



**Adjusted Medium Term  
Revenue and Expenditure  
Framework (MTREF)**

**ADJUSTMENT BUDGET**

**2025/2026 MTREF (2026/27 and 2027/28)**

**(26 JUNE 2026)**

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# Glossary

**Adjustments Budgets** – Prescribed in section 28 of the Municipal Finance Management Act.

It is the formal means by which a municipality may revise its budget during a financial year.

**Allocations** – Money received from Provincial and National Treasury.

**Budget** – The financial plan of a municipality.

**Budget related policy** – Policy of a municipality affecting or affected by the budget.

**Capital Expenditure** – Spending on municipal assets such as land, buildings and vehicles.

Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent by the Municipality, and the month end balances of cash and short-term investments. Cash receipts and payments do not always coincide with budgeted revenue and expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month that the services or goods are received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. The annual piece of legislation that indicate the allocations from National Government to Local Government.

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted to assist with free basic services.

**GDFI** - Gross Domestic Fixed Investment

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates comparisons between municipalities.

**ICT** – Information Communication Technology

**IDP** – Integrated Development Plan. The main strategic planning document of a municipality.

**KPI** – Key Performance Indicators. Measures of service output and/or outcome.

**MBBR** - Municipal Budget Reporting Regulations

**MFMA** - Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to municipal financial management.

**MTREF** – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level.

**ODM** – Overberg District Municipality

**Operating Expenditure** – Spending on the day-to-day expenses of a municipality such as general expenses, salaries & wages, and repairs & maintenance.

**Rates** – Local Government tax based on assessed valuation of a property.

**TMA** – Total Municipal Account

**SDBIP** – Service Delivery Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic Objectives** – The main priorities of a municipality as set out in the IDP Budgeted spending must contribute towards achievement of these strategic objectives.

**Vote** – One of the main segments into which a budget is divided, usually at department level.

# **PART 1 – ADJUSTMENT BUDGET**

## **1) Mayors Report**

The administration table a revised budget for the 2025/26 financial year to council with justifications and reasons as follows –

Municipal emergency fleet capacity – as part of the strategy of Council to ensure that emergency services capacity is expanded to ensure service delivery to the Region. Council together with administration embark on a strategy to engage with Provincial and National departments to evaluate access fleet capacity that can be used in municipal operations. As part of this initiative the municipality successfully engage the Department of Infrastructure that donated numerous vehicles that can support the delivery of services when required.

These denoted vehicles need to be recognised on the municipal asset register and require inclusion as part of the donated assets.

Capacitating local municipality – As part of the municipal district mandate to support the local municipalities in the region where capacity challenges we engage with Cape Agulhas municipality in collaboration and with the approval of the Department of Infrastructure and utilised the municipal Roads capacity to perform maintenance / upgrading on the local municipal roads network. This initiative was performed with municipal resources with the human capacity and the local municipality as part of the agreement will transfer the funds to the municipality. The project was successfully complete and needs to be included in the budget to ensure accurate reflection of the transactions.

Seconding agreement with the Department of Police oversight and Community safety – The department request the municipal Council approval for the seconding of the municipal manager to assist and support the department with community safety functions. As part of the agreement that Council approved the department will compensate the municipality for the duration of the seconding agreement. These transactions need to be included as part of the municipal revenues and budgeted accordingly.

Review of operational and capital items – Based on the actual performance review of other operational and capital items is proposed with explanations given.

Capital project: Karwyderskraal project spending – The contractor is currently on-site, and the implementing of the project is underway. The consulting engineer communicates that due to the extreme consistent adverse weather conditions experienced in the area as well as the challenges with importing strategic materials project implementation is impacted. Projected cashflow forecasting spending will this be required due to these delays. The administration is tabling revision of the capital project to ensure that spending aligns with the project implementation timeframes.

Other capital projects – Numerous other capital projects is finalised with small balance as savings as well as other changes proposed that will be explained in more detail in the report.

**The adjustment budget is tabled to Council taking into considerations the following legislated stipulations**

*Section 28 of the MFMA.*

*(1) A municipality may revise an approved annual budget through an adjustments budget.*

**(2) An adjustments budget —**

- (a) **must adjust the revenue and expenditure estimates downwards** if there is **material under collection** of revenue during the budget 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 financial year preceding the budget year**, where the under-spending **could not reasonably have been foreseen** at the time when the annual budget for the budget 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.”*

**In addition to Section 28 of the MFMA, Section 23 of the Municipal Budgeting and Reporting Regulations states as follows:**

*“23. Timeframes for tabling of adjustments budgets*

- (a) *An adjustments budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time **during the mid-year budget and performance assessment** has been tabled in the council, but not later than **28 February** of the current year.*
- (b) *Only one adjustments budget referred to in sub-regulation (1) may be tabled in the municipal council during a financial year, except when the additional revenues contemplated in section 28(2)(b) of the Act are **allocations to a municipality in a national or provincial adjustments budget**, in which case sub-regulation (3) applies.*
- (c) *If a national or provincial adjustments budget allocates or transfers additional revenues to a municipality, the mayor of the municipality must, at the **next available council meeting, but within 60 days** of the approval of the relevant national or provincial adjustments budget, table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues.*
- (d) *An adjustments budget referred to in section 28(2)(c) of the Act must be tabled in the municipal council at the **first available opportunity after the unforeseeable and unavoidable expenditure contemplated in that section was incurred** within the period set in section 29(3) of the Act.*
- (e) *An adjustments budget referred to in section 28(2)(e) of the Act may only be **tabled after the end of the financial year to which the roll-overs relate** and must be approved by the municipal council by 25 August of the financial year following the financial year to which the roll-overs relate.*
- (f) *An adjustments budget contemplated in section 28(2)(G) of the Act may **only authorize unauthorized expenditure as anticipated by section 32(2)(a)(i) of the Act**, and must be – dealt with as part of the adjustments budget contemplated in sub-regulation (1); and*

(g) *A special adjustments budget tabled in the municipal council when the **mayor tables the annual report in terms of section 127(2) of the Act, which may only deal with unauthorized expenditure** from the previous financial year which the council is being requested to authorize in terms of section 32(2)(a) (i) of the Act.”*

## 2) High level overview of Adjustment budget

Based on the above legislative guidance the following Adjustment budget is tabled for council for approval. More detailed information explains the contents of the information.

### Operational Budget information

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original A	Prior 1 A1	Other 6 F	Total 7 G	Adjusted 8 H	Adjusted	Adjusted
<b>R thousands</b>							
<b>Financial Performance</b>							
Property rates	–	–	–	–	–	–	–
Service charges	18 771	19 746	–	–	19 746	20 085	20 989
Investment revenue	9 202	9 202	(850)	(850)	8 352	9 607	10 039
Transfers recognised - operational	98 798	100 599	–	–	100 599	96 146	100 530
Other own revenue	180 041	181 118	1 470	1 470	182 587	193 353	202 508
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>306 812</b>	<b>310 665</b>	<b>620</b>	<b>620</b>	<b>311 285</b>	<b>319 191</b>	<b>334 066</b>
Employee costs	173 064	172 253	(225)	(225)	172 028	182 449	192 265
Remuneration of councillors	7 136	7 136	–	–	7 136	7 565	8 018
Depreciation & asset impairment	3 797	3 770	–	–	3 770	3 798	3 827
Finance charges	1 427	1 427	(25)	(25)	1 402	1 136	1 183
Inventory consumed and bulk purchases	44 121	45 059	759	759	45 818	48 358	49 438
Transfers and subsidies	1 000	895	(143)	(143)	752	1 045	1 092
Other expenditure	76 222	80 076	254	254	80 330	74 517	77 771
<b>Total Expenditure</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/(Deficit)</b>	<b>45</b>	<b>49</b>	<b>–</b>	<b>–</b>	<b>49</b>	<b>325</b>	<b>471</b>
Transfers and subsidies - capital (monetary)	500	948	–	–	948	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; Share of surplus/ (deficit) of associate</b>	<b>545</b>	<b>997</b>	<b>–</b>	<b>–</b>	<b>997</b>	<b>325</b>	<b>471</b>
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>–</b>	<b>–</b>	<b>997</b>	<b>325</b>	<b>471</b>

### The municipality revised the Approved budget as follows –

The nett effect of the operational revised budget remains the same as the previous budget approved by Council. The adjustments highlight additional revenue received, and those that was over anticipated. The expenditure was reviewed and prioritisation guided areas of significant savings and those that required funding to conclude this financial year.

More detail analysis will be provided below.

Below breakdown of the operational budget per Functional classification for more clarifications relating to the specific adjustments processed.

## Operational budget per function

Standard Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		5	10	11	12		
<b>R thousands</b>	<b>A</b>	<b>A1</b>	<b>F</b>	<b>G</b>	<b>H</b>		
<b>Revenue - Functional</b>							
<b>Governance and administration</b>	<b>114 240</b>	<b>116 754</b>	<b>(250)</b>	<b>(250)</b>	<b>116 504</b>	<b>112 686</b>	<b>116 370</b>
Executive and council	34 521	34 521	600	600	35 121	32 163	32 158
Finance and administration	79 720	82 233	(850)	(850)	81 383	80 523	84 212
Internal audit	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>42 619</b>	<b>44 207</b>	<b>1 287</b>	<b>1 287</b>	<b>45 493</b>	<b>46 464</b>	<b>51 566</b>
Sport and recreation	23 795	25 133	-	-	25 133	25 123	28 184
Public safety	14 223	14 573	1 287	1 287	15 860	16 494	18 278
Health	4 600	4 500	-	-	4 500	4 846	5 103
<b>Economic and environmental services</b>	<b>131 832</b>	<b>131 832</b>	<b>870</b>	<b>870</b>	<b>132 702</b>	<b>140 117</b>	<b>145 309</b>
Planning and development	-	-	-	-	-	-	-
Road transport	131 694	131 694	870	870	132 564	139 970	145 155
Environmental protection	138	138	-	-	138	147	154
<b>Trading services</b>	<b>18 621</b>	<b>18 821</b>	<b>-</b>	<b>-</b>	<b>18 821</b>	<b>19 925</b>	<b>20 821</b>
Waste management	18 621	18 821	-	-	18 821	19 925	20 821
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Functional</b>	<b>307 312</b>	<b>311 613</b>	<b>1 906</b>	<b>1 906</b>	<b>313 519</b>	<b>319 191</b>	<b>334 066</b>
<b>Expenditure - Functional</b>							
<b>Governance and administration</b>	<b>68 556</b>	<b>69 285</b>	<b>-</b>	<b>-</b>	<b>69 285</b>	<b>74 309</b>	<b>78 513</b>
Executive and council	11 682	11 739	-	-	11 739	12 341	13 038
Finance and administration	54 512	55 183	-	-	55 183	59 477	62 846
Internal audit	2 363	2 363	-	-	2 363	2 492	2 628
<b>Community and public safety</b>	<b>92 299</b>	<b>95 370</b>	<b>(250)</b>	<b>(250)</b>	<b>95 120</b>	<b>90 130</b>	<b>94 800</b>
Sport and recreation	22 250	23 157	(196)	(196)	22 961	20 183	21 165
Public safety	46 060	47 449	(4)	(4)	47 445	48 424	51 003
Health	23 989	24 764	(50)	(50)	24 714	21 522	22 633
<b>Economic and environmental services</b>	<b>137 524</b>	<b>137 469</b>	<b>870</b>	<b>870</b>	<b>138 338</b>	<b>146 094</b>	<b>151 624</b>
Planning and development	1 898	1 899	-	-	1 899	2 005	2 124
Road transport	131 694	131 694	870	870	132 564	139 970	145 155
Environmental protection	3 932	3 875	-	-	3 875	4 119	4 345
<b>Trading services</b>	<b>8 387</b>	<b>8 492</b>	<b>-</b>	<b>-</b>	<b>8 492</b>	<b>8 334</b>	<b>8 657</b>
Waste management	8 387	8 492	-	-	8 492	8 334	8 657
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditure - Functional</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>

