



nelson mandela bay  
M U N I C I P A L I T Y

# 2025/26

## ADJUSTMENTS BUDGET REPORT

## TABLE OF CONTENTS

|  |  | <b>PAGE</b> |
|--|--|-------------|
| <b>PART 1 – ADJUSTMENTS BUDGET</b>           |  |             |
| 1.1  | Executive Mayor’s Report   | 3-5         |
| 1.2  | 2025/26 Adjustments Budget Resolutions                                 | 6           |
| 1.3  | Executive Summary  | 7           |
| 1.4  | Consolidated Adjustments Budget Tables                                 | 7-27        |
| 1.5  | Adjustments Budget Tables – Parent Municipality                        | 27-44       |
| <br><b>PART 2 – SUPPORTING DOCUMENTATION</b> |  |             |
| 2.1  | Adjustments to Budget Assumptions                                      | 45          |
| 2.2  | Adjustments to Budget Funding  | 45          |
| 2.3  | Adjustments to expenditure on allocations and grant programmes         | 46          |
| 2.4  | Adjustments to Service Delivery and Budget Implementation Plan (SDBIP) | 46          |
| 2.5.   | Adjustments to Capital Expenditure                                     | 46          |
| 2.6  | Attachments to the Budget Report                                       | 46          |
| 2.7  | Acting City Manager’s Quality Certification                            | 46-47       |

## PART 1 – 2025/26 ADJUSTMENTS BUDGET

### 1.1 EXECUTIVE MAYOR’S REPORT

#### 1.1.1 Summary of reasons for the 2025/26 Adjustments Budget

In accordance with section 28 of the Local Government: Municipal Finance Management Act (56 of 2003) (MFMA), a municipality may revise its approved annual budget through an Adjustments Budget, in the following circumstances:

- (i) To adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue.
- (ii) To 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.
- (iii) To authorise the utilisation of projected savings in one vote towards spending under another vote.
- (iv) To authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected rollovers when the annual budget for the current year was approved by the Council; and
- (v) To correct any errors in the annual budget.

The Municipal Budget and Reporting Regulations (32141 of 2009) stipulate that one adjustments budget may be tabled in the Municipal Council during a financial year. The Adjustments Budget referred to herein must be approved by Council on or before the end of February of each year.

In line with the MFMA and the Municipal Budget and Reporting Regulations (MBRR), the 2024/25 approved Budget has been adjusted. The adjustment has been mainly necessitated because of, amongst others, the following:

- The need to appropriate additional revenues that may have become available over and above those anticipated in the approved 2025/26 original Budget (inclusion of the National Treasury approved rollover for the Municipal Disaster Grants responding to the flood disasters of early June 2024).
- Accounting for all the budget amendments as approved by Council, which include, amongst others, the various amendments or virements approved for implementation, reductions in certain conditional grants due to performance (e.g. PTNG), incorporating all other budget amendments as approved by Council, or incorporating new projects resulting from the re-prioritisation, etc.
- The need to authorise the utilisation of projected savings in one vote towards spending under another vote/s (across the Directorates).

The original budgeted collection rate of 75% for the 2025/26 financial year has been maintained at the same level in the preparation of the 2025/26 Adjustments Budget, as the collection rate has been an Achilles heel that is a huge challenge for the city. With effect from 1<sup>st</sup> October 2025, we have procured four Debt Collectors who are chasing the arrear debt. It is for this reason that in December 2025 we saw the monthly Collection Rate increasing to 84.7%. It is for the same reason that during the 3 days’ closure, between Christmas and New Year, all Customer Care Centres were operating in a normal manner, and during those days an amount of **R197 million** was recorded.

The historic collection rate is demonstrated in the following Table: -

| HISTORIC COLLECTION RATE |        |           |         |          |          |         |          |       |       |       |      |       |
|--------------------------|--------|-----------|---------|----------|----------|---------|----------|-------|-------|-------|------|-------|
| FINANCIAL YEARS          | August | September | October | November | December | January | February | March | April | May   | June | July  |
| 2016-2017                | 88.5   | 92.4      | 94.0    | 98.6     | 96.8     | 87.3    | 89.8     | 98.1  | 85.7  | 100.8 | 85.7 | 117.1 |
| Accumulate               | 88.5   | 91.5      | 92.1    | 93.2     | 93.7     | 92.9    | 92.5     | 93.1  | 92.4  | 93.1  | 92.6 | 94.3  |
| 2017-2018                | 100.5  | 79.4      | 101.9   | 104.4    | 89.5     | 78.9    | 99.7     | 87.6  | 91.9  | 90.0  | 99.5 | 98.8  |
| Accumulate               | 100.5  | 89.1      | 93.2    | 95.5     | 94.5     | 91.9    | 92.8     | 92.3  | 92.2  | 92.0  | 92.6 | 93.1  |

| <b>HISTORIC COLLECTION RATE</b> |               |                  |                |                 |                 |                |                 |              |              |            |             |             |
|---------------------------------|---------------|------------------|----------------|-----------------|-----------------|----------------|-----------------|--------------|--------------|------------|-------------|-------------|
| <b>FINANCIAL YEARS</b>          | <b>August</b> | <b>September</b> | <b>October</b> | <b>November</b> | <b>December</b> | <b>January</b> | <b>February</b> | <b>March</b> | <b>April</b> | <b>May</b> | <b>June</b> | <b>July</b> |
| 2018-2019                       | 107.1         | 78.8             | 104.8          | 98.7            | 92.2            | 87.7           | 81.9            | 89.6         | 98.3         | 108.6      | 91.0        | 104.1       |
| Accumulate                      | 107.1         | 90.8             | 95.3           | 96.1            | 95.4            | 94.1           | 92.5            | 92.1         | 92.8         | 94.1       | 93.9        | 94.7        |
| 2019-2020                       | 96.9          | 90.3             | 83.7           | 89.8            | 83.0            | 76.9           | 79.0            | 90.1         | 64.6         | 79.8       | 69.5        | 98.2        |
| Accumulate                      | 96.9          | 93.5             | 90.0           | 89.9            | 88.7            | 86.7           | 85.7            | 86.2         | 83.9         | 83.6       | 82.2        | 83.4        |
| 2020-2021                       | 88.3          | 84.5             | 83.5           | 82.0            | 77.3            | 70.7           | 73.4            | 105.9        | 89.2         | 91.1       | 86.5        | 106.0       |
| Accumulate                      | 88.3          | 86.2             | 85.2           | 84.5            | 83.1            | 81.1           | 80.1            | 82.5         | 83.1         | 83.9       | 84.1        | 85.5        |
| 2021-2022                       | 69.6          | 84.6             | 61.3           | 69.2            | 78.8            | 59.3           | 85.2            | 78.4         | 79.4         | 94.4       | 86.2        | 81.9        |
| Accumulate                      | 69.6          | 76.5             | 70.8           | 70.4            | 71.9            | 69.6           | 71.5            | 72.3         | 73.0         | 74.8       | 75.7        | 76.2        |
| 2022-2023 (MONTHLY)             | 80.3          | 62.7             | 55.1           | 55.8            | 54.5            | 48.7           | 48.8            | 49.5         | 99.0         | 83.6       | 97.4        | 71.9        |
| Accumulate                      | 80.3          | 70.0             | 64.5           | 62.3            | 60.7            | 58.6           | 57.2            | 56.2         | 58.7         | 60.7       | 62.7        | 63.3        |
| 2023-2024 (MONTHLY)             | 70.8          | 65.6             | 88.2           | 83.4            | 85.4            | 59.6           | 80.3            | 74.2         | 85.9         | 76.9       | 69.5        | 76.2        |
| Accumulate                      | 70.8          | 68.0             | 74.2           | 76.1            | 77.7            | 74.4           | 75.1            | 75.0         | 76.1         | 76.2       | 75.6        | 75.6        |
| 2024-2025 (MONTHLY)             | 75.1          | 69.1             | 78.5           | 74.9            | 73.2            | 55.7           | 65.1            | 89.1         | 76.9         | 73.9       | 75.9        | 58.1        |
| Accumulate                      | 75.1          | 71.8             | 74.1           | 74.3            | 74.1            | 70.6           | 69.9            | 71.6         | 72.2         | 72.3       | 72.6        | 71.1        |
| 2025-2026 (MONTHLY)             | 64.9          | 66.9             | <b>82.0</b>    | 64%             | <b>85%</b>      |                |                 |              |              |            |             |             |
| Accumulate                      | 64.9          | 66.0             | <b>70.7</b>    | 69%             | <b>72%</b>      |                |                 |              |              |            |             |             |

The above Table shows that for the six months of the 2025/26 financial year the NMBM has not been able to achieve an average collection of greater than 75% yet, however, there are some glimpses of hope that the strategies being implemented will yield positive results.

