34 909	35 781
Bulk purchases - electricity	2	-	-	-	-	-	-	-	-	-	-
Inventory consumed	8	13 780	12 707	13 819	12 980	12 960	12 960	10 807	12 200	12 749	13 068
Debt impairment	3	-	-	-	120 298	120 298	120 298	-	120 298	125 711	128 854
Depreciation and amortisation		-	-	262	64 325	64 325	64 325	-	64 325	67 219	68 900
Interest		-	-	334	1 000	1 000	1 000	110	1 000	1 045	1 071
Contracted services		154 277	163 066	223 168	195 192	194 074	194 074	133 333	189 632	186 799	191 469
Transfers and subsidies		7 831	8 544	11 226	8 400	8 400	8 400	4 937	8 400	8 778	8 997
Irrecoverable debts written off		35	4 843	343	-	-	-	-	-	-	-
Operational costs		89 303	113 158	110 621	99 907	99 519	99 519	79 219	100 023	104 524	107 137
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-
Other Losses		-	0	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>496 685</b>	<b>548 279</b>	<b>620 778</b>	<b>811 890</b>	<b>812 543</b>	<b>812 543</b>	<b>393 037</b>	<b>829 047</b>	<b>854 988</b>	<b>876 362</b>
<b>Surplus/(Deficit)</b>		<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>(6 436)</b>	<b>(7 089)</b>	<b>(7 089)</b>	<b>184 701</b>	<b>6 988</b>	<b>(7 932)</b>	<b>2 856</b>
Transfers and subsidies - capital (monetary)	6	-	-	-	146 680	146 680	146 680	-	160 817	165 399	173 275
Transfers and subsidies - capital (in-kind)	6	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>184 701</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>
Income Tax		-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>184 701</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>184 701</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>
Share of Surplus/Deficit attributable to Associate	7	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>1</b>	<b>126 361</b>	<b>111 382</b>	<b>127 793</b>	<b>140 244</b>	<b>139 591</b>	<b>139 591</b>	<b>184 701</b>	<b>167 805</b>	<b>157 467</b>	<b>176 131</b>