## Capital Budget information

Description	Ref	Budget Year 2025/26					Budget Year	Budget Year
		Original	Prior	Other	Total	Adjusted	Adjusted	Adjusted
R thousands		A	5 A1	10 F	11 G	12 H		
<b>Capital expenditure - Vote</b>								
<b>Multi-year expenditure to be adjusted</b>	2							
Vote 5 - Community Services		9 200	33 650	(10 020)	(10 020)	23 630	30 800	2 900
<b>Capital multi-year expenditure sub-total</b>	3	<b>9 200</b>	<b>33 650</b>	<b>(10 020)</b>	<b>(10 020)</b>	<b>23 630</b>	<b>30 800</b>	<b>2 900</b>
<b>Single-year expenditure to be adjusted</b>	2							
Vote 1 - Municipal Manager		23	22	-	-	22	-	-
Vote 3 - Corporate Services		2 675	1 547	(500)	(500)	1 047	35	35
Vote 4 - Finance		42	42	-	-	42	-	-
Vote 5 - Community Services		2 938	4 774	787	787	5 561	53	90
<b>Capital single-year expenditure sub-total</b>		<b>5 678</b>	<b>6 385</b>	<b>287</b>	<b>287</b>	<b>6 672</b>	<b>88</b>	<b>125</b>
<b>Total Capital Expenditure - Vote</b>		<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

The Adjustment in the capital budget is largely tabled to recognise the assets donated in kind from the Department of Infrastructure as well the alignment of the Karwyderskraal landfill budget for the three-year period to the actual site construction to date and projections going forward.

The revision of the adjustment budget will result in a pro-longing of the landfill construction from the current financial year, into the next year hence, reducing borrowings for this year as well as adding the additional donated assets in kind and removing project postponed to the next financial year under own generated funds.

Description	Budget Year 2025/26					Budget Year +1	Budget Year +2
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	5 A1	10 F	11 G	12 H		
<b>Funded by:</b>							
National Government	-	-	-	-	-	-	-
Provincial Government	500	948	-	-	948	-	-
District Municipality	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>500</b>	<b>948</b>	<b>-</b>	<b>-</b>	<b>948</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>9 200</b>	<b>33 500</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>23 500</b>	<b>25 700</b>	<b>-</b>
<b>Internally generated funds</b>	<b>5 178</b>	<b>5 587</b>	<b>267</b>	<b>267</b>	<b>5 854</b>	<b>5 188</b>	<b>3 025</b>
<b>Total Capital Funding</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

## **Balance sheet and Cashflow information**

Description	Budget Year 2025/26					Budget Year	Budget Year
	Original	Prior	Other	Total	Adjusted	+1 2026/27	+2 2027/28
R thousands	A	1 A1	6 F	7 G	8 H	Adjusted	Adjusted
<b>Financial position</b>							
Total current assets	78 259	85 531	(267)	(267)	85 265	84 140	85 430
Total non current assets	138 329	164 286	(9 733)	(9 733)	154 553	172 632	173 171
Total current liabilities	31 921	33 435	–	–	33 435	35 100	38 193
Total non current liabilities	63 289	92 679	(10 000)	(10 000)	82 679	97 645	95 909
Community wealth/Equity	<b>121 378</b>	<b>123 703</b>	–	–	<b>123 703</b>	<b>124 027</b>	<b>124 498</b>
<b>Cash flows</b>							
Net cash from (used) operating	2 140	1 241	–	–	1 241	4 477	6 490
Net cash from (used) investing	(12 218)	(37 375)	9 733	9 733	(27 642)	(19 008)	(2 397)
Net cash from (used) financing	2 099	27 899	(10 000)	(10 000)	17 899	13 403	(2 920)
Cash/cash equivalents at the year end	<b>64 346</b>	<b>70 590</b>	<b>(267)</b>	<b>(267)</b>	<b>70 324</b>	<b>69 196</b>	<b>70 370</b>

Based on the balance sheet analysis as well as the cash flow projections the proposed Adjustment budget tabling will result in a small decline in the municipal cashflow projection for the financial year largely due to the construction of Karwyderskraal landfill. The balance sheet will however improve as soon as the donated asset in kind is recognised.

Cash flow should improve from the original budget of R64.3 million to a projected R70.3 million for the period ending 30 June 2026.

Based on the above high-level explanation the mayor proposes the following –

### **3) Recommendations**

It is recommended:

- 1) That Council approves the 2025/2026 June adjustments budget, and
- 2) That the SDBIP be amended according to the Adjustment Budget.

**Executive Mayor**

**Alderman AE Franken**

## **4) Resolutions**

### **ADJUSTMENT BUDGET 2025/2026**

The resolution tabled at Council for consideration upon approval of the adjustment budget is:

#### **RECOMMENDATION:**

That Council approves the following:

- 1) That the adjustments budget of the Overberg District Municipality for the financial year 2025/2026 as set out in the report and the schedules contained in Annexure A be approved
- 2) That it be noted that there are no changes to any budget-related policies

# Executive Summary

The following will be included/amended/corrected in the 2025/26 adjustment budget pertaining the Operational and Capital Budget.

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		1	6	7	8		
R thousands	A	A1	F	G	H		
<b>Financial Performance</b>							
Service charges	18 771	19 746	–	–	19 746	20 085	20 989
Investment revenue	9 202	9 202	(850)	(850)	8 352	9 607	10 039
Transfers recognised - operational	98 798	100 599	–	–	100 599	96 146	100 530
Other own revenue	180 041	181 118	1 470	1 470	182 587	193 353	202 508
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>306 812</b>	<b>310 665</b>	<b>620</b>	<b>620</b>	<b>311 285</b>	<b>319 191</b>	<b>334 066</b>
Employee costs	173 064	172 253	(225)	(225)	172 028	182 449	192 265
Remuneration of councillors	7 136	7 136	–	–	7 136	7 565	8 018
Depreciation & asset impairment	3 797	3 770	–	–	3 770	3 798	3 827
Finance charges	1 427	1 427	(25)	(25)	1 402	1 136	1 183
Inventory consumed and bulk purchases	44 121	45 059	759	759	45 818	48 358	49 438
Transfers and subsidies	1 000	895	(143)	(143)	752	1 045	1 092
Other expenditure	76 222	80 076	254	254	80 330	74 517	77 771
<b>Total Expenditure</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/(Deficit)</b>	<b>45</b>	<b>49</b>	<b>–</b>	<b>–</b>	<b>49</b>	<b>325</b>	<b>471</b>
Transfers and subsidies - capital (monetary allocations)	500	948	–	–	948	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	1 287	1 287	1 287	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>
<b>Capital expenditure &amp; funds sources</b>							
<b>Capital expenditure</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
Transfers recognised - capital	500	948	–	–	948	–	–
Borrowing	9 200	33 500	(10 000)	(10 000)	23 500	25 700	–
Internally generated funds	5 178	5 587	267	267	5 854	5 188	3 025
<b>Total sources of capital funds</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		1	6	7	8		
<b>Financial position</b>							
Total current assets	78 259	85 531	1 020	1 020	86 551	85 427	86 716
Total non current assets	138 329	164 286	(9 733)	(9 733)	154 553	182 632	183 171
Total current liabilities	31 921	33 435	-	-	33 435	35 100	38 193
Total non current liabilities	63 289	92 679	(10 000)	(10 000)	82 679	107 645	105 909
Community wealth/Equity	<b>121 378</b>	<b>123 703</b>	<b>1 287</b>	<b>1 287</b>	<b>124 989</b>	<b>125 314</b>	<b>125 785</b>
<b>Cash flows</b>							
Net cash from (used) operating	2 140	1 241	-	-	1 241	4 477	6 490
Net cash from (used) investing	(12 218)	(37 375)	11 020	11 020	(26 355)	(29 008)	(2 397)
Net cash from (used) financing	2 099	27 899	(10 000)	(10 000)	17 899	23 403	(2 920)
<b>Cash/cash equivalents at the year end</b>	<b>64 346</b>	<b>70 590</b>	<b>1 020</b>	<b>1 020</b>	<b>71 610</b>	<b>70 483</b>	<b>71 657</b>
<b>Cash backing/surplus reconciliation</b>							
Cash and investments available	64 346	70 590	1 020	1 020	71 610	70 483	71 657
Application of cash and investments	24 778	25 234	(126)	(126)	25 108	24 779	24 808
<b>Balance - surplus (shortfall)</b>	<b>39 568</b>	<b>45 357</b>	<b>1 146</b>	<b>1 146</b>	<b>46 503</b>	<b>45 704</b>	<b>46 849</b>
<b>Asset Management</b>							
Asset register summary (WDV)	115 278	140 346	(9 733)	(9 733)	130 613	157 803	157 100
Depreciation	3 697	3 670	-	-	3 670	3 698	3 727
Renewal and Upgrading of Existing Assets	12 549	37 244	(10 990)	(10 990)	26 254	30 870	2 938
Repairs and Maintenance	10 262	9 259	351	351	9 611	10 515	10 983

The administration tabled a revised budget based on the additional funding that become available. Numerous donated assets also needed to be accounted for as part of the adjustment budget process.

The proposed adjustment will have a positive impact on the municipal obligations for the 2025/26 financial year. Cashflow should also improve and the effect on the balance sheet is positive with additional capital items included and updated.

Below detail summary of the Revenue by Source and Expenditure per type with relevant explanations of all changed accommodated and included as part of the budget document.