The following Table demonstrates the escalating arrear debt as at end December 2025: -

| <b>ARREAR DEBT AS AT END DECEMBER 2025</b>                           |                        |                        |                         |                        |                       |
|--|------------------------|------------------------|-------------------------|------------------------|-----------------------|
|  | <b>OVERDUE AMOUNTS</b> |                        |                         |                        |                       |
| <b>Detail</b>  | <b>Jun-25</b>          | <b>%Ntage of Total</b> | <b>Dec-25</b>           | <b>%Ntage of Total</b> | <b>Difference</b>     |
| Trade and Other Receivables from Exchange Transactions – Water       | R9,316,231,825         | <b>50.1%</b>           | R 11,101,117,091        | <b>50.9%</b>           | R1,784,885,266        |
| Trade and Other Receivables from Exchange Transactions – Electricity | R865,756,793           | <b>4.7%</b>            | R 1,005,372,235         | <b>4.6%</b>            | R139,615,442          |
| Receivables from Non-exchange Transactions - Property Rates          | R1,833,780,746         | <b>9.9%</b>            | R 2,064,408,825         | <b>9.5%</b>            | R230,628,079          |
| Receivables from Exchange Transactions - Waste Water Management      | R1,512,178,329         | <b>8.1%</b>            | R 1,689,316,086         | <b>7.8%</b>            | R177,137,757          |
| Receivables from Exchange Transactions - Waste Management            | R742,881,536           | <b>4.0%</b>            | R 826,604,613           | <b>3.8%</b>            | R83,723,077           |
| Receivables from Exchange Transactions - Property Rental Debtors     | R61,488,193            | <b>0.3%</b>            | R 64,294,782            | <b>0.3%</b>            | R2,806,589            |
| Interest on Arrear Debtor Accounts                                   | R3,822,318,447         | <b>20.6%</b>           | R 4,566,104,361         | <b>21.0%</b>           | R743,785,914          |
| Other  | R438,674,731           | <b>2.4%</b>            | R 473,723,927           | <b>2.2%</b>            | R35,049,196           |
| <b>Total By Income Source</b>  | <b>R18,593,310,600</b> | <b>100%</b>            | <b>R 21,790,941,919</b> | <b>100%</b>            | <b>R3,197,631,320</b> |
| <b>Debtors Age Analysis By Customer Group</b>                        | <b>Jun-25</b>          | <b>%Ntage of Total</b> | <b>Nov-25</b>           | <b>%Ntage of Total</b> | <b>Difference</b>     |
| Organs of State  | R207,945,308           | <b>1.1%</b>            | R298,711,404            | <b>1.4%</b>            | R90,766,097           |
| Commercial   | R2,313,305,563         | <b>12.4%</b>           | R2,425,351,959          | <b>11.1%</b>           | R112,046,396          |
| NB: Municipal Employees  | R24,161,147            | <b>0.13%</b>           | R 35,803,755            | <b>0.16%</b>           | R11,642,609           |
| NB: Municipal Councillors  | R120,434               | <b>0.00%</b>           | R 491,010               | <b>0.00%</b>           | R370,576              |
| Households   | R15,991,901,943        | <b>86.0%</b>           | R 18,752,313,336        | <b>86.1%</b>           | R2,760,411,393        |
| Other NMBM   | R55,876,206            | <b>0.3%</b>            | R 278,270,455           | <b>1.3%</b>            | R222,394,249          |
| <b>Total By Customer Group</b>                                       | <b>R18,593,310,600</b> | <b>100%</b>            | <b>R 21,790,941,919</b> | <b>100%</b>            | <b>R3,197,631,320</b> |

The above Table indicates that for the period June 2025 to end December 2025 the debt book has increased by R3. 2 billion from R18.6 billion to R21.8 billion. The biggest contributor to this situation is the water debt which has increased by R1.8 billion during the same period. This is because of the water punitive tariff charged due to water drought situation.

1.1.2 The Executive Mayor recommends that the Council approves the 2025/26 Adjustments Budget.

**COUNCILLOR B LOBISHE**  
**EXECUTIVE MAYOR**

## 1.2 2025/26 ADJUSTMENTS BUDGET RESOLUTIONS

### 1.2.1 Approval of the 2025/26 Adjustments Budget

- (i) The Executive Mayor recommends that the Council, by resolution taken by the majority of its full number, and in terms of Section 30(2) of the Local Government: Municipal Structures Act No. 117 of 1998 (as amended), read in conjunction with Section 28 of the Local Government: Municipal Finance Management Act, Act 56 of 2003, approves the 2025/26 Consolidated Adjustments Budget as set-out in the following tables:
- Table B1 Adjustments Budget Summary: page 7 – 9;
  - Table B2 Adjustments Budget Financial Performance (revenue and expenditure by standard classification): page 9 – 10;
  - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote): page 10 – 12;
  - Table B4 Adjustments Budget Financial Performance (revenue by source and expenditure by type): page 12 - 14;
  - Table B5 Adjustments Budget Capital Expenditure by vote and standard classification and funding source: page 14 - 15;
  - Table B6 Adjustments Budget Financial Position: page 15 - 17;
  - Table B7 Adjustments Budgeted Cash Flows: page 17 - 18;
  - Table B8 Cash backed reserves/accumulated surplus reconciliation: page 18;
  - Table B9 Asset Management : page 18 – 24;
  - Table B10 Basic Service Delivery: page 24 – 26;
- (ii) That Council notes that the approved rollover of the 2024/25 gazetted Municipal Disaster Grants amounting to R125 million have been incorporated in this Adjustment Budget.
- (iii) That Council notes that the original allocations made to the Mandela Bay Development Agency (MBDA) for both Capital, Operating and HURP budget allocations have been kept the same as the original i.e. R83 072 850, R58 841 530 and R2 512 050, respectively.
- (iv) That the Chief Financial Officer be authorised to implement any changes that may be identified after the tabling of the 2025/26 Adjustments Budget in Council for approval, prior to submission to National Treasury and publication on the municipal website.

### 1.3 EXECUTIVE SUMMARY

The 2025/26 Consolidated Adjustments Budget amounts to R21.239 billion, comprising R19.124 billion for the Operating Budget and R2.115 billion for the Capital Budget. The consolidated Operating Adjustments Budget shows a decrease of R420.937 million, compared to the originally approved Operating Budget, whilst the Adjustments Capital Budget reflects an increase of R23.900 million, compared to the originally approved budget.

In terms of funding the Capital Budget, the Municipality mainly relies on grant funding, comprising 75% of the total capital budget. The funding sources, supporting the Municipality's capital expenditure, are summarised in the table below:

| Description                 | 2025/26 Original Budget<br>R'000 | 2025/26 Adjustments Budget<br>R'000 | Variance<br>R'000 |
|-----------------------------|----------------------------------|-------------------------------------|-------------------|
| <b>Total Capital Budget</b> | <b>2,091,286</b>                 | <b>2,115,186</b>                    | <b>23,900</b>     |
| <b>Funded as follows:</b>   |                                  |                                     |                   |
| Grant funding               | 1,575,370                        | 1,588,770                           | 13,400            |
| Internal funding            | 455,416                          | 465,916                             | 10,500            |
| Borrowing                   | 60,500                           | 60,500                              | 0                 |
| <b>Total</b>                | <b>2,091,286</b>                 | <b>2,115,186</b>                    | <b>23,900</b>     |

It must be noted that the 2025/26 consolidated adjustments budget includes an allocation to the municipal entity, which amounts to R58.8 million for projects that are implemented by the entity as per agreement with the parent municipality.

### 1.4 CONSOLIDATED ADJUSTMENTS BUDGET TABLES

The ten main consolidated (i.e. Parent Municipality and its Entity) budget tables, as required in terms of the Municipal Budget and Reporting Regulations (MBRR), are included in this section. These tables set out the Municipality's 2025/26 Adjustments Budget to be considered for approval by Council. Each table is accompanied by *explanatory notes* summarising it.

The tables at parental level are also prepared for submission to National Treasury when the data strings are submitted after Council's approval of the Adjustments Budget (2025/26).

**Table B1 – Adjustments Budget Summary (Consolidated)**

| Description  | 2022/23                | 2023/24                | 2024/25                | Current year 2025/26   |                        |                           |                          |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|---------------------------|--------------------------|
|  |                        |                        |                        | Original Budget        | Adjusted Budget        | Full Year Forecast        | Pre-audit Outcome        |
| <b>R thousands</b>   | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Original Budget</b> | <b>Adjusted Budget</b> | <b>Full Year Forecast</b> | <b>Pre-audit Outcome</b> |
| <b>Financial Performance</b>   |                        |                        |                        |                        |                        |                           |                          |
| Property rates   | 2,731,173              | 2,875,600              | 3,041,099              | 3,299,358              | 3,328,813              | 3,328,813                 | 3,394,110                |
| Service charges  | 10,035,698             | 9,112,155              | 9,600,929              | 10,613,071             | 10,567,858             | 10,567,858                | 2,581,544                |
| Investment revenue   | 331,113                | 365,421                | 341,570                | 291,739                | 285,809                | 285,809                   | 22,235                   |
| Transfer and subsidies - Operational                                 | 1,554,432              | 1,711,024              | 1,791,759              | 2,944,497              | 2,453,205              | 2,453,205                 | 699,111                  |
| Other own revenue  | 1,898,111              | 2,263,375              | 2,734,170              | 2,407,084              | 2,488,809              | 2,488,809                 | 321,760                  |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,550,526</b>      | <b>16,327,574</b>      | <b>17,509,527</b>      | <b>19,555,749</b>      | <b>19,124,493</b>      | <b>19,124,493</b>         | <b>7,018,760</b>         |
| Employee costs   | 3,672,782              | 3,889,773              | 4,169,896              | 4,886,977              | 4,480,203              | 4,480,203                 | 662,441                  |
| Remuneration of councillors  | 84,993                 | 82,053                 | 85,933                 | 98,334                 | 97,870                 | 97,870                    | 13,874                   |
| Depreciation and amortisation  | 992,670                | 885,798                | 783,561                | 1,051,415              | 1,048,303              | 1,048,303                 | -                        |