MP316 Dr J.S. Moroka - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	###	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousand</b>	1										
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE AND ADMIN		-	-	-	-	-	-	-	-	-	-
Vote 3 - COMMUNITY AND SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 4 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-
Vote 5 - SPORTS AND RECREATION		-	-	-	-	-	-	-	-	-	-
Vote 6 - ROADS TRANSPORT		-	-	-	-	-	-	-	-	-	-
Vote 7 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 8 - WASTE WATER MANAGEMENT		20 647	14 013	29 342	70 516	70 429	70 429	-	-	-	-
Vote 9 - PUBLIC SAFETY		-	-	-	-	-	-	-	-	-	-
Vote 10 - ELECTRICITY		-	-	1 816	-	-	-	-	-	-	-
Vote 11 - WATER CAPITAL PROJECTS		-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	<b>20 647</b>	<b>14 013</b>	<b>31 159</b>	<b>70 516</b>	<b>70 429</b>	<b>70 429</b>	-	-	-	-
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - EXECUTIVE AND COUNCIL		1 227	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE AND ADMIN		-	-	1 555	-	-	-	-	-	-	-
Vote 3 - COMMUNITY AND SOCIAL SERVICES		5 645	-	-	500	500	500	-	9 000	-	-
Vote 4 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-
Vote 5 - SPORTS AND RECREATION		-	8 591	-	-	-	-	-	-	-	-
Vote 6 - ROADS TRANSPORT		-	-	-	-	-	-	-	-	-	-
Vote 7 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 8 - WASTE WATER MANAGEMENT		116 266	105 776	88 494	67 508	67 595	67 595	-	-	-	-
Vote 9 - PUBLIC SAFETY		-	524	-	-	2 000	2 000	-	-	-	-
Vote 10 - ELECTRICITY		-	-	3 478	1 391	1 391	1 391	-	-	-	-
Vote 11 - WATER CAPITAL PROJECTS		6 399	7 352	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		<b>129 538</b>	<b>122 243</b>	<b>93 527</b>	<b>69 399</b>	<b>71 486</b>	<b>71 486</b>	-	<b>9 000</b>	-	-
<b>Total Capital Expenditure - Vote</b>		<b>150 184</b>	<b>136 256</b>	<b>124 686</b>	<b>139 916</b>	<b>141 916</b>	<b>141 916</b>	-	<b>9 000</b>	-	-
<b>Capital Expenditure - Functional</b>											
<b>Governance and administration</b>		1 227	-	1 555	-	-	-	-	-	-	-
Executive and council		1 227	-	-	-	-	-	-	-	-	-
Finance and administration		-	-	1 555	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		5 645	9 115	-	-	2 000	2 000	-	9 000	-	-
Community and social services		5 645	8 591	-	-	-	-	-	9 000	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		-	524	-	-	2 000	2 000	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		60 091	36 444	50 792	33 500	35 435	35 435	22 835	-	-	-
Planning and development		-	-	-	500	500	500	65	-	-	-
Road transport		60 091	36 444	50 792	33 000	34 935	34 935	22 770	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		83 221	90 698	72 339	106 416	104 481	104 481	76 348	-	-	-
Energy sources		-	-	5 294	1 391	1 391	1 391	719	-	-	-
Water management		25 743	54 071	29 427	46 749	46 484	46 484	32 731	-	-	-
Waste water management		57 478	36 627	37 618	58 276	56 605	56 605	42 899	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	3	<b>150 184</b>	<b>136 256</b>	<b>124 686</b>	<b>139 916</b>	<b>141 916</b>	<b>141 916</b>	<b>99 183</b>	<b>9 000</b>	-	-
<b>Funded by:</b>											
National Government		121 715	122 010	123 131	139 416	139 416	139 416	99 118	9 000	-	-
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)		-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	<b>121 715</b>	<b>122 010</b>	<b>123 131</b>	<b>139 416</b>	<b>139 416</b>	<b>139 416</b>	<b>99 118</b>	<b>9 000</b>	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		27 220	12 848	1 555	500	2 500	2 500	65	-	-	-
<b>Total Capital Funding</b>	7	<b>148 935</b>	<b>134 858</b>	<b>124 686</b>	<b>139 916</b>	<b>141 916</b>	<b>141 916</b>	<b>99 183</b>	<b>9 000</b>	-	-