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	F	G	H		
<b>Revenue By Source</b>							
<b>Exchange Revenue</b>							
Service charges - Water	–	25	–	–	25	–	–
Service charges - Waste Water Management	150	900	–	–	900	161	168
Service charges - Waste Management	18 621	18 821	–	–	18 821	19 925	20 821
Sale of Goods and Rendering of Services	144 147	144 997	–	–	144 997	155 264	162 181
Agency services	13 951	13 951	–	–	13 951	14 606	15 147
Interest earned from Receivables	318	322	–	–	322	340	374
Interest earned from Current and Non Current Assets	9 202	9 202	(850)	(850)	8 352	9 607	10 039
Rental from Fixed Assets	16 165	16 165	–	–	16 165	18 563	21 311
Licence and permits	1 445	1 345	–	–	1 345	1 546	1 654
Operational Revenue	1 356	1 679	1 470	1 470	3 148	1 155	1 213
<b>Non-Exchange Revenue</b>							
Transfers and subsidies - Operational	98 798	100 599	–	–	100 599	96 146	100 530
Gains on disposal of Assets	2 660	2 660	–	–	2 660	1 880	628
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>306 812</b>	<b>310 665</b>	<b>620</b>	<b>620</b>	<b>311 285</b>	<b>319 191</b>	<b>334 066</b>
<b>Expenditure By Type</b>							
Employee related costs	173 064	172 253	(225)	(225)	172 028	182 449	192 265
Remuneration of councillors	7 136	7 136	–	–	7 136	7 565	8 018
Inventory consumed	44 121	45 059	759	759	45 818	48 358	49 438
Debt impairment	100	100	–	–	100	100	100
Depreciation and amortisation	3 697	3 670	–	–	3 670	3 698	3 727
Interest	1 427	1 427	(25)	(25)	1 402	1 136	1 183
Contracted services	35 245	38 669	(1 790)	(1 790)	36 879	29 678	30 775
Transfers and subsidies	1 000	895	(143)	(143)	752	1 045	1 092
Operational costs	40 976	41 407	2 044	2 044	43 451	44 839	46 996
<b>Total Expenditure</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/(Deficit)</b>	<b>45</b>	<b>49</b>	<b>–</b>	<b>–</b>	<b>49</b>	<b>325</b>	<b>471</b>
Transfers and subsidies - capital (monetary allocations)	500	948	–	–	948	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	1 287	1 287	1 287	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>

## **Summary**

These changes reflect the total expenditure review as tabled to Council with all relevant information. Most of these changes was processed during the financial year as part of virement adjustments.

The impact on the cashflow projections is as per the table below –

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original	Prior 1	Other 6	Total 7	Adjusted 8	Adjusted	Adjusted
R thousands	A	A1	F	G	H		
<b>Financial position</b>							
Total current assets	78 259	85 531	(267)	(267)	85 265	84 140	85 430
Total non current assets	138 329	164 286	(9 733)	(9 733)	154 553	172 632	173 171
Total current liabilities	31 921	33 435	–	–	33 435	35 100	38 193
Total non current liabilities	63 289	92 679	(10 000)	(10 000)	82 679	97 645	95 909
Community wealth/Equity	<b>121 378</b>	<b>123 703</b>	–	–	<b>123 703</b>	<b>124 027</b>	<b>124 498</b>
<b>Cash flows</b>							
Net cash from (used) operating	2 140	1 241	–	–	1 241	4 477	6 490
Net cash from (used) investing	(12 218)	(37 375)	9 733	9 733	(27 642)	(19 008)	(2 397)
Net cash from (used) financing	2 099	27 899	(10 000)	(10 000)	17 899	13 403	(2 920)
<b>Cash/cash equivalents at the year end</b>	<b>64 346</b>	<b>70 590</b>	<b>(267)</b>	<b>(267)</b>	<b>70 324</b>	<b>69 196</b>	<b>70 370</b>
<b>Cash backing/surplus reconciliation</b>							
Cash and investments available	64 346	70 590	(267)	(267)	70 324	69 196	70 370
Application of cash and investments	24 778	25 234	(126)	(126)	25 108	24 779	24 808
<b>Balance - surplus (shortfall)</b>	<b>39 568</b>	<b>45 357</b>	<b>(140)</b>	<b>(140)</b>	<b>45 216</b>	<b>44 417</b>	<b>45 562</b>

A detailed analysis of the different Revenue sources and Expenditure classifications are visible in the tabled information below.

### 1.1 Adjusted Revenue sources

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	F	G	H		
<b>Revenue By Source</b>							
<b>Exchange Revenue</b>							
Service charges - Water	–	25	–	–	25	–	–
Service charges - Waste Water Management	150	900	–	–	900	161	168
Service charges - Waste Management	18 621	18 821	–	–	18 821	19 925	20 821
Sale of Goods and Rendering of Services	144 147	144 997	–	–	144 997	155 264	162 181
Agency services	13 951	13 951	–	–	13 951	14 606	15 147
Interest earned from Receivables	318	322	–	–	322	340	374
Interest earned from Current and Non Current Assets	9 202	9 202	(850)	(850)	8 352	9 607	10 039
Rental from Fixed Assets	16 165	16 165	–	–	16 165	18 563	21 311
Licence and permits	1 445	1 345	–	–	1 345	1 546	1 654
Operational Revenue	1 356	1 679	1 470	1 470	3 148	1 155	1 213
<b>Non-Exchange Revenue</b>							
Transfers and subsidies - Operational	98 798	100 599	–	–	100 599	96 146	100 530
Gains on disposal of Assets	2 660	2 660	–	–	2 660	1 880	628
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>306 812</b>	<b>310 665</b>	<b>620</b>	<b>620</b>	<b>311 285</b>	<b>319 191</b>	<b>334 066</b>

## **REVENUE BY SOURCE**

### **Exchange Revenue**

#### **Interest earned from Current and Non-current Assets – (R850,000) decrease**

The budget for interest from investment of access funds will not be achieved. Numerous contributing factors influenced the underachieving with the main factors the cash position of the municipality as well as the impact of the adverse economic conditions currently underway. The low-interest rate environment also affect performance to date. The funding of the capital project Karwyderskraal landfill site as well as the Roads function due to the challenges experienced with the department with the finalisation of the MOU also affected available cash resources.

Budget is reduced to aligned with actual revenues reported.

#### **Operational Revenues – R1,469,565**

##### **Cape Agulhas / DOI / SLA agreement - R869 565 – Additional funding**

The Cape Agulhas municipality with consultation of the Department of Infrastructure collaborate on the maintenance of Infrastructure roads within the municipal area. An SLA was signed and the municipality provide technical assistance with man and machine to ensure service delivery within the municipal boundaries. The agreement stipulates that the municipality will refund the cost associated with materials to the municipality. These funds were received and budgeted provision is now required.

##### **Seconding agreement with the Department of Police oversight and Community safety – R600,000**

The department formally requested the seconding of municipal officials to assist in community safety functions. A formal agreement was signed, and the conditions and stipulations of the agreement was that the department will compensate the municipality for the duration of the agreement based on the cost of employment of the official.

A projected calculation was done per the agreement and the funds needed to be accounted for in the municipal budget.

## 1.2 Operational expenditure adjustments

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	8	9	10		
<b>R thousands</b>	<b>A</b>	<b>A1</b>	<b>F</b>	<b>G</b>	<b>H</b>		
<b>Expenditure By Type</b>							
Employee related costs	173 064	172 253	(225)	(225)	172 028	182 449	192 265
Remuneration of councillors	7 136	7 136	-	-	7 136	7 565	8 018
Bulk purchases - electricity	-	-	-	-	-	-	-
Inventory consumed	44 121	45 059	759	759	45 818	48 358	49 438
Debt impairment	100	100	-	-	100	100	100
Depreciation and amortisation	3 697	3 670	-	-	3 670	3 698	3 727
Interest	1 427	1 427	(25)	(25)	1 402	1 136	1 183
Contracted services	35 245	38 669	(1 790)	(1 790)	36 879	29 678	30 775
Transfers and subsidies	1 000	895	(143)	(143)	752	1 045	1 092
Irrecoverable debts written off	-	-	-	-	-	-	-
Operational costs	40 976	41 407	2 044	2 044	43 451	44 839	46 996
Losses on disposal of Assets	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	-

### Expenditure by Type

#### Employee related costs -(R225 000)

The decrease in employee related cost is mostly accounted within the Roads department. The roads department is funded by Department of Infrastructure. The review of the expenditures was to ensure spending of the allocated budget on maintenance related activities where due to numerous vacancies and overtime savings budgets could not be utilised.

#### Inventory consumed - R759 247

The impact of the increase in the higher than anticipated and budgeted fuel related expenditures due to the diesel increases is evident in virements that was approved. This was to ensure that service delivery departments can continue functioning. The expenditure was allocated towards the Roads department (391 739) LED and tourism that included the municipal resorts and Municipal health services.

#### Contracted services – (R1 789 845)

The bulk of the expenditure review was allocated to the Roads function (R929 149). The LED and Tourism unit (R546 652) also included a project – feasibility funding. The SCM process was conclude and the tendered amount was below budgeted projections. The project is funded by Provincial as well as municipal own revenues sources. Re-allocation of these funds



**SUMMARY INCOME & EXPENDITURE 2025/2026 MTREF EXCLUDING ROADS AGENCY**

Revenue by Source	Original Budget 2025/26	Adjustment Budget Budget 2025/26	Adjustment Budget Budget 2025/26 (DEC)	Adjustment Budget Budget 2025/26 (FEB)	Adjustment Budget Budget 2025/26 (Jun)	Adjustment
Service charges - Water	R -	R 25 000.00	R 25 000.00	R 25 000.00	R 25 000.00	R -
Service charges - Waste Water Management	R 150 000.00	R 900 000.00	R 900 000.00	R 900 000.00	R 900 000.00	R -
Service charges - Waste Management	R 18 621 064.00	R 18 621 064.00	R 18 621 064.00	R 18 821 064.00	R 18 821 064.00	R -
Sale of Goods and Rendering of Services	R 12 453 224.00	R 12 453 224.00	R 12 453 224.00	R 13 303 224.00	R 13 303 224.00	R -
Agency services	R 13 950 699.00	R 13 950 699.00	R 13 950 699.00	R 13 950 699.00	R 13 950 699.00	R -
Interest earned from Receivables	R 318 000.00	R 322 000.00	R 322 000.00	R 322 000.00	R 322 000.00	R -
Interest earned from Current and Non Current Assets	R 9 202 000.00	R 9 202 000.00	R 9 202 000.00	R 9 202 000.00	R 8 352 000.00	R -850 000.00
Rental from Fixed Assets	R 16 164 520.00	R 16 164 520.00	R 16 164 520.00	R 16 164 520.00	R 16 164 520.00	R -
Licence and permits	R 1 444 500.00	R 1 444 500.00	R 1 444 500.00	R 1 344 500.00	R 1 344 500.00	R -
Operational Revenue	R 1 355 698.50	R 1 355 699.00	R 1 355 699.00	R 1 678 761.00	R 2 278 761.00	R 600 000.00
Transfers and subsidies - Operational	R 98 798 000.00	R 98 798 000.00	R 100 599 341.00	R 100 599 341.00	R 100 599 341.00	R -
Transfers and subsidies - Capital	R 500 000.00	R 947 983.00	R 947 983.00	R 947 983.00	R 2 234 613.00	R 1 286 630.00
Gains on disposal of Assets	R 2 660 000.00	R 2 660 000.00	R 2 660 000.00	R 2 660 000.00	R 2 660 000.00	R -
	R 175 617 705.50	R 176 844 689.00	R 178 646 030.00	R 179 919 092.00	R 180 955 722.00	R 1 036 630.00