| Description  | 2022/23           | 2023/24           | 2024/25            | Current year 2025/26 |                   |                   |                  |
|--|-------------------|-------------------|--------------------|----------------------|-------------------|-------------------|------------------|
|  |                   |                   |                    | R thousands          | Audited Outcome   | Audited Outcome   | Audited Outcome  |
| Finance charges  | 131,488           | 110,394           | 65,707             | 72,173               | 88,760            | 88,760            | 31,667           |
| Inventory consumed and bulk purchases                                | 4,823,028         | 6,152,560         | 7,050,540          | 7,788,041            | 7,620,512         | 7,620,512         | 1,394,082        |
| Transfers and subsidies  | 105,654           | 211,079           | 81,059             | 94,962               | 212,930           | 212,930           | 36,841           |
| Other expenditure  | 5,961,369         | 5,603,241         | 6,447,902          | 5,541,245            | 5,563,631         | 5,563,631         | 284,657          |
| <b>Total Expenditure</b>   | <b>15,771,983</b> | <b>16,934,898</b> | <b>18,684,598</b>  | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b> | <b>2,423,561</b> |
| <b>Surplus/(Deficit)</b>   | <b>778,544</b>    | <b>(607,324)</b>  | <b>(1,175,071)</b> | <b>22,602</b>        | <b>12,283</b>     | <b>12,283</b>     | <b>4,595,199</b> |
| Transfers and subsidies - capital (monetary allocations)             | 1,057,362         | 1,081,005         | 998,198            | 1,366,561            | 1,431,944         | 1,431,944         | -                |
| Transfers and subsidies - capital (in-kind)                          | 421,434           | 51,898            | 46,255             | -                    | -                 | -                 | -                |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>  | <b>4,595,199</b> |
| Share of Surplus/Deficit attributable to Associate                   | -                 | -                 | -                  | -                    | -                 | -                 | -                |
| <b>Surplus/(Deficit) for the year</b>                                | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>  | <b>4,595,199</b> |
| <b>Capital expenditure &amp; funds sources</b>                       |                   |                   |                    |                      |                   |                   |                  |
| <b>Capital expenditure</b>   | <b>1,892,531</b>  | <b>1,486,663</b>  | <b>1,322,154</b>   | <b>2,150,128</b>     | <b>2,115,186</b>  | <b>2,115,186</b>  | <b>84,255</b>    |
| Transfers recognised - capital                                       | 121,511           | 21,862            | 68,921             | 1,368,029            | 1,421,140         | 1,421,140         | -                |
| Borrowing  | -                 | -                 | -                  | 60,500               | 60,500            | 60,500            | -                |
| Internally generated funds   | 100               | 2,074             | -                  | 662,757              | 633,547           | 633,547           | -                |
| <b>Total sources of capital funds</b>                                | <b>121,610</b>    | <b>23,936</b>     | <b>68,921</b>      | <b>2,091,286</b>     | <b>2,115,186</b>  | <b>2,115,186</b>  | <b>-</b>         |
| <b>Financial position</b>  |                   |                   |                    |                      |                   |                   |                  |
| Total current assets   | 10,816,261        | 11,096,433        | 10,851,364         | 8,369,431            | 8,394,006         | 8,394,006         | 17,851,215       |
| Total non-current assets   | 19,322,935        | 19,994,840        | 20,555,281         | 21,591,710           | 21,556,769        | 21,556,769        | 21,064,220       |
| Total current liabilities  | 6,487,256         | 6,018,237         | 6,596,453          | 3,736,991            | 3,736,991         | 3,736,991         | 6,680,627        |
| Total non-current liabilities  | 2,578,960         | 3,473,105         | 3,763,209          | 5,285,536            | 5,285,536         | 5,285,536         | 2,597,133        |
| Community wealth/Equity  | 21,072,980        | 21,599,931        | 21,046,982         | 19,549,452           | 19,484,021        | 19,484,021        | 25,042,477       |
| <b>Cash flows</b>  |                   |                   |                    |                      |                   |                   |                  |
| Net cash from (used) operating                                       | 1,342,211         | (1,138,057)       | (58,838)           | (126,953)            | (124,708)         | (124,708)         | (44,648)         |
| Net cash from (used) investing                                       | 14,721            | (14,615)          | (10,507)           | -                    | -                 | -                 | -                |
| Net cash from (used) financing                                       | -                 | -                 | -                  | -                    | -                 | -                 | -                |
| <b>Cash/cash equivalents at the year end</b>                         | <b>6,055,905</b>  | <b>3,598,390</b>  | <b>4,360,316</b>   | <b>4,388,079</b>     | <b>4,390,323</b>  | <b>4,390,323</b>  | <b>7,699,945</b> |
| <b>Cash backing/surplus reconciliation</b>                           |                   |                   |                    |                      |                   |                   |                  |
| Cash and investments available                                       | 4,751,063         | 4,341,377         | 3,811,121          | 4,402,604            | 4,405,178         | 4,405,178         | 3,811,155        |
| Application of cash and investments                                  | 4,720,890         | 4,296,228         | 3,940,757          | 397,379              | 410,320           | 410,320           | 4,235,742        |
| <b>Balance - surplus (shortfall)</b>                                 | <b>30,173</b>     | <b>45,149</b>     | <b>(129,636)</b>   | <b>4,005,225</b>     | <b>3,994,858</b>  | <b>3,994,858</b>  | <b>(424,587)</b> |

| Description                                   | 2022/23                        | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |                   |
|---|--------------------------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast | Pre-audit Outcome |
| <b>Asset management</b>                       |                                |                 |                 |                      |                 |                    |                   |
| Asset register summary (WDV)                  | 19,201,968                     | 19,845,162      | 20,407,802      | 21,434,292           | 21,399,351      | 21,399,351         | 20,839,753        |
| Depreciation                                  | 992,670                        | 885,798         | 783,561         | 1,051,415            | 1,048,303       | 1,048,303          | -                 |
| Renewal and Upgrading of Existing Assets      | 1,720,602                      | 1,345,409       | 1,130,288       | 720,619              | 828,076         | 828,076            | 51,847            |
| Repairs and Maintenance                       | 455,224                        | 467,541         | 516,537         | 740,534              | 692,738         | 692,738            | 61,706            |
| <b>Free services</b>                          |                                |                 |                 |                      |                 |                    |                   |
| Cost of Free Basic Services provided          | 301,878                        | 506,088         | 555,322         | 531,295              | 537,594         | 537,594            | 95,038            |
| Revenue cost of free services provided        | 148,706                        | 131,437         | 205,087         | 231,820              | 217,861         | 217,861            | 28,537            |
| <b>Households below minimum service level</b> | -                              | -               | -               | -                    | -               | -                  | -                 |
| Water:  | -                              | -               | -               | -                    | -               | -                  | -                 |
| Sanitation/sewerage:                          | -                              | -               | -               | -                    | -               | -                  | -                 |
| Energy:                                       | -                              | -               | -               | -                    | -               | -                  | -                 |
| Refuse:                                       | -                              | -               | -               | -                    | -               | -                  | -                 |

### Explanatory notes to Table B1 – Adjustments Budget Summary

The aim of the Adjustments Budget Summary is to provide a concise overview of the proposed Adjustments Budget from all the major financial perspectives (operating expenditure, capital expenditure, financial position, cash flow, and MFMA funding compliance). The table provides an overview of the amounts to be approved by Council within the context of operating performance, resources utilised for capital expenditure, financial position, cash, and funding compliance, as well as the Municipality's commitment to eliminating basic service delivery backlogs.

**NB: It must be noted that the figures illustrated above are inclusive of the entity.**

### Table B2 – Adjustments Budget Financial Performance (revenue and expenditure by functional classification)

| Description                                    | 2022/23                        | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |
|--|--------------------------------|-----------------|-----------------|----------------------|-----------------|--------------------|
|  | R thousands<br>Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast |
| <b>Revenue - Functional</b>                    |                                |                 |                 |                      |                 |                    |
| <b>Municipal governance and administration</b> | 4,432,199                      | 4,339,841       | 4,562,473       | 5,256,532            | 4,618,499       | 4,618,499          |
| Executive and council                          | 1,093                          | 1,411           | 1,549           | 1,239                | 1,373           | 1,373              |
| Finance and administration                     | 4,431,092                      | 4,338,430       | 4,560,923       | 5,255,293            | 4,616,924       | 4,616,924          |
| Internal audit                                 | 15                             |                 |                 |                      | 202             | 202                |
| <b>Community and public safety</b>             | 1,158,609                      | 1,433,312       | 1,449,562       | 1,701,863            | 1,801,834       | 1,801,834          |
| Community and social services                  | 38,863                         | 37,260          | 51,120          | 47,044               | 47,908          | 47,908             |
| Sport and recreation                           | 6,929                          | 11,157          | 28,984          | 43,141               | 72,520          | 72,520             |
| Public safety                                  | 849,239                        | 1,137,203       | 1,147,052       | 1,134,625            | 1,203,625       | 1,203,625          |
| Housing  | 261,645                        | 246,234         | 216,923         | 475,675              | 476,142         | 476,142            |
| Health   | 1,934                          | 1,458           | 5,484           | 1,377                | 1,639           | 1,639              |
| <b>Economic and environmental services</b>     | 696,386                        | 524,130         | 608,248         | 729,477              | 905,811         | 905,811            |
| Planning and development                       | 200,014                        | 183,394         | 194,469         | 216,108              | 215,415         | 215,415            |