MP316 Dr J.S. Moroka - Table A6 Budgeted Financial Position

Description	###	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>R thousand</b>											
<b>ASSETS</b>											
<b>Current assets</b>											
Cash and cash equivalents		6 860	7 645	(26 170)	108 289	108 288	108 288	(850)	414 816	900 226	1 427 645
Trade and other receivables from exchange transactions	1	287 856	317 977	396 519	362 576	434 115	434 115	571 338	472 204	591 340	713 455
Receivables from non-exchange transactions	1	37 651	41 305	78 422	103 315	26 826	26 826	88 774	159 517	194 961	231 290
Current portion of non-current receivables		(15)	(15)	(15)	15	15	15	(15)	-	-	-
Inventory	2	2 318	2 354	3 671	13 051	13 071	13 071	8 430	631	(12 118)	(25 185)
VAT		143 571	149 914	155 093	41 831	41 831	41 831	281 319	41 831	41 831	41 831
Other current assets		3 767	4	26 446	3 071	3 071	3 071	(113)	3 350	3 350	3 350
<b>Total current assets</b>		<b>482 006</b>	<b>519 184</b>	<b>633 965</b>	<b>632 149</b>	<b>627 219</b>	<b>627 219</b>	<b>948 883</b>	<b>1 092 349</b>	<b>1 719 591</b>	<b>2 392 366</b>
<b>Non current assets</b>											
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		154	154	154	154	154	154	154	154	154	154
Property, plant and equipment	3	1 963 795	2 017 909	1 647 095	2 278 695	2 280 695	2 280 695	1 708 399	2 362 837	2 374 810	2 368 157
Biological assets		-	-	-	-	-	-	-	-	-	-
Living and non-living resources		-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-
Intangible assets		0	1 012	489	751	751	751	489	751	751	751
Trade and other receivables from exchange transactions		-	-	-	-	-	-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-	-	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>		<b>1 963 950</b>	<b>2 019 075</b>	<b>1 647 738</b>	<b>2 279 600</b>	<b>2 281 600</b>	<b>2 281 600</b>	<b>1 709 042</b>	<b>2 363 741</b>	<b>2 375 714</b>	<b>2 369 062</b>
<b>TOTAL ASSETS</b>		<b>2 445 956</b>	<b>2 538 259</b>	<b>2 281 703</b>	<b>2 911 749</b>	<b>2 908 819</b>	<b>2 908 819</b>	<b>2 657 925</b>	<b>3 456 091</b>	<b>4 095 305</b>	<b>4 761 448</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft		-	-	-	-	-	-	-	-	-	-
Financial liabilities		0	0	0	-	-	-	0	-	-	-
Consumer deposits		834	851	891	888	888	888	910	888	888	888
Trade and other payables from exchange transactions	4	116 084	96 627	130 126	204 580	204 303	204 303	81 168	859 415	1 510 915	2 178 704
Trade and other payables from non-exchange transactions	5	111 597	158 542	153 182	(0)	(2 000)	(2 000)	126 234	(178 219)	(347 973)	(525 749)
Provision		3 026	3 026	4 714	2 140	2 140	2 140	2 896	2 890	2 890	2 890
VAT		105 420	115 668	130 401	-	-	-	267 701	-	-	-
Other current liabilities		-	-	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>		<b>336 960</b>	<b>374 713</b>	<b>419 313</b>	<b>207 608</b>	<b>205 331</b>	<b>205 331</b>	<b>478 910</b>	<b>684 974</b>	<b>1 166 721</b>	<b>1 656 733</b>
<b>Non current liabilities</b>											
Financial liabilities	6	-	-	-	-	-	-	-	-	-	-
Provision	7	33 444	29 461	42 639	29 461	29 461	29 461	47 291	50 000	50 000	50 000
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		-	-	-	-	-	-	-	-	-	-
<b>Total non current liabilities</b>		<b>33 444</b>	<b>29 461</b>	<b>42 639</b>	<b>29 461</b>	<b>29 461</b>	<b>29 461</b>	<b>47 291</b>	<b>50 000</b>	<b>50 000</b>	<b>50 000</b>
<b>TOTAL LIABILITIES</b>		<b>370 405</b>	<b>404 174</b>	<b>461 953</b>	<b>237 070</b>	<b>234 793</b>	<b>234 793</b>	<b>526 201</b>	<b>734 974</b>	<b>1 216 721</b>	<b>1 706 733</b>
<b>NET ASSETS</b>		<b>2 075 551</b>	<b>2 134 085</b>	<b>1 819 750</b>	<b>2 674 679</b>	<b>2 674 026</b>	<b>2 674 026</b>	<b>2 131 724</b>	<b>2 721 116</b>	<b>2 878 584</b>	<b>3 054 715</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated surplus/(deficit)	8	2 075 551	2 134 085	1 819 750	2 674 679	2 674 026	2 674 026	2 137 550	2 721 116	2 878 584	3 054 715
Reserves and funds	9	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	10	<b>2 075 551</b>	<b>2 134 085</b>	<b>1 819 750</b>	<b>2 674 679</b>	<b>2 674 026</b>	<b>2 674 026</b>	<b>2 137 550</b>	<b>2 721 116</b>	<b>2 878 584</b>	<b>3 054 715</b>

References

1. Detail breakdown in Table SA3 for Trade receivables from Exchange and Non-exchange transactions
2. Include completed low cost housing to be transferred to beneficiaries within 12 months detail provided in Table SA3
3. Include 'Construction-work-in-progress' (disclosed separately in annual financial statements) detail in SA3
4. Detail breakdown in Table SA3.
5. Detail breakdown in Table SA3.
6. Detail breakdown in Table SA3.
7. Detail breakdown in Table SA3.
8. Detail breakdown in Table SA3.
9. Detail breakdown in Table SA3. Includes reserves to be funded by statute.
10. Net assets must balance with Total Community Wealth/Equity

(5 826)