  

Revenue by Source	Original Budget 2025/26	Adjustment Budget Budget 2025/26	Adjustment Budget Budget 2025/26 (DEC)	Adjustment Budget Budget 2025/26 (FEB)	Adjustment Budget Budget 2025/26 (Jun)	Adjustment
Employee related costs	R 101 395 626.00	R 101 395 626.00	R 101 549 525.00	R 101 549 525.00	R 101 549 525.00	R -
Remuneration of councillors	R 7 136 333.00	R 7 136 333.00	R 7 136 333.00	R 7 136 333.00	R 7 136 333.00	R -
Inventory consumed	R 4 460 220.00	R 4 403 020.00	R 4 357 640.00	R 4 393 041.00	R 4 760 549.00	R 367 508.00
Debt impairment	R 100 000.00	R 100 000.00	R 100 000.00	R 100 000.00	R 100 000.00	R -
Depreciation and amortisation	R 3 696 786.00	R 3 696 786.00	R 3 696 786.00	R 3 669 786.00	R 3 669 786.00	R -
Interest	R 1 097 236.00	R 1 097 236.00	R 1 097 236.00	R 1 097 236.00	R 1 097 236.00	R -
Contracted services	R 30 565 300.00	R 30 983 300.00	R 32 652 022.00	R 33 963 998.00	R 33 103 302.00	R -860 696.00
Transfers and subsidies	R -	R -	R -	R -	R -	R -
Operational costs	R 26 621 295.50	R 27 040 496.00	R 27 063 596.00	R 27 012 143.00	R 27 255 331.00	R 243 188.00
	R 175 072 796.50	R 175 851 797.00	R 177 653 138.00	R 178 922 062.00	R 178 672 062.00	R -250 000.00
Surplus/(Deficit)	R 544 909.00	R 992 892.00	R 992 892.00	R 997 030.00	R 2 283 660.00	R 1 286 630.00

**SUMMARY INCOME & EXPENDITURE 2025/2026 MTREF ROADS AGENCY**

Revenue by Source	Original Budget 2025/26	Adjustment Budget Budget 2025/26	Adjustment Budget Budget 2025/26 (DEC)	Adjustment Budget Budget 2025/26 (FEB)	Adjustment Budget Budget 2025/26 (Jun)	Adjustment
Sale of Goods and Rendering of Services	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R -
Operational Revenue	R -	R -	R -	R -	R 869 565.00	R 869 565.00
	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 132 563 761.00	R 869 565.00

  

Revenue by Source	Original Budget 2025/26	Adjustment Budget Budget 2025/26	Adjustment Budget Budget 2025/26 (DEC)	Adjustment Budget Budget 2025/26 (FEB)	Adjustment Budget Budget 2025/26 (Jun)	Adjustment
Employee related costs	R 71 668 000.00	R 71 568 000.00	R 71 468 000.00	R 70 703 000.00	R 70 478 000.00	R -225 000.00
Inventory consumed	R 39 661 196.00	R 40 016 196.00	R 40 216 196.00	R 40 666 196.00	R 41 057 935.00	R 391 739.00
Interest	R 330 000.00	R 330 000.00	R 330 000.00	R 330 000.00	R 305 000.00	R -25 000.00
Contracted services	R 4 680 000.00	R 5 230 000.00	R 5 230 000.00	R 4 705 000.00	R 3 775 851.00	R -929 149.00
Transfers and subsidies	R 1 000 000.00	R 895 000.00	R 895 000.00	R 895 000.00	R 751 640.00	R -143 360.00
Operational costs	R 14 355 000.00	R 13 655 000.00	R 13 555 000.00	R 14 395 000.00	R 16 195 335.00	R 1 800 335.00
Other Losses	R -	R -	R -	R -	R -	R -
	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 131 694 196.00	R 132 563 761.00	R 869 565.00
Surplus/(Deficit)	R -	R -	R -	R -	R -	R -

Most changes from the previous roads function budget to the latest submission is due to virements submitted by the user-department. Overall, the operational budget has a zero effect, however reallocations, additions and reductions were required.

### 1.3 Capital budget review and multi-year adjustments

#### Capital budget

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		5	10	11	12		
<b>R thousands</b>	<b>A</b>	<b>A1</b>	<b>F</b>	<b>G</b>	<b>H</b>		
<b>Capital expenditure - Vote</b>							
<b>Multi-year expenditure to be adjusted</b>							
Vote 5 - Community Services	9 200	33 650	(10 020)	(10 020)	23 630	30 800	2 900
<b>Capital multi-year expenditure sub-total</b>	<b>9 200</b>	<b>33 650</b>	<b>(10 020)</b>	<b>(10 020)</b>	<b>23 630</b>	<b>30 800</b>	<b>2 900</b>
<b>Single-year expenditure to be adjusted</b>							
Vote 1 - Municipal Manager	23	22	-	-	22	-	-
Vote 3 - Corporate Services	2 675	1 547	(500)	(500)	1 047	35	35
Vote 4 - Finance	42	42	-	-	42	-	-
Vote 5 - Community Services	2 938	4 774	787	787	5 561	53	90
<b>Capital single-year expenditure sub-total</b>	<b>5 678</b>	<b>6 385</b>	<b>287</b>	<b>287</b>	<b>6 672</b>	<b>88</b>	<b>125</b>
<b>Total Capital Expenditure - Vote</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
<b>Capital Expenditure - Functional</b>							
<b>Governance and administration</b>	<b>2 720</b>	<b>1 591</b>	<b>(500)</b>	<b>(500)</b>	<b>1 091</b>	<b>35</b>	<b>35</b>
Finance and administration	2 720	1 591	(500)	(500)	1 091	35	35
<b>Community and public safety</b>	<b>2 700</b>	<b>4 886</b>	<b>767</b>	<b>767</b>	<b>5 653</b>	<b>-</b>	<b>-</b>
Sport and recreation	250	523	100	100	623	-	-
Public safety	1 700	2 519	1 787	1 787	4 305	-	-
Health	750	1 845	(1 120)	(1 120)	725	-	-
<b>Economic and environmental services</b>	<b>258</b>	<b>58</b>	<b>-</b>	<b>-</b>	<b>58</b>	<b>53</b>	<b>90</b>
Planning and development	20	20	-	-	20	-	-
Environmental protection	238	38	-	-	38	53	90
<b>Trading services</b>	<b>9 200</b>	<b>33 500</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>23 500</b>	<b>30 800</b>	<b>2 900</b>
Waste management	9 200	33 500	(10 000)	(10 000)	23 500	30 800	2 900
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
<b>Funded by:</b>							
National Government	-	-	-	-	-	-	-
Provincial Government	500	948	-	-	948	-	-
District Municipality	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>500</b>	<b>948</b>	<b>-</b>	<b>-</b>	<b>948</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>9 200</b>	<b>33 500</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>23 500</b>	<b>25 700</b>	<b>-</b>
<b>Internally generated funds</b>	<b>5 178</b>	<b>5 587</b>	<b>267</b>	<b>267</b>	<b>5 854</b>	<b>5 188</b>	<b>3 025</b>
<b>Total Capital Funding</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

The capital adjustment budget proposed the following changes that ensure alignment of the project spending as well as reviewing of the completed projects.

Below explanation of the capital reviewed projects -

#### Multi-year capital project

#### Vote 5 - Community services

1. The Karwyderskraal landfill site – New Cell development Cell 5A

The final adjustment budget amendment relates to the actual construction performed at Karwyderskraal landfill development project. This project funding for the project needs to realign with the actual implementation and revised cashflow projections of the development for the Cell 5A, the composting expansion site and road upgrade. The actual construction is impacted by external factors such as weather conditions, material availabilities, fuel and others.

The anticipated operations of the cell have been postponed until November, since the current landfill will only be to full capacity later than projected.

The proposed provision for the Karwyderskraal landfill site is as follows:

<b>Financial Year</b>	<b>Original Budget</b>	<b>Mid-Year</b>	<b>Adjustments / Review</b>	<b>June Adjustment Budget</b>
<b>2025/26</b>	R 9,200,000	R33 500 000	R10,000,000	R23 500 000
<b>2026/27</b>	R20,000,000	R20 800 000	R10,000,000	R30 800 000
<b>2027/28</b>	R20,000,000	R2 900 000	R0	R2 900 000
<b>Total</b>	<b>R49,200,000</b>	<b>R57,200,000</b>	<b>0</b>	<b>R57,200,000</b>

Proposal tabled is that the Council approved the reduction of the 2025/26 capital project contributions and that the funds be allocated to the 2026/27 adjustment budget with the tabling of the current adjustment budget

These changes will need to be reviewed and updated in the final approved May 2026 budget for the 2026/27 financial year.

### **Single-year capital projects**

#### **Vote 3 – Corporate services**

The project was revised and change with the mid-year budget reviewed. Council allocate the funds towards the funding of emergency services (Fleet capacity).

#### **Vote 5 - Community services**

##### **Sport and Recreation –**

Equipment and Machinery R100,000

The LED and Resorts function experience an emergency situation where the sewerage infrastructure failed and emergency procurement was required to ensure limiting environmental damage. Provision needed to be made for the purchase of an additional pump due to failures and a virement was processed.

## **Public Safety**

### Vehicle Replacement

#### DC3\_Donated Assets

Council strategic decision to ensure that adequate capacity is available for the Emergency fire services resulting in the Department of Infrastructure donating assets to the municipality. This needs to be included in the capital budget to ensure recording in the Asset register.

The Department of Infrastructure (DOI) donated two fleet vehicles and a water tank to the Emergency Services department of the municipality. These donated assets must be incorporated into the budget for the year. Estimated market values on these donated assets amounts to R1 286 630

Additional review of capital projects from corporate services was also done to ensure that capacity is available when needed.

## **Health**

### Office building in Caledon

The health services budget for the upgrading of the municipal building that was damaged. The supply chain tender process was followed to appoint a service provider. Numerous challenges were experienced with the tender specifications as well as the implementation of the project.

After two SCM tender processes conducted in the financial year, the scope of work required to repair and evaluate the property's structural condition and repair did not align with the budget.

The item has been forwarded to the new financial position already in the new financial capital budget and the approach are reconsidered (R1 020 000).

### **Capital projects completed - savings:**

Savings after projects are completed will return to the CRR fund or utilise/reallocated to fund emergency projects unforeseen or shortages on budgets identified within the same vote structures.

The Capital project list in the budget document will illustrate these amendments comprehensively. An overall reduction in the total capital budget for the financial year amounting to R9.733 million will reflect on the capital project list in the supporting documentation.