| Description                                    | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|--|--------------------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|  | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| Road transport                                 | 481,190                        | 316,679           | 382,193           | 467,433              | 610,983           | 610,983            |
| Environmental protection                       | 15,182                         | 24,057            | 31,587            | 45,936               | 79,413            | 79,413             |
| <b>Trading services</b>                        | <b>11,702,452</b>              | <b>11,122,681</b> | <b>11,895,428</b> | <b>13,194,517</b>    | <b>13,193,243</b> | <b>13,193,243</b>  |
| Energy sources                                 | 4,655,953                      | 5,244,281         | 6,321,258         | 6,745,392            | 6,802,982         | 6,802,982          |
| Water management                               | 5,383,007                      | 4,214,717         | 3,767,489         | 4,472,975            | 4,333,496         | 4,333,496          |
| Waste water management                         | 1,123,137                      | 1,172,521         | 1,313,626         | 1,384,071            | 1,451,114         | 1,451,114          |
| Waste management                               | 540,355                        | 491,161           | 493,056           | 592,079              | 605,652           | 605,652            |
| <b>Other</b>                                   | <b>39,676</b>                  | <b>40,513</b>     | <b>38,268</b>     | <b>39,921</b>        | <b>37,050</b>     | <b>37,050</b>      |
| <b>Total Revenue - Functional</b>              | <b>18,029,322</b>              | <b>17,460,477</b> | <b>18,553,980</b> | <b>20,922,310</b>    | <b>20,556,437</b> | <b>20,556,437</b>  |
| <b>Expenditure - Functional</b>                |                                |                   |                   |                      |                   |                    |
| <b>Municipal governance and administration</b> | <b>2,242,799</b>               | <b>2,348,487</b>  | <b>2,136,088</b>  | <b>2,136,987</b>     | <b>2,076,843</b>  | <b>2,076,843</b>   |
| Executive and council                          | 363,007                        | 497,174           | 384,416           | 472,674              | 465,271           | 465,271            |
| Finance and administration                     | 1,820,706                      | 1,790,022         | 1,691,161         | 1,595,696            | 1,541,907         | 1,541,907          |
| Internal audit                                 | 59,086                         | 61,291            | 60,511            | 68,618               | 69,665            | 69,665             |
| <b>Community and public safety</b>             | <b>1,944,102</b>               | <b>2,097,724</b>  | <b>2,191,799</b>  | <b>2,555,762</b>     | <b>2,466,797</b>  | <b>2,466,797</b>   |
| Community and social services                  | 412,520                        | 345,967           | 334,366           | 438,661              | 422,049           | 422,049            |
| Sport and recreation                           | 482,056                        | 510,293           | 580,715           | 681,444              | 667,927           | 667,927            |
| Public safety                                  | 562,957                        | 640,003           | 734,963           | 744,821              | 705,520           | 705,520            |
| Housing  | 395,276                        | 420,674           | 395,721           | 429,504              | 431,230           | 431,230            |
| Health   | 91,292                         | 180,788           | 146,034           | 261,333              | 240,072           | 240,072            |
| <b>Economic and environmental services</b>     | <b>594,411</b>                 | <b>991,821</b>    | <b>1,260,745</b>  | <b>1,369,222</b>     | <b>1,482,733</b>  | <b>1,482,733</b>   |
| Planning and development                       | 207,893                        | 221,883           | 440,352           | 497,245              | 536,186           | 536,186            |
| Road transport                                 | 327,470                        | 707,987           | 757,870           | 781,698              | 863,530           | 863,530            |
| Environmental protection                       | 59,048                         | 61,951            | 62,523            | 90,279               | 83,018            | 83,018             |
| <b>Trading services</b>                        | <b>10,922,322</b>              | <b>11,410,386</b> | <b>13,012,359</b> | <b>13,361,568</b>    | <b>12,989,579</b> | <b>12,989,579</b>  |
| Energy sources                                 | 5,483,244                      | 6,459,747         | 7,352,770         | 8,404,058            | 8,349,441         | 8,349,441          |
| Water management                               | 3,909,985                      | 3,397,207         | 3,977,977         | 3,191,843            | 2,766,583         | 2,766,583          |
| Waste water management                         | 901,307                        | 1,012,679         | 1,077,066         | 1,089,674            | 1,211,365         | 1,211,365          |
| Waste management                               | 627,786                        | 540,752           | 604,547           | 675,993              | 662,191           | 662,191            |
| <b>Other</b>                                   | <b>68,349</b>                  | <b>86,480</b>     | <b>83,606</b>     | <b>109,608</b>       | <b>102,950</b>    | <b>102,950</b>     |
| <b>Total Expenditure - Functional</b>          | <b>15,771,983</b>              | <b>16,934,898</b> | <b>18,684,598</b> | <b>19,533,147</b>    | <b>19,118,903</b> | <b>19,118,903</b>  |
| <b>Surplus/(Deficit)</b>                       | <b>2,257,340</b>               | <b>525,578</b>    | <b>(130,618)</b>  | <b>1,389,163</b>     | <b>1,437,534</b>  | <b>1,437,534</b>   |

### Explanatory notes to Table B2 – Adjustments Budget Financial Performance (revenue and expenditure by functional classification)

The “standard classification” refers to a modified Government Finance Statistics (GFS) reporting structure. The aim of the standard classification approach is to ensure that all municipalities approve a budget in one common format, to facilitate comparison across all municipalities. It should be noted that the revenue by vote as reflected in this table, includes revenue attributable to capital grants.

### Table B3 - Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

| Description  | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|--|--------------------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|  | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| <b>Revenue</b>   |                                |                   |                   |                      |                   |                    |
| Vote 01 - Budget & Treasury  | 3,791,502                      | 4,047,426         | 4,290,977         | 5,134,970            | 4,488,263         | 4,488,263          |
| Vote 02 - Public Health  | 554,066                        | 488,516           | 496,596           | 607,733              | 621,119           | 621,119            |
| Vote 03 - Human Settlements  | 117,552                        | 146,839           | 131,012           | 331,096              | 382,500           | 382,500            |
| Vote 04 - Economic Development, Tourism & Agriculture                | 164,848                        | 44,838            | 47,821            | 44,173               | 56,814            | 56,814             |
| Vote 05 - Corporate Services   | 27,812                         | 20,162            | 28,755            | 32,326               | 56,075            | 56,075             |
| Vote 06 - Infrastructure & Engineering: Rate & General               | 122,383                        | 87,541            | 102,168           | 169,030              | 277,119           | 277,119            |
| Vote 07 - Metro Water Services                                       | 5,141,194                      | 3,920,888         | 3,555,318         | 3,973,252            | 3,829,264         | 3,829,264          |
| Vote 08 - Sanitation - Metro   | 1,107,032                      | 1,101,413         | 1,225,521         | 1,224,657            | 1,330,265         | 1,330,265          |
| Vote 09 - Electricity & Energy                                       | 4,512,240                      | 5,088,888         | 6,209,640         | 6,590,727            | 6,592,273         | 6,592,273          |
| Vote 10 - Executive & Council  | 13,821                         | 145,631           | 146,395           | 208,819              | 170,953           | 170,953            |
| Vote 11 - Safety & Security  | 869,505                        | 1,157,373         | 1,165,836         | 1,154,129            | 1,224,102         | 1,224,102          |
| Vote 12 - Nelson Mandela Bay Stadium                                 | 44,793                         | 48,197            | 74,881            | 76,984               | 75,084            | 75,084             |
| Vote 13 - Special Projects &^ Programmes                             | 18,526                         | 29,816            | 22,636            | 7,853                | 20,663            | 20,663             |
|  |                                |                   |                   |                      |                   |                    |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,485,274</b>              | <b>16,327,527</b> | <b>17,497,555</b> | <b>19,555,749</b>    | <b>19,124,493</b> | <b>19,124,493</b>  |
| <b>Expenditure</b>   |                                |                   |                   |                      |                   |                    |
| Vote 01 - Budget & Treasury  | 923,315                        | 1,372,880         | 1,288,658         | 1,204,286            | 1,155,534         | 1,155,534          |
| Vote 02 - Public Health  | 987,113                        | 905,026           | 882,865           | 1,119,216            | 1,071,508         | 1,071,508          |
| Vote 03 - Human Settlements  | 352,051                        | 385,909           | 380,087           | 546,771              | 538,085           | 538,085            |
| Vote 04 - Economic Development, Tourism & Agriculture                | 444,206                        | 507,472           | 517,368           | 619,458              | 620,997           | 620,997            |
| Vote 05 - Corporate Services   | 467,749                        | 445,173           | 494,278           | 628,254              | 633,362           | 633,362            |
| Vote 06 - Infrastructure & Engineering: Rate & General               | 889,956                        | 921,510           | 979,722           | 1,056,500            | 1,121,026         | 1,121,026          |
| Vote 07 - Metro Water Services                                       | 3,934,196                      | 3,771,041         | 3,929,151         | 3,207,509            | 2,769,271         | 2,769,271          |
| Vote 08 - Sanitation - Metro   | 792,709                        | 851,420           | 939,781           | 903,496              | 1,025,835         | 1,025,835          |
| Vote 09 - Electricity & Energy                                       | 5,525,601                      | 6,526,453         | 7,428,874         | 8,335,233            | 8,280,863         | 8,280,863          |
| Vote 10 - Executive & Council  | 412,853                        | 468,867           | 499,016           | 588,728              | 605,540           | 605,540            |
| Vote 11 - Safety & Security  | 959,505                        | 1,162,343         | 1,229,121         | 1,239,282            | 1,192,944         | 1,192,944          |
| Vote 12 - Nelson Mandela Bay Stadium                                 | 55,030                         | 51,332            | 95,833            | 74,984               | 75,084            | 75,084             |
| Vote 13 - Special Projects &^ Programmes                             | 19,357                         | 29,122            | 25,667            | 9,431                | 22,161            | 22,161             |
| Vote 15 - NMBM   | 3,681                          | 48                | 645               |                      |                   |                    |
| <b>Total Expenditure</b>   | <b>15,767,322</b>              | <b>17,398,597</b> | <b>18,691,067</b> | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b>  |

| Description       | 2022/23         | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |
|-------------------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|
| R thousands       | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast |
| Surplus/(Deficit) | 717,952         | (1,071,070)     | (1,193,512)     | 22,602               | 12,283          | 12,283             |