MP316 Dr J.S. Moroka - Table A7 Budgeted Cash Flows

Description	###	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates		24 971	43 079	31 237	31 325	39 641	39 641	39 641	-	-	-
Service charges		9 557	8 409	6 797	83 609	83 609	83 609	83 609	-	-	-
Other revenue		122 671	542 968	211 594	18 988	14 388	14 388	14 388	12 347	12 903	13 225
Transfers and Subsidies - Operational	1	443 285	332 323	491 709	525 118	525 118	525 118	525 118	531 147	542 278	566 783
Transfers and Subsidies - Capital	1	2 450	-	6 880	146 680	146 680	146 680	146 680	(9 000)	-	-
Interest		-	-	4 028	7 419	6 652	6 652	6 652	6 918	7 230	7 410
Dividends		-	-	-	-	-	-	-	-	-	-
<b>Payments</b>											
Suppliers and employees		(109 640)	(218 411)	(262 734)	(616 382)	(617 332)	(617 332)	(617 332)	-	-	-
Interest		(269)	(338)	-	-	-	-	-	-	-	-
Transfers and Subsidies	1	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>493 024</b>	<b>708 030</b>	<b>489 510</b>	<b>196 757</b>	<b>198 757</b>	<b>198 757</b>	<b>198 757</b>	<b>541 413</b>	<b>562 411</b>	<b>587 419</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
<b>Payments</b>											
Capital assets		(146 928)	(139 965)	(135 603)	(139 416)	(141 416)	(141 416)	(141 416)	(144 986)	(77 000)	(60 000)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(146 928)</b>	<b>(139 965)</b>	<b>(135 603)</b>	<b>(139 416)</b>	<b>(141 416)</b>	<b>(141 416)</b>	<b>(141 416)</b>	<b>(144 986)</b>	<b>(77 000)</b>	<b>(60 000)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-
<b>Payments</b>											
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>346 096</b>	<b>568 065</b>	<b>353 907</b>	<b>57 341</b>	<b>57 341</b>	<b>57 341</b>	<b>57 341</b>	<b>396 427</b>	<b>485 411</b>	<b>527 419</b>
Cash/cash equivalents at the year begin:	2	60 988	3 332	7 714	50 947	50 947	50 947	50 947	-	396 427	881 837
Cash/cash equivalents at the year end:	2	407 084	571 397	361 622	108 289	108 288	108 288	108 288	396 427	881 837	1 409 256



MP316 Dr J.S. Moroka - Table A9 Asset Management

Description	###	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand										
<b>CAPITAL EXPENDITURE</b>										
<b>Total New Assets</b>	1	71 005	50 238	63 719	81 667	82 796	82 796	9 000	-	-
<i>Roads Infrastructure</i>		-	-	19 252	22 000	22 800	22 800	-	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	5 294	1 391	1 391	1 391	-	-	-
<i>Water Supply Infrastructure</i>		39 429	8 450	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		24 704	32 673	37 618	58 276	56 605	56 605	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		<b>64 133</b>	<b>41 123</b>	<b>62 164</b>	<b>81 667</b>	<b>80 796</b>	<b>80 796</b>	-	-	-
Community Facilities		5 645	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	8 591	-	-	-	-	9 000	-	-
<b>Community Assets</b>		<b>5 645</b>	<b>8 591</b>	-	-	-	-	<b>9 000</b>	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
<b>Other Assets</b>		-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	1 555	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		1 227	524	-	-	2 000	2 000	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets</b>	2	<b>(320 591)</b>	<b>10 446</b>	<b>28 198</b>	<b>(1 640)</b>	<b>(4 906)</b>	<b>(4 906)</b>	-	-	-
<i>Roads Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		(320 656)	5 243	18 228	(1 190)	(4 456)	(4 456)	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		<b>(320 656)</b>	<b>5 243</b>	<b>18 228</b>	<b>(1 190)</b>	<b>(4 456)</b>	<b>(4 456)</b>	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	(450)	(450)	(450)	-	-	-
Housing		65	5 203	9 970	-	-	-	-	-	-
<b>Other Assets</b>		<b>65</b>	<b>5 203</b>	<b>9 970</b>	<b>(450)</b>	<b>(450)</b>	<b>(450)</b>	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-