## 1.4 Allocation and grants adjustments

All grants allocated and rolled over for the period to date were already tabled to Council in September and December 2025 adjustment budgets and subsequently approved.

## 1.5 Summary

The final adjustment budget assessment forms the cornerstone of the review and amended of the Annual budget. The main assumptions for the tabling of the adjustment budget are to align the expenditure patterns with the actual performance for the period. Only significant amendments as tabled were performed and alignment of all revenue categories is also included as part of the adjustment budget tabling. A few changes are also proposed to the Capital budget; the majority of these changes is to account for the operational needs to ensure that critical projects are complete as well as finalization of projects that was completed in the financial year.

**The following adjustments are recommended and tabled for consideration:**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	1	6	7	8			
R thousands	A	A1	F	G	H		
<b>Financial Performance</b>							
Total Revenue (excluding capital transfers and contributions)	306 812	310 665	620	620	311 285	319 191	334 066
<b>Total Expenditure</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
Surplus/(Deficit)	45	49	–	–	49	325	471
Transfers and subsidies - capital (monetary allocations)	500	948	–	–	948	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	1 287	1 287	1 287	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>
<b>Capital expenditure &amp; funds sources</b>							
Capital expenditure	14 878	40 035	(9 733)	(9 733)	30 302	30 888	3 025
<b>Total sources of capital funds</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

## 1.6 Revised Capital Adjustment Budget

<b>OVERBERG DISRICT MUNICIPALITY - MULTI YEAR CAPITAL BUDGET FOR 2025/26 - 2027/28</b>							
	UKEY Description1	UKEY Description2	FUNDING TYPE	DESCRIPTION	BUDGET 2025/26	BUDGET 2026/27	BUDGET 2027/28
<b>DIRECTORATE: MUNICIPAL MANAGER OFFICE</b>							
<b>COMMITTEE, RECORDS, COUNCIL SUPPRT</b>							
1	50101001901	20240707990087	CRR	DC3_Furniture and Office Equipment	R33 001	R35 000	R35 000
TOTAL					<b>R33 001</b>	<b>R35 000</b>	<b>R35 000</b>
<b>PERFORMANCE AND RISK MANAGEMENT</b>							
21	50101002181	20250704001467	CRR	DC3_Computer Equipment	R1 627	R0	R0
TOTAL					<b>R1 627</b>	<b>R0</b>	<b>R0</b>
<b>IDP AND COMMUNICATION</b>							
15	50101002151	20250704001458	CRR	DC3_Sound Equipment	R20 000	R0	R0
TOTAL					<b>R20 000</b>	<b>R0</b>	<b>R0</b>
<b>DIRECTORATE: CORPORATE SERVICES</b>							
<b>CORPORATE SERVICES : EXECUTIVE</b>							
29	50101001971	20240707990108	CRR	DC3_Aircon	R32 000	R0	R0
TOTAL					<b>R32 000</b>	<b>R0</b>	<b>R0</b>
<b>CORPORATE SERVICES : SUPPORT SERV</b>							
1	50102000081	20240300963417	CRR	DC3_Septic tank	R152 200	R0	R0
2	50102000091	20251000970713	CRR	DC3_Fencing - Head Office	R114 800	R0	R0
28	50102000061	20260224973110	CRR	DC3_Dehumidifier	R13 999		
TOTAL					<b>R280 999</b>	<b>R0</b>	<b>R0</b>
<b>ICT SERVICES</b>							
12	50101001891	20240707990084	CRR	DC3_Fingerprint system	R0	R0	R0
13	50101002111	20250704001446	CRR	DC3_Council Chamber Hybrid System	R600 000	R0	R0
14	50101002001	20240707990117	CRR	DC3_Computer Equipment	R101 200	R0	R0
TOTAL					<b>R701 200.00</b>	<b>R0.00</b>	<b>R0.00</b>
<b>DIRECTORATE: FINANCIAL SERVICES</b>							
<b>Supply Chain Management</b>							
23	50101002121	20250704001449	CRR	DC3_Camera System	R42 000	R0	R0
TOTAL					<b>R42 000</b>	<b>R0</b>	<b>R0</b>
<b>DIRECTORATE: COMMUNITY SERVICES</b>							
<b>LED, TOURISM, RESORTS AND EPWP</b>							
16	50101001821	20240707990059	CRR	DC3_Machinery and Equipment	R254 000	R0	R0
17	50101002131	20250704001452	CRR	DC3_Furniture and Office Equipment	R132 553	R0	R0
25	50101001741	20240707990044	CRR	DC3_Electrical DB Boxes	R106 447		
27	50101002231	20250704001490	CRR	DC3_Chalet Upgrade	R130 000		
TOTAL					<b>R623 000</b>	<b>R0</b>	<b>R0</b>
<b>EMERGENCY SERVICES</b>							
3	50101001641	20240707990029	CRR	DC3_Vehicle Refurbishment	R400 000	R0	R0
4	50101001761	20240707990050	CRR	DC3_Bunker Gear	R371 766	R0	R0
5	50101002051	20250704001428	CRR	DC3_Training Centre Training Management System	R250 000	R0	R0
6	50101001801	20240707990056	CRR	DC3_Rescue Equipment	R467 590	R0	R0
7	50101001421	20230709985500	GRANTS	DC3_Capacity Project	R500 000	R0	R0
24	50101001601	20240300963414	GRANTS	DC3_Water Truck	R447 983	R0	R0
24	50101002251	20251000970710	CRR	DC3_Water Truck	R120 517	R0	R0
30	50101001651	20240707990032	CRR	DC3_Vehicle Replacement	R460 644	R0	R0
			5	DC3_Donated Vehicles	R1 286 630		
TOTAL					<b>R4 305 130</b>	<b>R0</b>	<b>R0</b>
<b>ENVIRONMENTAL MANAGEMENT SERVICES</b>							
8	50101002081	20250704001437	CRR	DC3_Vehicle - Rollbar and rubberised loadbin	R15 000	R35 000	R3 000
9	50101002171	20250704001464	CRR	DC3_Inspections and data gatehering-Tablets	R16 000	R2 500	R1 500
10	50101002101	20250704001443	CRR	DC3_Spillkit (Sect 30)	R7 000	R15 000	R85 000
TOTAL					<b>R38 000</b>	<b>R52 500</b>	<b>R89 500</b>
<b>MUNICIPAL HEALTH SERVICES</b>							
18	50101002091	20250704001440	CRR	DC3_Vehicle	R511 400	R0	R0
19	50101002141	20250704001455	CRR	DC3_Furniture and Office Equipment	R213 592	R0	R0
20	50101002161	20250704001461	CRR	DC3_Office Refurbishment	R0	R0	R0
TOTAL					<b>R724 992</b>	<b>R0</b>	<b>R0</b>
<b>SOLID WASTE MANAGEMENT</b>							
22	50101001751	20240707990047	LOANS	DC3_Cell 5	R23 500 000	R25 700 000	R0
			CRR	DC3_Cell 5	R0	R5 100 000	R2 900 000
TOTAL					<b>R23 500 000</b>	<b>R30 800 000</b>	<b>R2 900 000</b>
<b>GRAND TOTAL</b>					<b>R30 301 949.00</b>	<b>R30 887 500.00</b>	<b>R3 024 500.00</b>

Type	Funding Sources	BUDGET 2025/26	BUDGET 2026/27	BUDGET 2027/28
CRR	Capital Replacement Reserve	R4 567 336	R5 187 500	R3 024 500
2	Revenue	R0	R0	R0
LOANS	External Loans	R23 500 000	R25 700 000	R0
GRANTS	Grants	R947 983	R0	R0
5	Donation in Kind	R1 286 630	R0	R0
	<b>TOTAL</b>	<b>R30 301 949</b>	<b>R30 887 500</b>	<b>R3 024 500</b>

# Adjustment Budget Tables

The adjustment budget tables compiled in terms of the Municipal Budgeting and Reporting Regulations (MBRR) (Schedule B), are listed below:

**TABLE B1 – Adjustment Budget Summary**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		1	6	7	8		
R thousands	A	A1	F	G	H		
<b>Financial Performance</b>							
Total Revenue (excluding capital transfers and contributions)	306 812	310 665	620	620	311 285	319 191	334 066
Total Expenditure	306 767	310 616	620	620	311 236	318 867	333 595
Surplus/(Deficit)	45	49	–	–	49	325	471
Transfers and subsidies - capital (monetary allocations)	500	948	–	–	948	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	1 287	1 287	1 287	–	–
Surplus/(Deficit) after capital transfers & contributions	545	997	1 287	1 287	2 284	325	471
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	545	997	1 287	1 287	2 284	325	471
<b>Capital expenditure &amp; funds sources</b>							
Capital expenditure	14 878	40 035	(9 733)	(9 733)	30 302	30 888	3 025
Total sources of capital funds	14 878	40 035	(9 733)	(9 733)	30 302	30 888	3 025
<b>Financial position</b>							
Total current assets	78 259	85 531	1 020	1 020	86 551	85 427	86 716
Total non current assets	138 329	164 286	(9 733)	(9 733)	154 553	182 632	183 171
Total current liabilities	31 921	33 435	–	–	33 435	35 100	38 193
Total non current liabilities	63 289	92 679	(10 000)	(10 000)	82 679	107 645	105 909
Community wealth/Equity	121 378	123 703	1 287	1 287	124 989	125 314	125 785
<b>Cash flows</b>							
Net cash from (used) operating	2 140	1 241	–	–	1 241	4 477	6 490
Net cash from (used) investing	(12 218)	(37 375)	11 020	11 020	(26 355)	(29 008)	(2 397)
Net cash from (used) financing	2 099	27 899	(10 000)	(10 000)	17 899	23 403	(2 920)
Cash/cash equivalents at the year end	64 346	70 590	1 020	1 020	71 610	70 483	71 657
<b>Cash backing/surplus reconciliation</b>							
Cash and investments available	64 346	70 590	1 020	1 020	71 610	70 483	71 657
Application of cash and investments	24 778	25 234	(126)	(126)	25 108	24 779	24 808
Balance - surplus (shortfall)	39 568	45 357	1 146	1 146	46 503	45 704	46 849
<b>Asset Management</b>							
Asset register summary (WDV)	115 278	140 346	(9 733)	(9 733)	130 613	157 803	157 100
Depreciation	3 697	3 670	–	–	3 670	3 698	3 727
Renewal and Upgrading of Existing Assets	12 549	37 244	(10 990)	(10 990)	26 254	30 870	2 938
Repairs and Maintenance	10 262	9 259	351	351	9 611	10 515	10 983