### Explanatory notes to Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

The purpose of the format in which the Adjustments Budget is presented, is to enable the Council to enforce a vote in accordance with the municipality's organisational structure, to assign responsibility for the revenue and expenditure recorded against these votes to the City Manager and Executive Directors concerned. Operating revenue and expenditure are thus presented by 'vote'. A 'vote' is defined in terms of Section 1 of the Local Government: Municipal Finance Management Act (MFMA) 56 of 2003 as one of the main segments into which a budget of a municipality is divided into, for the appropriation of funds.

### Table B4 - Consolidated Adjustments Budget Financial Performance (revenue and expenditure)

| Description   | 2022/23         | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |                   |
|---|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|
| R thousands   | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast | Pre-audit Outcome |
| <b>Revenue</b>                                      |                 |                 |                 |                      |                 |                    |                   |
| <b>Exchange Revenue</b>                             |                 |                 |                 |                      |                 |                    |                   |
| Service charges - Electricity                       | 4,551,741       | 4,965,180       | 5,852,449       | 6,464,349            | 6,447,444       | 6,447,444          | 1,993,656         |
| Service charges - Water                             | 4,378,917       | 3,048,561       | 2,605,324       | 2,983,123            | 2,839,121       | 2,839,121          | 389,732           |
| Service charges - Waste Water Management            | 781,390         | 807,631         | 832,666         | 817,519              | 915,298         | 915,298            | 142,140           |
| Service charges - Waste Management                  | 323,650         | 290,783         | 310,491         | 348,080              | 365,994         | 365,994            | 56,016            |
| Sale of Goods and Rendering of Services             | 74,593          | 78,046          | 123,819         | 114,371              | 126,911         | 126,911            | 19,985            |
| Agency services                                     | 4,329           | 3,902           | 3,968           | 4,255                | 4,255           | 4,255              | 687               |
| Interest  | -               | -               | -               | -                    | -               | -                  | -                 |
| Interest earned from Receivables                    | 901,563         | 1,210,961       | 1,282,033       | 1,106,615            | 1,106,615       | 1,106,615          | 269,915           |
| Interest earned from Current and Non-Current Assets | 331,113         | 365,421         | 341,570         | 291,739              | 285,809         | 285,809            | 22,235            |
| Dividends   | -               | -               | -               | -                    | -               | -                  | -                 |
| Rent on Land  | -               | -               | -               | -                    | -               | -                  | -                 |
| Rental from Fixed Assets                            | 32,620          | 34,019          | 43,493          | 42,603               | 43,286          | 43,286             | 7,535             |
| Licence and permits                                 | 21,443          | 21,519          | 22,448          | 21,319               | 22,365          | 22,365             | 3,867             |
| Special rating levies                               | -               | -               | -               | -                    | -               | -                  | -                 |
| Operational Revenue                                 | 30,971          | 32,659          | 50,891          | 29,273               | 27,793          | 27,793             | 7,677             |
| <b>Non-Exchange Revenue</b>                         |                 |                 |                 |                      |                 |                    |                   |
| Property rates                                      | 2,731,173       | 2,875,600       | 3,041,099       | 3,299,358            | 3,328,813       | 3,328,813          | 3,394,110         |
| Surcharges and Taxes                                | -               | -               | -               | -                    | -               | -                  | -                 |
| Fines, penalties and forfeits                       | 77,758          | 97,507          | 169,887         | 67,973               | 134,530         | 134,530            | 12,094            |
| Licences or permits                                 | 1               | 1               | 1               | 1                    | 1               | 1                  | -                 |
| Transfer and subsidies - Operational                | 1,554,432       | 1,711,024       | 1,791,759       | 2,944,497            | 2,453,205       | 2,453,205          | 699,111           |

| Description  | 2022/23                        | 2023/24           | 2024/25            | Current year 2025/26 |                   |                    |                   |
|--|--------------------------------|-------------------|--------------------|----------------------|-------------------|--------------------|-------------------|
|  | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome    | Original Budget      | Adjusted Budget   | Full Year Forecast | Pre-audit Outcome |
| Interest   | -                              | -                 | 213,590            | 158,695              | 158,695           | 158,695            | -                 |
| Fuel Levy  | 754,473                        | 783,478           | 824,005            | 861,978              | 861,978           | 861,978            | -                 |
| Operational Revenue  | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| Gains on disposal of Assets  | 360                            | 1,282             | 35                 | -                    | 2,379             | 2,379              | -                 |
| Other Gains  | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| Discontinued Operations  | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,550,526</b>              | <b>16,327,574</b> | <b>17,509,527</b>  | <b>19,555,749</b>    | <b>19,124,493</b> | <b>19,124,493</b>  | <b>7,018,760</b>  |
| <b>Expenditure</b>   |                                |                   |                    |                      |                   |                    |                   |
| Employee related costs   | 3,672,782                      | 3,889,773         | 4,169,896          | 4,886,977            | 4,480,203         | 4,480,203          | 662,441           |
| Remuneration of councillors  | 84,993                         | 82,053            | 85,933             | 98,334               | 97,870            | 97,870             | 13,874            |
| Bulk purchases - electricity   | 4,705,311                      | 5,635,673         | 6,500,312          | 7,277,226            | 7,277,226         | 7,277,226          | 1,346,390         |
| Inventory consumed   | 117,717                        | 516,887           | 550,228            | 510,815              | 343,286           | 343,286            | 47,692            |
| Debt impairment  | 3,693,118                      | -                 | -                  | 1,946,427            | 1,818,084         | 1,818,084          | -                 |
| Depreciation and amortisation  | 992,670                        | 885,798           | 783,561            | 1,051,415            | 1,048,303         | 1,048,303          | -                 |
| Interest   | 131,488                        | 110,394           | 65,707             | 72,173               | 88,760            | 88,760             | 31,667            |
| Contracted services  | 954,904                        | 974,150           | 1,076,455          | 1,659,963            | 1,796,939         | 1,796,939          | 112,839           |
| Transfers and subsidies  | 105,654                        | 211,079           | 81,059             | 94,962               | 212,930           | 212,930            | 36,841            |
| Irrecoverable debts written off                                      | 363,606                        | 3,626,212         | 4,262,010          | 726,946              | 674,944           | 674,944            | 47,078            |
| Operational costs  | 691,379                        | 628,847           | 714,151            | 821,988              | 887,742           | 887,742            | 124,740           |
| Losses on disposal of Assets   | 5,187                          | 1,739             | -                  | -                    | -                 | -                  | -                 |
| Other Losses   | 253,174                        | 372,293           | 395,285            | 385,921              | 385,921           | 385,921            | -                 |
| <b>Total Expenditure</b>   | <b>15,771,983</b>              | <b>16,934,898</b> | <b>18,684,598</b>  | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b>  | <b>2,423,561</b>  |
| <b>Surplus/(Deficit)</b>   | <b>778,544</b>                 | <b>(607,324)</b>  | <b>(1,175,071)</b> | <b>22,602</b>        | <b>12,283</b>     | <b>12,283</b>      | <b>4,595,199</b>  |
| Transfers and subsidies - capital (monetary allocations)             | 1,057,362                      | 1,081,005         | 998,198            | 1,366,561            | 1,431,944         | 1,431,944          | -                 |
| Transfers and subsidies - capital (in-kind)                          | 421,434                        | 51,898            | 46,255             | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) after capital transfers and contributions</b>   | <b>2,257,340</b>               | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Income Tax   | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) after income tax</b>                            | <b>2,257,340</b>               | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Share of Surplus/Deficit attributable to Joint Venture               | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| Share of Surplus/Deficit attributable to Minorities                  | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) attributable to municipality</b>                | <b>2,257,340</b>               | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Share of Surplus/Deficit attributable to Associate                   | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| Intercompany/Parent subsidiary transactions                          | -                              | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) for the year</b>                                | <b>2,257,340</b>               | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |

## Explanatory notes to Table B4 – Adjustments Budget Financial Performance (revenue and expenditure)

### Revenue

- The Financial Performance Adjustments Budget is required to be approved concurrently by revenue source and expenditure type, to ensure consistency with the annual reporting format requirements. A key aim is to facilitate comparison between the annual results and the Adjustments Budget, to assess performance.