<b>Total Upgrading of Existing Assets</b>	6	(21 844)	14 150	7 668	(2 400)	4 900	4 900	-	-	-
<i>Roads Infrastructure</i>		9 243	24 036	(6 449)	(2 400)	4 900	4 900	-	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		(25 885)	(14)	667	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		(5 202)	(9 872)	13 451	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		(21 844)	14 150	7 668	(2 400)	4 900	4 900	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
<b>Other Assets</b>		-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>	4	(271 430)	74 834	99 584	77 627	82 790	82 790	9 000	-	-
<i>Roads Infrastructure</i>		9 243	24 036	12 802	19 600	27 700	27 700	-	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	5 294	1 391	1 391	1 391	-	-	-
<i>Water Supply Infrastructure</i>		(307 112)	13 679	18 895	(1 190)	(4 456)	(4 456)	-	-	-
<i>Sanitation Infrastructure</i>		19 503	22 801	51 068	58 276	56 605	56 605	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		(278 367)	60 516	88 060	78 077	81 240	81 240	-	-	-
Community Facilities		5 645	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	8 591	-	-	-	-	9 000	-	-
<b>Community Assets</b>		5 645	8 591	-	-	-	-	9 000	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	(450)	(450)	(450)	-	-	-
Housing		65	5 203	9 970	-	-	-	-	-	-
<b>Other Assets</b>		65	5 203	9 970	(450)	(450)	(450)	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	1 555	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		1 227	524	-	-	2 000	2 000	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE - Asset class</b>		(271 430)	74 834	99 584	77 627	82 790	82 790	9 000	-	-

<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	1 560 122	1 883 343	1 552 073	2 140 184	2 142 184	2 142 184	2 218 756	2 153 729	2 087 076
<i>Roads Infrastructure</i>		1 236 590	1 416 750	1 263 577	1 586 115	1 586 115	1 586 115	1 623 514	1 603 431	1 582 847
<i>Storm water Infrastructure</i>		2 960	2 960	2 960	2 960	2 960	2 960	2 960	2 960	2 960
<i>Electrical Infrastructure</i>		1 853	14 636	6 112	24 430	24 430	24 430	24 430	24 430	24 430
<i>Water Supply Infrastructure</i>		79 763	160 853	(31 034)	247 985	247 985	247 985	354 764	343 802	332 566
<i>Sanitation Infrastructure</i>		1 773	1 773	1 257	1 257	1 257	1 257	1 257	1 257	1 257
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		1 322 940	1 596 972	1 242 873	1 862 748	1 862 748	1 862 748	2 006 925	1 975 881	1 944 060
<b>Community Assets</b>		82 775	111 598	122 024	123 251	123 251	123 251	125 957	119 380	112 638
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		154	154	154	154	154	154	154	154	154
<b>Other Assets</b>		26 238	27 949	48 464	41 860	41 860	41 860	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		0	1 012	489	751	751	751	751	751	751
<b>Computer Equipment</b>		16 565	18 270	6 022	3 184	3 184	3 184	(2 061)	(7 542)	(13 160)
<b>Furniture and Office Equipment</b>		(8 064)	4 376	8 563	410	410	410	(5 063)	(10 544)	(16 162)
<b>Machinery and Equipment</b>		20 975	28 472	22 207	8 941	8 941	8 941	(1 549)	(12 511)	(23 747)
<b>Transport Assets</b>		11 144	7 144	13 882	11 491	13 491	13 491	6 246	765	(4 853)
<b>Land</b>		87 396	87 396	87 396	87 396	87 396	87 396	87 396	87 396	87 396
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	1 560 122	1 883 343	1 552 073	2 140 184	2 142 184	2 142 184	2 218 756	2 153 729	2 087 076
<b>EXPENDITURE OTHER ITEMS</b>		49 450	68 524	99 368	141 767	138 698	138 698	123 775	129 345	132 578
<b>Depreciation</b>	7	-	-	262	64 325	64 325	64 325	64 325	67 219	68 900
<b>Repairs and Maintenance by Asset Class</b>	3	49 450	68 524	99 106	77 442	74 373	74 373	59 450	62 125	63 678
<i>Roads Infrastructure</i>		7 493	17 685	7 685	15 500	14 000	14 000	10 500	10 973	11 247
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		20 152	24 074	59 848	23 500	27 331	27 331	23 500	24 558	25 171
<i>Sanitation Infrastructure</i>		5 413	3 846	5 772	7 500	5 500	5 500	5 000	5 225	5 356
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		33 059	45 605	73 285	46 500	46 831	46 831	39 000	40 755	41 774
<b>Community Facilities</b>		-	-	-	-	-	-	-	-	-
<b>Sport and Recreation Facilities</b>		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
<b>Revenue Generating</b>		-	-	-	-	-	-	-	-	-
<b>Non-revenue Generating</b>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
<b>Operational Buildings</b>		12 922	14 457	25 686	27 080	23 780	23 780	16 750	17 504	17 941
<b>Housing</b>		-	-	-	-	-	-	-	-	-
<b>Other Assets</b>		12 922	14 457	25 686	27 080	23 780	23 780	16 750	17 504	17 941
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
<b>Servitudes</b>		-	-	-	-	-	-	-	-	-
<b>Licences and Rights</b>		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>		29	148	85	3 762	3 662	3 662	3 600	3 762	3 856
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>		3 440	8 313	50	100	100	100	100	105	107
<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
<b>Mature</b>		-	-	-	-	-	-	-	-	-
<b>Immature</b>		-	-	-	-	-	-	-	-	-
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS</b>		49 450	68 524	99 368	141 767	138 698	138 698	123 775	129 345	132 578
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		126.2%	32.9%	36.0%	-5.2%	0.0%	0.0%	0.0%	0.0%	0.0%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		0.0%	0.0%	13702.3%	-6.3%	0.0%	0.0%	0.0%	0.0%	0.0%
<i>R&amp;M as a % of PPE</i>		3.2%	3.6%	6.4%	3.6%	3.5%	3.5%	2.7%	2.9%	3.1%
<i>Renewal and upgrading and R&amp;M as a % of PPE</i>		-18.8%	4.9%	8.7%	3.4%	3.5%	3.5%	2.7%	2.9%	3.1%