**TABLE B2 – Adjustment Budget Financial Performance (Standard Classification)**

Vote Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<i>[Insert departmental structure etc]</i>		3	8	9	10		
<b>R thousands</b>	A	A1	F	G	H		
<b>Revenue by Vote</b>							
<b>Vote 1 - Municipal Manager</b>	<b>34 521</b>	<b>34 521</b>	<b>600</b>	<b>600</b>	<b>35 121</b>	<b>32 163</b>	<b>32 158</b>
1.1 - Executive	–	–	600	600	600	–	–
1.4 - Council Expenditure	34 521	34 521	–	–	34 521	32 163	32 158
<b>Vote 3 - Corporate Services</b>	<b>47</b>	<b>240</b>	<b>–</b>	<b>–</b>	<b>240</b>	<b>50</b>	<b>52</b>
3.2 - Corporate Support	47	47	–	–	47	50	52
3.3 - Human Resources	–	194	–	–	194	–	–
<b>Vote 4 - Finance</b>	<b>79 673</b>	<b>81 993</b>	<b>(850)</b>	<b>(850)</b>	<b>81 143</b>	<b>80 473</b>	<b>84 160</b>
4.3 - Financial Services	79 546	81 861	(850)	(850)	81 011	80 337	84 018
4.4 - Revenue	90	94	–	–	94	96	101
4.5 - Payroll on Banking	37	37	–	–	37	40	41
<b>Vote 5 - Community Services</b>	<b>193 072</b>	<b>194 860</b>	<b>2 156</b>	<b>2 156</b>	<b>197 016</b>	<b>206 505</b>	<b>217 696</b>
5.3 - Municipal Health	4 407	4 307	–	–	4 307	4 644	4 892
5.4 - Comprehensive Health	193	193	–	–	193	202	211
5.5 - Environmental Management	138	138	–	–	138	147	154
5.6 - Solid Waste	18 621	18 821	–	–	18 821	19 925	20 821
5.7 - Emergency Services	14 223	14 573	1 287	1 287	15 860	16 494	18 278
5.8 - LED, Tourism and Resorts	23 795	25 133	–	–	25 133	25 123	28 184
5.9 - Roads	131 694	131 694	870	870	132 564	139 970	145 155
5.10 - Resorts	–	–	–	–	–	–	–
<b>Total Revenue by Vote</b>	<b>307 312</b>	<b>311 613</b>	<b>1 906</b>	<b>1 906</b>	<b>313 519</b>	<b>319 191</b>	<b>334 066</b>
<b>Expenditure by Vote</b>							
<b>Vote 1 - Municipal Manager</b>	<b>17 772</b>	<b>17 839</b>	<b>–</b>	<b>–</b>	<b>17 839</b>	<b>18 768</b>	<b>19 828</b>
1.1 - Executive	2 074	2 141	10	10	2 151	2 182	2 296
1.2 - Executive Support	897	898	(10)	(10)	888	949	1 005
1.3 - Internal Audit	2 363	2 363	–	–	2 363	2 492	2 628
1.4 - Council Expenditure	8 711	8 701	–	–	8 701	9 209	9 737
1.5 - IDP & Communication	1 898	1 899	–	–	1 899	2 005	2 124
1.6 - Performance & Risk Management	1 830	1 838	–	–	1 838	1 931	2 037
1.7 - Donations	–	–	–	–	–	–	–
1.9 - Shared Services	–	–	–	–	–	–	–
<b>Vote 3 - Corporate Services</b>	<b>20 418</b>	<b>20 360</b>	<b>–</b>	<b>–</b>	<b>20 360</b>	<b>21 332</b>	<b>22 464</b>
3.1 - Executive	1 447	1 541	6	6	1 547	1 533	1 623
3.2 - Corporate Support	5 048	5 296	7	7	5 303	5 331	5 632
3.3 - Human Resources	5 939	6 646	2	2	6 649	6 266	6 612
3.4 - Committee, Records & Councillor Support	4 293	4 295	(5)	(5)	4 290	4 387	4 613
3.5 - Information Services	3 690	2 581	(10)	(10)	2 572	3 814	3 984
<b>Vote 4 - Finance</b>	<b>30 709</b>	<b>31 426</b>	<b>–</b>	<b>–</b>	<b>31 426</b>	<b>34 522</b>	<b>36 554</b>
4.1 - Executive	1 419	1 416	(0)	(0)	1 416	1 504	1 593
4.2 - Financial Support	490	494	0	0	494	519	550
4.3 - Financial Services	20 628	21 218	(23)	(23)	21 195	23 908	25 377
4.4 - Revenue	23	47	11	11	58	24	25
4.5 - Payroll on Banking	3 742	3 746	6	6	3 751	3 900	4 067
4.6 - Supply Chain Management	4 406	4 505	6	6	4 511	4 666	4 942
<b>Vote 5 - Community Services</b>	<b>237 868</b>	<b>240 991</b>	<b>620</b>	<b>620</b>	<b>241 611</b>	<b>244 245</b>	<b>254 748</b>
5.1 - Executive	1 420	1 424	–	–	1 424	1 551	1 642
5.2 - Community Services Support	136	136	–	–	136	142	148
5.3 - Municipal Health	23 806	24 575	(50)	(50)	24 525	21 329	22 428
5.4 - Comprehensive Health	182	189	–	–	189	193	205
5.5 - Environmental Management	3 932	3 875	–	–	3 875	4 119	4 345
5.6 - Solid Waste	8 387	8 492	–	–	8 492	8 334	8 657
5.7 - Emergency Services	46 060	47 449	(4)	(4)	47 445	48 424	51 003
5.8 - LED, Tourism and Resorts	22 250	23 157	(196)	(196)	22 961	20 183	21 165
5.9 - Roads	131 694	131 694	870	870	132 564	139 970	145 155
5.10 - Resorts	–	–	–	–	–	–	–
<b>Total Expenditure by Vote</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>

**TABLE B3 - Adjustment Budget Financial Performance (Rev & Exp by Municipal Vote)**

Vote Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<i>[Insert departmental structure etc]</i>		3	8	9	10		
<b>R thousands</b>	A	A1	F	G	H		
<b>Revenue by Vote</b>							
Vote 1 - Municipal Manager	34 521	34 521	600	600	35 121	32 163	32 158
Vote 2 - Management Services	-	-	-	-	-	-	-
Vote 3 - Corporate Services	47	240	-	-	240	50	52
Vote 4 - Finance	79 673	81 993	(850)	(850)	81 143	80 473	84 160
Vote 5 - Community Services	193 072	194 860	2 156	2 156	197 016	206 505	217 696
<b>Total Revenue by Vote</b>	<b>307 312</b>	<b>311 613</b>	<b>1 906</b>	<b>1 906</b>	<b>313 519</b>	<b>319 191</b>	<b>334 066</b>
<b>Expenditure by Vote</b>							
Vote 1 - Municipal Manager	17 772	17 839	-	-	17 839	18 768	19 828
Vote 2 - Management Services	-	-	-	-	-	-	-
Vote 3 - Corporate Services	20 418	20 360	-	-	20 360	21 332	22 464
Vote 4 - Finance	30 709	31 426	-	-	31 426	34 522	36 554
Vote 5 - Community Services	237 868	240 991	620	620	241 611	244 245	254 748
<b>Total Expenditure by Vote</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>

**TABLE B4 - Adjustment Budget Financial Performance (Revenue & Expenditure)**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	F	G	H		
<b>Revenue By Source</b>							
<b>Exchange Revenue</b>							
Service charges - Water	-	25	-	-	25	-	-
Service charges - Waste Water Management	150	900	-	-	900	161	168
Service charges - Waste Management	18 621	18 821	-	-	18 821	19 925	20 821
Sale of Goods and Rendering of Services	144 147	144 997	-	-	144 997	155 264	162 181
Agency services	13 951	13 951	-	-	13 951	14 606	15 147
Interest earned from Receivables	318	322	-	-	322	340	374
Interest earned from Current and Non Current Assets	9 202	9 202	(850)	(850)	8 352	9 607	10 039
Rental from Fixed Assets	16 165	16 165	-	-	16 165	18 563	21 311
Licence and permits	1 445	1 345	-	-	1 345	1 546	1 654
Operational Revenue	1 356	1 679	1 470	1 470	3 148	1 155	1 213
<b>Non-Exchange Revenue</b>							
Transfers and subsidies - Operational	98 798	100 599	-	-	100 599	96 146	100 530
Gains on disposal of Assets	2 660	2 660	-	-	2 660	1 880	628
Other Gains	-	-	-	-	-	-	-
Discontinued Operations	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>306 812</b>	<b>310 665</b>	<b>620</b>	<b>620</b>	<b>311 285</b>	<b>319 191</b>	<b>334 066</b>
<b>Expenditure By Type</b>							
Employee related costs	173 064	172 253	(225)	(225)	172 028	182 449	192 265
Remuneration of councillors	7 136	7 136	-	-	7 136	7 565	8 018
Bulk purchases - electricity	-	-	-	-	-	-	-
Inventory consumed	44 121	45 059	759	759	45 818	48 358	49 438
Debt impairment	100	100	-	-	100	100	100
Depreciation and amortisation	3 697	3 670	-	-	3 670	3 698	3 727
Interest	1 427	1 427	(25)	(25)	1 402	1 136	1 183
Contracted services	35 245	38 669	(1 790)	(1 790)	36 879	29 678	30 775
Transfers and subsidies	1 000	895	(143)	(143)	752	1 045	1 092
Irrecoverable debts written off	-	-	-	-	-	-	-
Operational costs	40 976	41 407	2 044	2 044	43 451	44 839	46 996
Losses on disposal of Assets	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>306 767</b>	<b>310 616</b>	<b>620</b>	<b>620</b>	<b>311 236</b>	<b>318 867</b>	<b>333 595</b>
<b>Surplus/(Deficit)</b>	<b>45</b>	<b>49</b>	<b>-</b>	<b>-</b>	<b>49</b>	<b>325</b>	<b>471</b>
Transfers and subsidies - capital (monetary allocations)	500	948	-	-	948	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	1 287	1 287	1 287	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>545</b>	<b>997</b>	<b>1 287</b>	<b>1 287</b>	<b>2 284</b>	<b>325</b>	<b>471</b>