**Table B5 - Consolidated Adjustment Capital Expenditure Budget by vote, standard classification, and funding source**

| Description   | 2022/23          | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |                   |
|---|------------------|------------------|------------------|----------------------|------------------|--------------------|-------------------|
|   | Audited Outcome  | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| <b>R thousands</b>                                    |                  |                  |                  |                      |                  |                    |                   |
| <b>Capital Expenditure - Functional</b>               |                  |                  |                  |                      |                  |                    |                   |
| <b><i>Municipal governance and administration</i></b> | <b>(4,975)</b>   | <b>61,426</b>    | <b>90,511</b>    | <b>270,443</b>       | <b>218,716</b>   | <b>218,716</b>     | <b>2,423</b>      |
| Executive and council                                 | (32,767)         |                  |                  |                      |                  |                    |                   |
| Finance and administration                            | 27,792           | 61,426           | 90,511           | 270,443              | 218,716          | 218,716            | 2,423             |
| Internal audit  |                  |                  |                  |                      |                  |                    |                   |
| <b><i>Community and public safety</i></b>             | <b>200,836</b>   | <b>128,404</b>   | <b>147,097</b>   | <b>199,467</b>       | <b>181,579</b>   | <b>181,579</b>     | <b>590</b>        |
| Community and social services                         | 56,178           | 38,947           | 45,681           | 73,580               | 42,273           | 42,273             | 500               |
| Sport and recreation                                  | 45,498           | 40,738           | 54,807           | 77,340               | 89,430           | 89,430             |                   |
| Public safety   | 3,346            | (262)            | 1,849            | 46,647               | 47,976           | 47,976             | 90                |
| Housing   | 94,859           | 48,865           | 44,250           | 600                  | 600              | 600                |                   |
| Health  | 956              | 116              | 510              | 1,300                | 1,300            | 1,300              |                   |
| <b><i>Economic and environmental services</i></b>     | <b>597,561</b>   | <b>498,753</b>   | <b>392,605</b>   | <b>549,435</b>       | <b>488,630</b>   | <b>488,630</b>     | <b>38,069</b>     |
| Planning and development                              |                  |                  | 20,448           | 58,842               |                  |                    |                   |
| Road transport  | 589,267          | 458,673          | 477,952          | 489,593              | 487,880          | 487,880            | 38,069            |
| Environmental protection                              | 8,294            | 40,079           | (105,795)        | 1,000                | 750              | 750                |                   |
| <b><i>Trading services</i></b>                        | <b>1,095,305</b> | <b>795,682</b>   | <b>688,918</b>   | <b>1,122,783</b>     | <b>1,222,761</b> | <b>1,222,761</b>   | <b>43,173</b>     |
| Energy sources  | 277,588          | 289,532          | 188,538          | 205,123              | 272,519          | 272,519            | 16,959            |
| Water management                                      | 826,657          | 331,204          | 307,354          | 554,787              | 563,330          | 563,330            | 18,660            |
| Waste water management                                | 12,519           | 84,368           | 90,196           | 324,873              | 314,642          | 314,642            | 7,555             |
| Waste management                                      | (21,459)         | 90,578           | 102,830          | 38,000               | 72,270           | 72,270             |                   |
| <b><i>Other</i></b>                                   | <b>3,804</b>     | <b>2,397</b>     | <b>3,024</b>     | <b>8,000</b>         | <b>3,500</b>     | <b>3,500</b>       |                   |
| <b>Total Capital Expenditure - Functional</b>         | <b>1,892,531</b> | <b>1,486,663</b> | <b>1,322,154</b> | <b>2,150,128</b>     | <b>2,115,186</b> | <b>2,115,186</b>   | <b>84,255</b>     |
| <b>Funded by</b>                                      |                  |                  |                  |                      |                  |                    |                   |
| National Government                                   | 121,511          | 21,862           | 68,921           | 1,325,029            | 1,367,640        | 1,367,640          | 55,416            |
| Provincial Government                                 |                  |                  |                  |                      |                  |                    |                   |

| Description   | 2022/23                        | 2023/24         | 2024/25         | Current year 2025/26 |                  |                    |                   |
|---|--------------------------------|-----------------|-----------------|----------------------|------------------|--------------------|-------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| District Municipality   |                                |                 |                 |                      |                  |                    |                   |
| Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) |                                |                 |                 | 43,000               | 53,500           | 53,500             | 4,827             |
| <b>Transfers recognised - capital</b>   | <b>121,511</b>                 | <b>21,862</b>   | <b>68,921</b>   | <b>1,368,029</b>     | <b>1,421,140</b> | <b>1,421,140</b>   | <b>60,243</b>     |
| <b>Borrowing</b>  |                                |                 |                 | 60,500               | 60,500           | 60,500             |                   |
| <b>Internally generated funds</b>   | 100                            | 2,074           |                 | 662,757              | 633,547          | 633,547            | 24,012            |
| <b>Total Capital Funding</b>  | <b>121,610</b>                 | <b>23,936</b>   | <b>68,921</b>   | <b>2,091,286</b>     | <b>2,115,186</b> | <b>2,115,186</b>   | <b>84,255</b>     |

### Explanatory notes to Table B5 – Adjustments Capital Expenditure Budget by vote, standard classification, and funding source

- Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

**Table B6 - Consolidated Adjustments Budget Financial Position**

| Description  | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                  |                    |                   |
|--|--------------------------------|-------------------|-------------------|----------------------|------------------|--------------------|-------------------|
|  | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| <b>ASSETS</b>  |                                |                   |                   |                      |                  |                    |                   |
| <b>Current assets</b>                                  |                                |                   |                   |                      |                  |                    |                   |
| Cash and cash equivalents                              | 4,751,063                      | 4,341,377         | 3,811,121         | 4,402,604            | 4,405,178        | 4,405,178          | 3,811,155         |
| Trade and other receivables from exchange transactions | 3,561,632                      | 3,098,044         | 3,413,820         | 3,054,485            | 3,054,485        | 3,054,485          | 13,972,366        |
| Receivables from non-exchange transactions             | 468,061                        | 1,151,677         | 383,020           | 385,614              | 385,614          | 385,614            | (2,818,984)       |
| Current portion of non-current receivables             | -                              | -                 | -                 | -                    | -                | -                  | -                 |
| Inventory  | 183,005                        | 163,222           | 213,248           | 134,046              | 156,046          | 156,046            | 447,662           |
| VAT  | 1,843,848                      | 2,333,253         | 3,021,568         | 148,902              | 148,902          | 148,902            | 2,430,156         |
| Other current assets                                   | 8,653                          | 8,861             | 8,587             | 243,781              | 243,781          | 243,781            | 8,861             |
| <b>Total current assets</b>                            | <b>10,816,261</b>              | <b>11,096,433</b> | <b>10,851,364</b> | <b>8,369,431</b>     | <b>8,394,006</b> | <b>8,394,006</b>   | <b>17,851,215</b> |
| <b>Non current assets</b>                              |                                |                   |                   |                      |                  |                    |                   |
| Investments  | -                              | -                 | -                 | -                    | -                | -                  | -                 |
| Investment property                                    | 142,512                        | 138,357           | 134,272           | 143,891              | 138,413          | 138,413            | 138,357           |
| Property, plant and equipment                          | 18,796,914                     | 19,438,811        | 19,970,524        | 20,999,755           | 21,025,894       | 21,025,894         | 20,418,663        |
| Biological assets                                      | -                              | -                 | -                 | -                    | -                | -                  | -                 |
| Living and non-living resources                        | -                              | -                 | -                 | -                    | -                | -                  | -                 |
| Heritage assets  | 219,946                        | 226,190           | 264,723           | 235,238              | 235,238          | 235,238            | 226,441           |
| Intangible assets                                      | 42,595                         | 55,900            | 39,673            | 70,067               | 14,465           | 14,465             | 70,388            |