## **PART 2 – SUPPORTING DOCUMENTATION**

### **4. BUDGET PROCESS OVERVIEW**

MFMA, Chapter 4, as well as Municipal Budget Circular 128, provide guidance on the steps in the annual budget process. Critical to the development of a credible budget are: Consultation with the community and other stakeholders, as summarized below:

1. Political oversight and management of the budget process
2. Time schedule relating to the budget process.
3. Process for the tabling of budget and community consultations.

#### **4.1 Political oversight of the budget process**

Management will convene various planning sessions to discuss political and strategic priorities that would inform the IDP/Budget review.

#### **4.2 Schedule of Key Deadlines relating to budget process [MFMA s 21(1)(b)]**

The process schedule of key deadlines for the preparation of the budget for the 2025/2026 medium-term budget was approved by Council 10 months before the start of the financial year.

#### **4.3 Process for the tabling of budget and community consultation**

In terms of section 23 of the MFMA, after the budget is tabled, the municipal council must consider any views of the local community, National Treasury, relevant provincial treasury and any provincial or national organ of state or municipalities which made submissions on the budget.

### **5. ALIGNMENT OF ANNUAL BUDGET WITH INTEGRATED DEVELOPMENT PLAN**

The integrated Development Plan (IDP) determines and prioritizes the needs of the community.

The review of the IDP, in accordance with the Municipal Systems Act, was guided and informed by the principles:

- Strategic priorities of the municipality
- Focusing on service delivery backlogs and the maintenance of infrastructure
- Addressing community needs as identified in the IDP.

The review of the IDP focused on establishing measurable performance indicators and targets. These targets informed the preparation of the multi-year budget, as well as the Service Delivery and Budget Implementation Plan (SDBIP)

## 6. OVERVIEW OF BUDGET-RELATED POLICIES

The MFMA and the Budget and Reporting Regulations require budget-related policies to be reviewed, and where applicable, be updated on an annual basis.