**TABLE B5 – Adjustments Capital Expenditure Budget by Vote and Funding**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		5	10	11	12		
R thousands	A	A1	F	G	H		
<b>Capital expenditure - Vote</b>							
<b>Multi-year expenditure to be adjusted</b>							
Vote 5 - Community Services	9 200	33 650	(10 020)	(10 020)	23 630	30 800	2 900
<b>Capital multi-year expenditure sub-total</b>	<b>9 200</b>	<b>33 650</b>	<b>(10 020)</b>	<b>(10 020)</b>	<b>23 630</b>	<b>30 800</b>	<b>2 900</b>
<b>Single-year expenditure to be adjusted</b>							
Vote 1 - Municipal Manager	23	22	-	-	22	-	-
Vote 3 - Corporate Services	2 675	1 547	(500)	(500)	1 047	35	35
Vote 4 - Finance	42	42	-	-	42	-	-
Vote 5 - Community Services	2 938	4 774	787	787	5 561	53	90
<b>Capital single-year expenditure sub-total</b>	<b>5 678</b>	<b>6 385</b>	<b>287</b>	<b>287</b>	<b>6 672</b>	<b>88</b>	<b>125</b>
<b>Total Capital Expenditure - Vote</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
<b>Capital Expenditure - Functional</b>							
<b>Governance and administration</b>	<b>2 720</b>	<b>1 591</b>	<b>(500)</b>	<b>(500)</b>	<b>1 091</b>	<b>35</b>	<b>35</b>
Finance and administration	2 720	1 591	(500)	(500)	1 091	35	35
<b>Community and public safety</b>	<b>2 700</b>	<b>4 886</b>	<b>767</b>	<b>767</b>	<b>5 653</b>	<b>-</b>	<b>-</b>
Sport and recreation	250	523	100	100	623	-	-
Public safety	1 700	2 519	1 787	1 787	4 305	-	-
Health	750	1 845	(1 120)	(1 120)	725	-	-
<b>Economic and environmental services</b>	<b>258</b>	<b>58</b>	<b>-</b>	<b>-</b>	<b>58</b>	<b>53</b>	<b>90</b>
Planning and development	20	20	-	-	20	-	-
Environmental protection	238	38	-	-	38	53	90
<b>Trading services</b>	<b>9 200</b>	<b>33 500</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>23 500</b>	<b>30 800</b>	<b>2 900</b>
Waste management	9 200	33 500	(10 000)	(10 000)	23 500	30 800	2 900
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
<b>Funding</b>							
Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		5	10	11	12		
R thousands	A	A1	F	G	H		
<b>Funded by:</b>							
National Government	-	-	-	-	-	-	-
Provincial Government	500	948	-	-	948	-	-
District Municipality	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>500</b>	<b>948</b>	<b>-</b>	<b>-</b>	<b>948</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>9 200</b>	<b>33 500</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>23 500</b>	<b>25 700</b>	<b>-</b>
<b>Internally generated funds</b>	<b>5 178</b>	<b>5 587</b>	<b>267</b>	<b>267</b>	<b>5 854</b>	<b>5 188</b>	<b>3 025</b>
<b>Total Capital Funding</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

**TABLE B6 – Adjustment Budget Position**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	3	8	9	10		
<b>R thousands</b>		A1	F	G	H		
<b>ASSETS</b>							
<b>Current assets</b>							
Cash and cash equivalents	64 346	70 590	1 020	1 020	71 610	70 483	71 657
Trade and other receivables from exchange transactions	9 303	9 703	–	–	9 703	9 703	9 703
Receivables from non-exchange transactions	560	605	–	–	605	605	605
Current portion of non-current receivables	2 283	2 317	–	–	2 317	2 320	2 436
Inventory	1 767	1 263	–	–	1 263	1 263	1 263
VAT	–	1 053	–	–	1 053	1 053	1 053
Other current assets	–	–	–	–	–	–	–
<b>Total current assets</b>	<b>78 259</b>	<b>85 531</b>	<b>1 020</b>	<b>1 020</b>	<b>86 551</b>	<b>85 427</b>	<b>86 716</b>
<b>Non current assets</b>							
Investments	–	–	–	–	–	–	–
Investment property	12 782	12 782	–	–	12 782	12 766	12 750
Property, plant and equipment	101 897	127 148	(9 733)	(9 733)	117 415	144 623	143 940
Biological assets	–	–	–	–	–	–	–
Living and non-living resources	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–
Intangible assets	600	417	–	–	417	414	411
Trade and other receivables from exchange transactions	–	–	–	–	–	–	–
Non-current receivables from non-exchange transactions	23 051	23 940	–	–	23 940	24 829	26 070
Other non-current assets	–	–	–	–	–	–	–
<b>Total non current assets</b>	<b>138 329</b>	<b>164 286</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>154 553</b>	<b>182 632</b>	<b>183 171</b>
<b>TOTAL ASSETS</b>	<b>216 588</b>	<b>249 817</b>	<b>(8 713)</b>	<b>(8 713)</b>	<b>241 104</b>	<b>268 058</b>	<b>269 887</b>
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft	–	–	–	–	–	–	–
Financial liabilities	2 297	2 297	–	–	2 297	2 920	4 920
Consumer deposits	8	8	–	–	8	8	8
Trade and other payables from exchange transactions	6 940	5 915	–	–	5 915	5 915	5 915
Trade and other payables from non-exchange transactions	2 527	3 303	–	–	3 303	3 303	3 303
Provisions	19 765	20 828	–	–	20 828	21 869	22 963
VAT	384	1 084	–	–	1 084	1 084	1 084
Other current liabilities	–	–	–	–	–	–	–
<b>Total current liabilities</b>	<b>31 921</b>	<b>33 435</b>	<b>–</b>	<b>–</b>	<b>33 435</b>	<b>35 100</b>	<b>38 193</b>
<b>Non current liabilities</b>							
Borrowing	7 820	32 120	(10 000)	(10 000)	22 120	44 900	39 980
Provisions	55 469	60 559	–	–	60 559	62 745	65 929
Long term portion of trade payables	–	–	–	–	–	–	–
Other non-current liabilities	–	–	–	–	–	–	–
<b>Total non current liabilities</b>	<b>63 289</b>	<b>92 679</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>82 679</b>	<b>107 645</b>	<b>105 909</b>
<b>TOTAL LIABILITIES</b>	<b>95 210</b>	<b>126 115</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>116 115</b>	<b>142 745</b>	<b>144 102</b>
<b>NET ASSETS</b>	<b>121 378</b>	<b>123 703</b>	<b>1 287</b>	<b>1 287</b>	<b>124 989</b>	<b>125 314</b>	<b>125 785</b>
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)	100 378	102 703	1 287	1 287	103 989	104 314	104 785
Funds and Reserves	21 000	21 000	–	–	21 000	21 000	21 000
Other	–	–	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>121 378</b>	<b>123 703</b>	<b>1 287</b>	<b>1 287</b>	<b>124 989</b>	<b>125 314</b>	<b>125 785</b>

**TABLE B7 – Adjusted Budget Cash flows**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	8	9	10		
<b>R thousands</b>	<b>A</b>	<b>A1</b>	<b>F</b>	<b>G</b>	<b>H</b>		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>							
<b>Receipts</b>							
Service charges	18 771	19 746	–	–	19 746	20 085	20 989
Other revenue	177 063	178 036	1 470	1 470	179 505	191 033	201 406
Transfers and Subsidies - Operational	98 798	98 798	–	–	98 798	96 146	100 530
Transfers and Subsidies - Capital	500	500	–	–	500	–	–
Interest	9 520	9 524	(850)	(850)	8 674	9 947	10 413
<b>Payments</b>							
Suppliers and employees	(299 252)	(302 114)	(788)	(788)	(302 902)	(310 553)	(324 573)
Finance charges	(460)	(1 427)	25	25	(1 402)	(1 136)	(1 183)
Transfers and Subsidies	(2 800)	(1 821)	143	143	(1 678)	(1 045)	(1 092)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>2 140</b>	<b>1 241</b>	<b>–</b>	<b>–</b>	<b>1 241</b>	<b>4 477</b>	<b>6 490</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
<b>Receipts</b>							
Proceeds on disposal of PPE	2 660	2 660	–	–	2 660	1 880	628
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–
<b>Payments</b>							
Capital assets	(14 878)	(40 035)	11 020	11 020	(29 015)	(30 888)	(3 025)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(12 218)</b>	<b>(37 375)</b>	<b>11 020</b>	<b>11 020</b>	<b>(26 355)</b>	<b>(29 008)</b>	<b>(2 397)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>							
<b>Receipts</b>							
Short term loans	–	–	–	–	–	–	–
Borrowing long term/refinancing	9 200	33 500	(10 000)	(10 000)	23 500	25 700	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–
<b>Payments</b>							
Repayment of borrowing	(7 101)	(5 601)	–	–	(5 601)	(2 297)	(2 920)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>2 099</b>	<b>27 899</b>	<b>(10 000)</b>	<b>(10 000)</b>	<b>17 899</b>	<b>23 403</b>	<b>(2 920)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(7 979)</b>	<b>(8 236)</b>	<b>1 020</b>	<b>1 020</b>	<b>(7 216)</b>	<b>(1 127)</b>	<b>1 174</b>
Cash/cash equivalents at the year begin:	72 325	78 826	–	–	78 826	71 610	70 483
Cash/cash equivalents at the year end:	64 346	70 590	1 020	1 020	71 610	70 483	71 657

**TABLE B8 – Cash back reserves/accumulated surplus provision.**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	8	9	10		
<b>R thousands</b>	A	A1	F	G	H		
<b>Cash and investments available</b>							
Cash/cash equivalents at the year end	64 346	70 590	1 020	1 020	71 610	70 483	71 657
Other current investments > 90 days	0	(0)	-	-	(0)	(0)	(0)
Non current assets - Investments	-	-	-	-	-	-	-
<b>Cash and investments available:</b>	<b>64 346</b>	<b>70 590</b>	<b>1 020</b>	<b>1 020</b>	<b>71 610</b>	<b>70 483</b>	<b>71 657</b>
<b>Applications of cash and investments</b>							
Unspent conditional transfers	2 527	3 303	-	-	3 303	3 303	3 303
Unspent borrowing	-	-	-	-	-	-	-
Statutory requirements	384	1 084	-	-	1 084	1 084	1 084
Other working capital requirements	(18 898)	(20 981)	(126)	(126)	(21 108)	(22 477)	(23 542)
Other provisions	19 765	20 828	-	-	20 828	21 869	22 963
Long term investments committed	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	21 000	21 000	-	-	21 000	21 000	21 000
<b>Total Application of cash and investments:</b>	<b>24 778</b>	<b>25 234</b>	<b>(126)</b>	<b>(126)</b>	<b>25 108</b>	<b>24 779</b>	<b>24 808</b>
<b>Surplus(shortfall)</b>	<b>39 568</b>	<b>45 357</b>	<b>1 146</b>	<b>1 146</b>	<b>46 503</b>	<b>45 704</b>	<b>46 849</b>