| Description   | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |                   |
|---|--------------------------------|-------------------|-------------------|----------------------|-------------------|--------------------|-------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast | Pre-audit Outcome |
| Trade and other receivables from exchange transactions  | 120,917                        | 135,532           | 146,039           | 86,379               | 86,379            | 86,379             | -                 |
| Non-current receivables from non-exchange transactions  | 50                             | 50                | 50                | 56,379               | 56,379            | 56,379             | 210,371           |
| Other non-current assets                                | -                              | -                 | -                 | -                    | -                 | -                  | -                 |
| <b>Total non current assets</b>                         | <b>19,322,935</b>              | <b>19,994,840</b> | <b>20,555,281</b> | <b>21,591,710</b>    | <b>21,556,769</b> | <b>21,556,769</b>  | <b>21,064,220</b> |
| <b>TOTAL ASSETS</b>                                     | <b>30,139,196</b>              | <b>31,091,274</b> | <b>31,406,645</b> | <b>29,961,141</b>    | <b>29,950,774</b> | <b>29,950,774</b>  | <b>38,915,435</b> |
| <b>LIABILITIES</b>                                      |                                |                   |                   |                      |                   |                    |                   |
| <b>Current liabilities</b>                              |                                |                   |                   |                      |                   |                    |                   |
| Bank overdraft  | -                              | -                 | -                 | -                    | -                 | -                  | -                 |
| Financial liabilities                                   | 47,048                         | 213,698           | 129,104           | 222,246              | 222,246           | 222,246            | -                 |
| Consumer deposits                                       | 155,525                        | 157,185           | 156,623           | 163,472              | 163,472           | 163,472            | 4,134             |
| Trade and other payables from exchange transactions     | 2,103,276                      | 2,378,792         | 2,656,556         | 2,504,910            | 2,504,910         | 2,504,910          | 1,436,922         |
| Trade and other payables from non-exchange transactions | 185,533                        | 327,268           | 460,954           | 321,180              | 321,180           | 321,180            | 691,270           |
| Provision   | 1,963,340                      | 777,821           | 566,054           | 525,183              | 525,183           | 525,183            | 1,729,343         |
| VAT   | 2,032,533                      | 2,163,473         | 2,627,162         | -                    | -                 | -                  | 2,818,958         |
| Other current liabilities                               | -                              | -                 | -                 | -                    | -                 | -                  | -                 |
| <b>Total current liabilities</b>                        | <b>6,487,256</b>               | <b>6,018,237</b>  | <b>6,596,453</b>  | <b>3,736,991</b>     | <b>3,736,991</b>  | <b>3,736,991</b>   | <b>6,680,627</b>  |
| <b>Non-current liabilities</b>                          |                                |                   |                   |                      |                   |                    |                   |
| Financial liabilities                                   | 1,293,919                      | 929,834           | 796,001           | 938,463              | 938,463           | 938,463            | 857,098           |
| Provision   | 1,296,003                      | 1,220,516         | 1,487,634         | 3,474,755            | 3,474,755         | 3,474,755          | 1,450,202         |
| Long term portion of trade payables                     | -                              | -                 | 3,251             | -                    | -                 | -                  | 319               |
| Other non-current liabilities                           | (10,962)                       | 1,322,755         | 1,476,324         | 872,317              | 872,317           | 872,317            | 289,514           |
| <b>Total non-current liabilities</b>                    | <b>2,578,960</b>               | <b>3,473,105</b>  | <b>3,763,209</b>  | <b>5,285,536</b>     | <b>5,285,536</b>  | <b>5,285,536</b>   | <b>2,597,133</b>  |
| <b>TOTAL LIABILITIES</b>                                | <b>9,066,216</b>               | <b>9,491,341</b>  | <b>10,359,663</b> | <b>9,022,527</b>     | <b>9,022,527</b>  | <b>9,022,527</b>   | <b>9,277,760</b>  |
| <b>NET ASSETS</b>                                       | <b>21,072,980</b>              | <b>21,599,932</b> | <b>21,046,982</b> | <b>20,938,614</b>    | <b>20,928,248</b> | <b>20,928,248</b>  | <b>29,637,675</b> |
| <b>COMMUNITY WEALTH/EQUITY</b>                          |                                |                   |                   |                      |                   |                    |                   |
| Accumulated surplus/(deficit)                           | 20,561,138                     | 21,038,554        | 20,497,994        | 19,317,415           | 19,251,984        | 19,251,984         | 24,446,792        |
| Reserves and funds                                      | 511,842                        | 561,377           | 548,988           | 232,037              | 232,037           | 232,037            | 595,685           |
| Other   | -                              | -                 | -                 | -                    | -                 | -                  | -                 |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>                    | <b>21,072,980</b>              | <b>21,599,931</b> | <b>21,046,982</b> | <b>19,549,452</b>    | <b>19,484,021</b> | <b>19,484,021</b>  | <b>25,042,477</b> |

### Explanatory notes to Table B6 – Adjustments Budget Financial Position\

1. The table presents Assets Less Liabilities as Community Wealth. The order of items within each group is also aligned to the requirement of showing items in order of liquidity, i.e. assets readily converted to cash or liabilities immediately required to be met from cash appear first.
2. Any movement on the Adjustments Budgeted Financial Performance or the Capital Adjustments Budget will invariably impact on the Adjustments Budgeted Financial Position. For example, the



| Description                                  | 2022/23                | 2023/24                | 2024/25                | Current year 2025/26   |                        |                           |                          |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|---------------------------|--------------------------|
|  |                        |                        |                        | Original Budget        | Adjusted Budget        | Full Year Forecast        | Pre-audit Outcome        |
| <b>R thousands</b>                           | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Original Budget</b> | <b>Adjusted Budget</b> | <b>Full Year Forecast</b> | <b>Pre-audit Outcome</b> |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b> | <b>1,356,932</b>       | <b>(1,152,672)</b>     | <b>(69,345)</b>        | <b>(126,953)</b>       | <b>(124,708)</b>       | <b>(124,708)</b>          | <b>(44,648)</b>          |
| Cash/cash equivalents at the year begin:     | 4,698,973              | 4,751,063              | 4,429,660              | 4,515,032              | 4,515,032              | 4,515,032                 | 3,848,318                |
| Cash/cash equivalents at the year end:       | 6,055,905              | 3,598,390              | 4,360,316              | 4,388,079              | 4,390,323              | 4,390,323                 | 3,803,670                |

### Explanatory notes to Table B7 – Adjustments Budget Cash Flow Statement

1. The budgeted cash flow statement represents the first measurement in determining whether the budget is funded.
2. It reflects the expected cash in-flows versus the cash out-flows that is likely to result from the implementation of the Budget.

### Table B8 – Consolidated Cash backed reserves/accumulated surplus reconciliation

| Description  | 2022/23                | 2023/24                | 2024/25                | Current year 2025/26   |                        |                           |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|---------------------------|
|  |                        |                        |                        | Original Budget        | Adjusted Budget        | Full Year Forecast        |
| <b>R thousands</b>   | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Audited Outcome</b> | <b>Original Budget</b> | <b>Adjusted Budget</b> | <b>Full Year Forecast</b> |
| <b>Cash and investments available</b>  |                        |                        |                        |                        |                        |                           |
| Cash/cash equivalents at the year end  | 6,055,905              | 3,598,390              | 4,360,316              | 4,388,079              | 4,390,323              | 4,390,323                 |
| Other current investments > 90 days  | (1,304,842)            | 742,986                | (549,195)              | 14,525                 | 14,855                 | 14,855                    |
| Non-current assets - Investments   | -                      | -                      | -                      | -                      | -                      | -                         |
| <b>Cash and investments available:</b>   | <b>4,751,063</b>       | <b>4,341,377</b>       | <b>3,811,121</b>       | <b>4,402,604</b>       | <b>4,405,178</b>       | <b>4,405,178</b>          |
| <b>Application of cash and investments</b>   |                        |                        |                        |                        |                        |                           |
| Unspent conditional transfers  | 184,924                | 326,068                | 460,954                | 319,932                | 319,932                | 319,932                   |
| Unspent borrowing  | -                      | -                      | -                      | -                      | -                      | -                         |
| Statutory requirements   | 188,685                | (169,780)              | (394,406)              | (148,902)              | (148,902)              | (148,902)                 |
| Other working capital requirements   | 1,874,889              | 2,800,741              | 2,759,166              | (530,871)              | (517,929)              | (517,929)                 |
| Other provisions   | 1,963,340              | 777,821                | 566,054                | 525,183                | 525,183                | 525,183                   |
| Long term investments committed  | -                      | -                      | -                      | -                      | -                      | -                         |
| Reserves to be backed by cash/investments  | 509,051                | 561,377                | 548,988                | 232,037                | 232,037                | 232,037                   |
| <b>Total Application of cash and investments:</b>                                  | <b>4,720,890</b>       | <b>4,296,228</b>       | <b>3,940,757</b>       | <b>397,379</b>         | <b>410,320</b>         | <b>410,320</b>            |
| <b>Surplus(shortfall) - Excl Non-Current Creditors Trf to Debt Relief Benefits</b> | <b>30,173</b>          | <b>45,149</b>          | <b>(129,636)</b>       | <b>4,005,225</b>       | <b>3,994,858</b>       | <b>3,994,858</b>          |
| Creditors transferred to Debt Relief - Non-Current portion                         | -                      | -                      | -                      | -                      | -                      | -                         |
| <b>Surplus(shortfall) -Incl Non-Current Creditors Trf to Debt Relief Benefits</b>  | <b>30,173</b>          | <b>45,149</b>          | <b>(129,636)</b>       | <b>4,005,225</b>       | <b>3,994,858</b>       | <b>3,994,858</b>          |

### Explanatory notes to Table B8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The table assesses the funding levels of the budget by firstly forecasting the cash and investments at year-end and secondly reconciling the available funding to the liabilities/commitments that exist.