The following indicates the names of the existing budget-related policies:

- Asset Management Policy
- Budget Policy
- Cost Containment Policy
- Credit Control and Debt collection Policy
- Free Basic Services and Indigent Support Policy
- Grants Policy
- Impairment of Debts and Write off Policy
- Insurance Management Policy
- Inventory Management Policy
- Investment Policy
- Loss Control Policy
- Property Rates Policy
- Supply Chain Management Policy
- Tariff Policy
- UIF&W Policy
- Virement Policy

The proposed tariff increase for the financial year 2025/26 to be effective by 1 July 2025 is as follows:

<b>2025/26</b>	<b>2026/27</b>	<b>2027/28</b>
4.4%	4.5%	4.6%

## 7. OVERVIEW OF BUDGET ASSUMPTIONS

The municipal fiscal environment is influenced by a variety of macro-economic control measures. National Treasury provides guidelines on the ceiling of the year-on-year increase in the total operating budget, while the National Electricity Regulator of South Africa (NERSA) regulates bulk electricity tariff increases. The municipality's employee-related costs are also influenced by collective agreements concluded in the South African Local Government Bargaining Council.

The following principles and guidelines directly informed the compilation of the budget:

- The priorities and targets, relating to the key strategic focus areas, as outlined in the IDP.
- The need to enhance the municipality's revenue base.
- Expansion of municipal services.

## **8. OVERVIEW OF BUDGET FUNDING**

In terms of Section 18 of the Municipal Finance Management Act, an annual budget may be funded from:

- Realistically anticipated revenues to be collected.
- Cash-backed accumulated funds from the previous year's surpluses not committed for other purposes.
- Borrowed funds but only for the capital budget referred to in Section 17

On the basis of the above, it should be noted that the municipal budget is funded mainly from:

- ✓ Equitable Share which constitutes 53% of the total revenue is to fund the day-to-day running of the municipality and fund the services consumed by the indigent section of the community.
- ✓ Conditional Grants (MIG, INEP, EPWP and FMG) constitute 18% and the grant is used to fund the infrastructure backlog as well as capacitate the Budget and Treasury Office.
- ✓ Own revenue is projected to constitute 29% of the budget. (Relates to realistically anticipated revenue to be collected) This portion of the budget depends on the municipal ability to raise and collect revenue so that it can be able to fund its operations.

## **9. COUNCILORS AND EMPLOYEE BENEFITS**

Salaries are budgeted R299,7-million which represents 37% of the total operating expenditure budget and a provision of R33,4 million for the councilor's remuneration has been made for the 2025/26 financial year.

## **10. LEGISLATION COMPLIANCE STATUS**

### **10.1 IDP**

A draft revised 2025/26 IDP has been developed, which will be considered by Council. The IDP included specific deliverables that form the basis for the Budget and SDBIP.

## **10.2 Budget**

The draft budget document has been developed taking the MFMA and National Treasury requirements into account. Budgets are being tabled and approved within the required legislated timeframes.

## **10.3 In-year Reporting**

The municipality submits the various reports required to the Mayor, Council, and National Treasury on an ongoing basis, in accordance with the MFMA.

## **10.4 Supply Chain Management Policy**

A Supply Chain Management Policy has been adopted and implemented in accordance with the MFMA and National Treasury requirements.

## **10.5 Budget and Treasury**

A budget and Treasury Office has been established in accordance with the MFMA and National Treasury's requirements, consisting of a CFO and municipal officials reporting to the CFO.

## **10.6 Audit Committee**

An Audit Committee is shared with the District.

## **10.7 Internal Audit Functions**

Internal Audit Unit has been established and is functional.

## **10.8 Internship Programme**

The municipality is participating in the Municipal Financial Management Internship programme, and currently employed three interns undergoing training in various divisions of the Financial Services Department. Since the introduction of the Internship programme the municipality has successfully employed and trained interns through this programme.

## **10.9 Municipal Standard Chart of Account (Mscoa)**

The municipality has made significant progress on compliance. Data strings are uploaded monthly, and green status has been maintained for several years now. Legislative required information has been submitted. The municipality is continuously working on reaching full compliance. The budget schedules are generated from the financial system.