**TABLE B9 – Asset Management**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7 A1	12 F	13 G	14 H		
<b>R thousands</b>							
<b>CAPITAL EXPENDITURE</b>							
<b>Total New Assets to be adjusted</b>	<b>2 329</b>	<b>2 791</b>	<b>1 256</b>	<b>1 256</b>	<b>4 048</b>	<b>18</b>	<b>87</b>
<i>Sanitation Infrastructure</i>	160	152	–	–	152	–	–
Infrastructure	160	152	–	–	152	–	–
Investment properties	–	–	–	–	–	–	–
Operational Buildings	–	115	–	–	115	–	–
Other Assets	–	115	–	–	115	–	–
Licences and Rights	450	250	–	–	250	–	–
Intangible Assets	450	250	–	–	250	–	–
Computer Equipment	20	20	(4)	(4)	16	3	2
Furniture and Office Equipment	192	268	2	2	270	–	–
Machinery and Equipment	407	407	(28)	(28)	379	15	85
Transport Assets	1 100	1 580	1 287	1 287	2 867	–	–
<i>Living Resources</i>	–	–	–	–	–	–	–
<b>Total Renewal of Existing Assets to be adjusted</b>	<b>1 325</b>	<b>1 607</b>	<b>(594)</b>	<b>(594)</b>	<b>1 013</b>	<b>35</b>	<b>35</b>
Intangible Assets	–	–	–	–	–	–	–
Computer Equipment	–	–	–	–	–	–	–
Furniture and Office Equipment	1 175	1 207	(1 122)	(1 122)	85	35	35
Machinery and Equipment	150	400	68	68	468	–	–
Transport Assets	–	–	461	461	461	–	–
<i>Living Resources</i>	–	–	–	–	–	–	–
<b>Total Upgrading of Existing Assets to be adjusted</b>	<b>11 224</b>	<b>35 637</b>	<b>(10 396)</b>	<b>(10 396)</b>	<b>25 241</b>	<b>30 835</b>	<b>2 903</b>
<i>Electrical Infrastructure</i>	–	119	(13)	(13)	106	–	–
<i>Solid Waste Infrastructure</i>	9 200	33 500	(10 000)	(10 000)	23 500	30 800	2 900
Infrastructure	9 200	33 619	(10 013)	(10 013)	23 606	30 800	2 900
Community Facilities	–	–	–	–	–	–	–
Sport and Recreation Facilities	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–
Operational Buildings	–	–	–	–	–	–	–
Housing	–	150	(20)	(20)	130	–	–
Other Assets	–	150	(20)	(20)	130	–	–
Intangible Assets	–	–	–	–	–	–	–
Computer Equipment	263	103	–	–	103	–	–
Furniture and Office Equipment	1 200	1 200	(467)	(467)	733	–	–
Machinery and Equipment	150	154	100	100	254	–	–
Transport Assets	411	411	4	4	415	35	3
<i>Living Resources</i>	–	–	–	–	–	–	–
<b>Total Capital Expenditure to be adjusted</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>
<i>Roads Infrastructure</i>	–	–	–	–	–	–	–
<i>Storm water Infrastructure</i>	–	–	–	–	–	–	–
<i>Electrical Infrastructure</i>	–	119	(13)	(13)	106	–	–
<i>Water Supply Infrastructure</i>	–	–	–	–	–	–	–
<i>Sanitation Infrastructure</i>	160	152	–	–	152	–	–
<i>Solid Waste Infrastructure</i>	9 200	33 500	(10 000)	(10 000)	23 500	30 800	2 900
Infrastructure	9 360	33 771	(10 013)	(10 013)	23 759	30 800	2 900
Operational Buildings	–	115	–	–	115	–	–
Housing	–	150	(20)	(20)	130	–	–
Other Assets	–	265	(20)	(20)	245	–	–
Licences and Rights	450	250	–	–	250	–	–
Intangible Assets	450	250	–	–	250	–	–
Computer Equipment	283	123	(4)	(4)	119	3	2
Furniture and Office Equipment	2 567	2 675	(1 587)	(1 587)	1 087	35	35
Machinery and Equipment	707	961	139	139	1 100	15	85
Transport Assets	1 511	1 991	1 751	1 751	3 742	35	3
<i>Living Resources</i>	–	–	–	–	–	–	–
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	<b>14 878</b>	<b>40 035</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>30 302</b>	<b>30 888</b>	<b>3 025</b>

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	F	G	H		
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	115 278	140 346	(9 733)	(9 733)	130 613	157 803	157 100
<i>Roads Infrastructure</i>	945	458	–	–	458	458	458
<i>Storm water Infrastructure</i>	–	–	–	–	–	–	–
<i>Electrical Infrastructure</i>	393	369	(13)	(13)	356	356	356
<i>Water Supply Infrastructure</i>	1 395	676	–	–	676	676	676
<i>Sanitation Infrastructure</i>	1 396	829	–	–	829	829	829
<i>Solid Waste Infrastructure</i>	38 430	63 619	(10 000)	(10 000)	53 619	84 119	86 705
<b>Infrastructure</b>	42 558	65 951	(10 013)	(10 013)	55 938	86 438	89 024
<b>Community Assets</b>	13	12	–	–	12	12	12
<b>Heritage Assets</b>	–	–	–	–	–	–	–
<b>Investment properties</b>	12 768	12 782	–	–	12 782	12 766	12 750
<b>Other Assets</b>	11 814	12 377	(20)	(20)	12 357	11 908	11 444
<i>Biological or Cultivated Assets</i>	–	–	–	–	–	–	–
<i>Intangible Assets</i>	600	417	–	–	417	414	411
<i>Computer Equipment</i>	2 918	2 522	(4)	(4)	2 518	2 024	1 528
<i>Furniture and Office Equipment</i>	6 524	6 012	(1 587)	(1 587)	4 424	3 983	3 542
<i>Machinery and Equipment</i>	9 353	8 952	139	139	9 091	9 074	9 127
<i>Transport Assets</i>	23 731	25 715	1 751	1 751	27 466	25 576	23 654
<i>Land</i>	4 999	5 608	–	–	5 608	5 608	5 608
<i>Zoo's, Marine and Non-biological Animals</i>	–	–	–	–	–	–	–
<i>Living Resources</i>	–	–	–	–	–	–	–
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>115 278</b>	<b>140 346</b>	<b>(9 733)</b>	<b>(9 733)</b>	<b>130 613</b>	<b>157 803</b>	<b>157 100</b>
<b>EXPENDITURE OTHER ITEMS</b>							
<b>Depreciation &amp; asset impairment</b>	3 697	3 670	–	–	3 670	3 698	3 727
<b>Repairs and Maintenance by asset class</b>	<b>10 262</b>	<b>9 259</b>	<b>351</b>	<b>351</b>	<b>9 611</b>	<b>10 515</b>	<b>10 983</b>
<i>Solid Waste Infrastructure</i>	6 578	4 578	–	–	4 578	6 874	7 184
<b>Infrastructure</b>	6 578	4 578	–	–	4 578	6 874	7 184
<i>Community Facilities</i>	–	–	–	–	–	–	–
<i>Sport and Recreation Facilities</i>	–	–	–	–	–	–	–
<b>Investment properties</b>	–	–	–	–	–	–	–
<i>Operational Buildings</i>	1 294	1 370	95	95	1 466	1 274	1 331
<i>Housing</i>	5	5	(1)	(1)	4	5	5
<b>Other Assets</b>	1 299	1 375	95	95	1 470	1 279	1 336
<b>Machinery and Equipment</b>	610	426	58	58	484	508	526
<b>Transport Assets</b>	1 775	2 880	199	199	3 079	1 854	1 937
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	<b>13 959</b>	<b>12 929</b>	<b>351</b>	<b>351</b>	<b>13 281</b>	<b>14 212</b>	<b>14 709</b>
<i>Renewal and upgrading of Existing Assets as % of total capex</i>	84.3%	93.0%			86.6%	99.9%	97.1%
<i>Renewal and upgrading of Existing Assets as % of deprecn"</i>	339.4%	1014.9%			715.4%	834.8%	78.8%
<i>R&amp;M as a % of PPE</i>	8.9%	6.6%			7.4%	6.7%	7.0%
<i>Renewal and upgrading and R&amp;M as a % of PPE</i>	19.8%	33.1%			27.5%	26.2%	8.9%

**TABLE B10 – Service Delivery Measurement**

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7 A1	12 F	13 G	14 H		
<b>Household service targets</b>							
<b><u>Water:</u></b>							
Piped water inside dwelling				-	-		
Piped water inside yard (but not in dwelling)				-	-		
Using public tap (at least min.service level)				-	-		
Other water supply (at least min.service level)				-	-		
<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-
Using public tap (< min.service level)				-	-		
Other water supply (< min.service level)				-	-		
No water supply				-	-		
<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-
<b>Total number of households</b>	-	-	-	-	-	-	-
<b><u>Sanitation/sewerage:</u></b>							
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>	-	-	-	-	-	-	-
<b>Total number of households</b>	-	-	-	-	-	-	-
<b><u>Energy:</u></b>							
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>	-	-	-	-	-	-	-
<b>Total number of households</b>	-	-	-	-	-	-	-
<b><u>Refuse:</u></b>							
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>	-	-	-	-	-	-	-
<b>Total number of households</b>	-	-	-	-	-	-	-
<b><u>Households receiving Free Basic Service</u></b>							
Water (6 kilolitres per household per month)	-	-	-	-	-	-	-
Sanitation (free minimum level service)	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per mon	-	-	-	-	-	-	-
Refuse (removed at least once a week)	-	-	-	-	-	-	-
<b>Informal Settlements</b>							

Description	Budget Year 2025/26					Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		7	12	13	14		
	A	A1	F	G	H		
<b><u>Cost of Free Basic Services provided (R'000)</u></b>							
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)	-	-	-	-	-	-	-
<b><u>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</u></b>	-	-	-	-	-	-	-
<b>Total cost of FBS provided</b>	-	-	-	-	-	-	-
<b><u>Highest level of free service provided</u></b>							
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)				-	-		
<b><u>Revenue cost of free services provided (R'000)</u></b>							
Property rates (tariff adjustment) ( impermissible values per section 17 of MPRA)				-	-		
Property rates exemptions, reductions and rebates and impermissible values in excess of 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				-	-		
Housing - top structure subsidies				-	-		
Other				-	-		
<b>Total revenue cost of subsidised services provided</b>	-	-	-	-	-	-	-

## **PART 2 – SUPPORTING DOCUMENTATION**

### **Adjustments to Budget Assumptions**

Budget Assumptions were applied at reviewing revenue streams, projected expenditure, and reprioritization of needs.

### **Adjustments to Budget Funding**

The budget remains funded, and amendments was required to ensure alignment and to recognise significant changes. Most of the unforeseen expenditure was accommodated by projects being reprioritized.

### **Adjustments to Expenditure on Allocations and Grant Programmes**

All grant recognitions between to date have been included.

### **Adjustments to Allocations and Grants made by the municipality.**

No additional allocations or grants was made by the municipality.

### **Adjustment to Councillor allowances and Employee Benefits**

No adjustment was made to Councillors allowances and Employee Benefits

### **Adjustment to Service Delivery and Budget Implementation Plan**

The updated KPI's that were effect in the SDBIP by the adjustment budget will be tabled separately at the council meeting.

### **Adjustment to Capital Expenditure**

See section 1.2 of the mayor's report for a comprehensive explanation of all amendments.

**Other supporting documentation**

There is no other supporting documentation.

# Municipal Manager Quality Certificate

## QUALITY CERTIFICATE

I, **Eben Phillips**, the (Acting) Municipal Manager of Overberg District Municipality, hereby certify that-

The adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and regulation made under that Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the Municipality.

Print Name E. Phillips

Municipal Manager of Overberg District Municipality – DC3

Signature 

Date 23/06/2026