## **11. MUNICIPAL MANAGER'S QUALITY CERTIFICATION**

### Quality Certificate

I M.M Mathebela, Municipal Manager of Dr JS Moroka Local Municipality, hereby certify that the 2025/26 draft annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are aligned with the Integrated Development Plan of the municipality.

Print Name **MATHARA MONICA MATHEBELA**

Municipal Manager of Dr JS Moroka Local Municipality (MP316)



# dr.jsmlm

**Dr JS Moroka Local Municipality**

**OFFICE OF THE MUNICIPAL MANAGER**

**Address:** 2601/3 Bongimfundo Street, Siyabuswa  
**Postal Address:** Private Bag X4012, Siyabuswa, 0472  
**Tel:** (013) 973 1101/1390  
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**Website:** www.moroka.gov.za  
**Email:** municipalmanager@moroka.gov.za  
**Facebook:** Dr JS Moroka Local Municipality  
**Twitter:** @DrJS\_Moroka

## **QUALITY CERTIFICATE: DR JS MOROKA LOCAL MUNICIPALITY 2025/2026 DRAFT ANNUAL BUDGET**

Please find the quality certificate, as set out in the Government Gazette number 32141 dated 17 April 2009 of Dr JS Moroka Local Municipality.

I, M.M Mathebela Municipal Manager of Dr JS Moroka Local Municipality, hereby certify that the 2025/2026 Draft Annual Budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act.

Yours faithfully,

**MS M.M MATHEBELA  
MUNICIPAL MANAGER**

28/03/2025.  
**DATE**



# dr.jsmlm

Dr JS Moroka Local Municipality

OFFICE OF THE SPEAKER

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Enq: Zulu L T

26 March 2025

## TO: CHIEF FINANCIAL OFFICER

1. You are hereby informed that Council at its Special Meeting held on the 26 March 2025 resolved as follows:

### **R380.03.2025 ND DRAFT ANNUAL BUDGET 2025/2026 – 2027/2028 MTREF**

#### **1. COUNCIL RESOLVED-**

- 1.1. **THAT**, Council adopt the 2025/26 to 2027/28 Draft Medium Term Revenue and Expenditure Framework as follows:

<b>REVENUE &amp; EXPENDITURE SUMMARY</b>	<b>2025/2026 DRAFT BUDGET</b>	<b>2026/2027 BUDGET</b>	<b>2027/2028 BUDGET</b>
REVENUE	996 852 000	1 012 455 000	1 052 493 000
OPERATIONAL EXPENDITURE	- 829 047 000	- 854 987 711	- 876 362 403
CAPITAL EXPENDITURE	- 153 994 701	- 166 282 000	- 177 921 740
<b>SURPLUS/(DEFICIT)</b>	<b>13 810 299</b>	<b>- 8 814 711</b>	<b>- 1 791 143</b>

- 1.2. **THAT**, Council adopts the proposed Tariff increase for the services provided by the municipality as contained in the tariff structure.


- 1.3. **THAT**, Council adopts the following budget-related policies:

- 1.3.1. Asset Management Policy
- 1.3.2. Budget Policy
- 1.3.3. Cost Containment Policy
- 1.3.4. Credit Control and Debt collection policy
- 1.3.5. Free Basic Services and Indigent Support Policy
- 1.3.6. Grants Policy

All correspondence should be addressed to The Municipal Manager  
"We develop as we grow"

- 1.1.1. Impairment of Debts and Write off Policy
- 1.1.2. Insurance Management Policy
- 1.1.3. Inventory Management Policy
- 1.1.4. Investment Policy
- 1.1.5. Loss Control Policy
- 1.1.6. Property Rates Policy
- 1.1.7. Supply Chain Management Policy
- 1.1.8. Tariff Policy
- 1.1.9. UIF&W Policy
- 1.1.10. Virement Policy
- 1.1.11. Supply Chain Management Policy

2. Please ensure that the above resolution of Council is dealt with.



**CLLR NKOANE M.R**  
**SPEAKER**