### Table B9 – Consolidated Asset Management

| Description   | 2022/23                        | 2023/24         | 2024/25         | Current year 2025/26 |                  |                    |
|---|--------------------------------|-----------------|-----------------|----------------------|------------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <b>CAPITAL EXPENDITURE</b>                          |                                |                 |                 |                      |                  |                    |
| <b>Total New Assets</b>                             | <b>171,929</b>                 | <b>141,254</b>  | <b>191,867</b>  | <b>1,429,508</b>     | <b>1,287,110</b> | <b>1,287,110</b>   |
| <i>Roads Infrastructure</i>                         |                                |                 |                 | 403,645              | 322,619          | 322,619            |
| <i>Storm water Infrastructure</i>                   |                                | 16,643          | 19,654          | 25,908               | 30,417           | 30,417             |
| <i>Electrical Infrastructure</i>                    | 43,227                         | 48,939          | 16,810          | 118,330              | 172,317          | 172,317            |
| <i>Water Supply Infrastructure</i>                  | 76,243                         |                 | 55,084          | 411,019              | 422,278          | 422,278            |
| <i>Sanitation Infrastructure</i>                    |                                |                 |                 | 139,416              | 82,459           | 82,459             |
| <i>Solid Waste Infrastructure</i>                   |                                |                 |                 | 2,000                | 2,000            | 2,000              |
| <i>Rail Infrastructure</i>                          |                                |                 |                 |                      |                  |                    |
| <i>Coastal Infrastructure</i>                       |                                |                 |                 |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                                |                 |                 |                      |                  |                    |
| <b>Infrastructure</b>                               | <b>119,470</b>                 | <b>65,582</b>   | <b>91,547</b>   | <b>1,100,319</b>     | <b>1,032,090</b> | <b>1,032,090</b>   |
| Community Facilities                                |                                |                 |                 | 300                  |                  |                    |
| Sport and Recreation Facilities                     | 3,014                          | 3,596           | 118             | 10,950               | 6,150            | 6,150              |
| <b>Community Assets</b>                             | <b>3,014</b>                   | <b>3,596</b>    | <b>118</b>      | <b>11,250</b>        | <b>6,150</b>     | <b>6,150</b>       |
| <b>Heritage Assets</b>                              |                                |                 |                 |                      |                  |                    |
| Revenue Generating                                  |                                |                 |                 |                      |                  |                    |
| Non-revenue Generating                              |                                |                 |                 |                      |                  |                    |
| <b>Investment properties</b>                        | <b>-</b>                       | <b>-</b>        | <b>-</b>        | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| Operational Buildings                               |                                |                 |                 | 23,850               | 11,775           | 11,775             |
| Housing   |                                |                 |                 |                      |                  |                    |
| <b>Other Assets</b>                                 | <b>-</b>                       | <b>-</b>        | <b>-</b>        | <b>23,850</b>        | <b>11,775</b>    | <b>11,775</b>      |
| <b>Biological or Cultivated Assets</b>              |                                |                 |                 |                      |                  |                    |
| Servitudes  |                                |                 |                 |                      |                  |                    |
| Licences and Rights                                 |                                |                 |                 | 55,022               | 800              | 800                |
| <b>Intangible Assets</b>                            | <b>-</b>                       | <b>-</b>        | <b>-</b>        | <b>55,022</b>        | <b>800</b>       | <b>800</b>         |
| <b>Computer Equipment</b>                           | <b>2,291</b>                   | <b>7,406</b>    | <b>17,968</b>   | <b>21,135</b>        | <b>24,531</b>    | <b>24,531</b>      |
| <b>Furniture and Office Equipment</b>               | <b>336</b>                     | <b>1,328</b>    | <b>1,036</b>    | <b>7,346</b>         | <b>9,636</b>     | <b>9,636</b>       |
| <b>Machinery and Equipment</b>                      | <b>10,843</b>                  | <b>29,154</b>   | <b>62,623</b>   | <b>109,698</b>       | <b>142,881</b>   | <b>142,881</b>     |
| <b>Transport Assets</b>                             | <b>5,539</b>                   | <b>30,758</b>   | <b>18,574</b>   | <b>100,888</b>       | <b>59,249</b>    | <b>59,249</b>      |
| <b>Land</b>   | <b>30,435</b>                  | <b>3,429</b>    |                 |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                 |                 |                      |                  |                    |
| Mature  |                                |                 |                 |                      |                  |                    |
| Immature  |                                |                 |                 |                      |                  |                    |
| <b>Living Resources</b>                             | <b>-</b>                       | <b>-</b>        | <b>-</b>        | <b>-</b>             | <b>-</b>         | <b>-</b>           |
|   |                                |                 |                 |                      |                  |                    |
| <b>Total Renewal of Existing Assets</b>             | <b>843,618</b>                 | <b>574,188</b>  | <b>473,441</b>  | <b>441,112</b>       | <b>592,676</b>   | <b>592,676</b>     |
| <i>Roads Infrastructure</i>                         | 333,326                        | 329,890         | 357,999         | 59,500               | 135,660          | 135,660            |

| Description   | 2022/23                        | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |
|---|--------------------------------|-----------------|-----------------|----------------------|-----------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast |
| <i>Storm water Infrastructure</i>                   |                                |                 |                 | 22,000               | 43,042          | 43,042             |
| <i>Electrical Infrastructure</i>                    | 86,661                         | 83,993          | 69,635          | 59,770               | 71,970          | 71,970             |
| <i>Water Supply Infrastructure</i>                  |                                |                 |                 | 120,768              | 126,153         | 126,153            |
| <i>Sanitation Infrastructure</i>                    |                                |                 |                 | 105,449              | 135,636         | 135,636            |
| <i>Solid Waste Infrastructure</i>                   |                                |                 |                 | 17,488               | 17,488          | 17,488             |
| <i>Rail Infrastructure</i>                          |                                |                 |                 |                      |                 |                    |
| <i>Coastal Infrastructure</i>                       |                                |                 |                 |                      |                 |                    |
| <i>Information and Communication Infrastructure</i> |                                |                 |                 |                      |                 |                    |
| <b>Infrastructure</b>                               | <b>419,987</b>                 | <b>413,883</b>  | <b>427,634</b>  | <b>384,975</b>       | <b>529,948</b>  | <b>529,948</b>     |
| Community Facilities                                | 6,806                          | 2,582           | 3,526           | 27,800               | 13,850          | 13,850             |
| Sport and Recreation Facilities                     |                                |                 |                 | 15,687               | 15,278          | 15,278             |
| <b>Community Assets</b>                             | <b>6,806</b>                   | <b>2,582</b>    | <b>3,526</b>    | <b>43,487</b>        | <b>29,128</b>   | <b>29,128</b>      |
| <b>Heritage Assets</b>                              | 1,584                          | 6,244           | 38,282          |                      |                 |                    |
| Revenue Generating                                  |                                |                 |                 |                      |                 |                    |
| Non-revenue Generating                              |                                |                 |                 |                      |                 |                    |
| <b>Investment properties</b>                        | -                              | -               | -               | -                    | -               | -                  |
| Operational Buildings                               | 144                            | 15              | 18,426          | 2,650                | 3,600           | 3,600              |
| Housing   | 40                             |                 |                 |                      |                 |                    |
| <b>Other Assets</b>                                 | <b>183</b>                     | <b>15</b>       | <b>18,426</b>   | <b>2,650</b>         | <b>3,600</b>    | <b>3,600</b>       |
| <b>Biological or Cultivated Assets</b>              |                                |                 |                 |                      |                 |                    |
| Servitudes  |                                |                 |                 |                      |                 |                    |
| Licences and Rights                                 |                                |                 |                 |                      |                 |                    |
| <b>Intangible Assets</b>                            | -                              | -               | -               | -                    | -               | -                  |
| <b>Computer Equipment</b>                           | 4,752                          | 438             |                 |                      |                 |                    |
| <b>Furniture and Office Equipment</b>               |                                |                 |                 |                      |                 |                    |
| <b>Machinery and Equipment</b>                      | 410,306                        | 151,026         | (14,426)        |                      |                 |                    |
| <b>Transport Assets</b>                             |                                |                 |                 | 10,000               | 30,000          | 30,000             |
| <b>Land</b>   |                                |                 |                 |                      |                 |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                 |                 |                      |                 |                    |
| Mature  |                                |                 |                 |                      |                 |                    |
| Immature  |                                |                 |                 |                      |                 |                    |
| <b>Living Resources</b>                             | -                              | -               | -               | -                    | -               | -                  |
| <b>Total Upgrading of Existing Assets</b>           | <b>876,984</b>                 | <b>771,221</b>  | <b>656,846</b>  | <b>279,508</b>       | <b>235,400</b>  | <b>235,400</b>     |
| <i>Roads Infrastructure</i>                         | 213,247                        | 75,930          | 72,691          | 42,100               | 20,150          | 20,150             |
| <i>Storm water Infrastructure</i>                   | 42,470                         | 28,962          | 27,186          | 21,800               | 26,433          | 26,433             |
| <i>Electrical Infrastructure</i>                    | 148,638                        | 152,021         | 95,557          | 22,848               | 25,412          | 25,412             |
| <i>Water Supply Infrastructure</i>                  | 287,537                        | 272,516         | 240,086         | 17,000               | 13,900          | 13,900             |
| <i>Sanitation Infrastructure</i>                    | 97,674                         | 171,758         | 122,935         | 25,050               | 13,855          | 13,855             |

| Description   | 2022/23                        | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |
|---|--------------------------------|------------------|------------------|----------------------|------------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <i>Solid Waste Infrastructure</i>                   |                                |                  |                  | 6,000                | 7,500            | 7,500              |
| <i>Rail Infrastructure</i>                          |                                |                  |                  |                      |                  |                    |
| <i>Coastal Infrastructure</i>                       |                                |                  |                  |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                                |                  |                  | 2,000                | 345              | 345                |
| <b>Infrastructure</b>                               | <b>789,566</b>                 | <b>701,187</b>   | <b>558,456</b>   | <b>136,798</b>       | <b>107,596</b>   | <b>107,596</b>     |
| Community Facilities                                | 19,404                         | 25,816           | 16,517           | 63,208               | 43,568           | 43,568             |
| Sport and Recreation Facilities                     | 38,251                         | 31,996           | 49,983           | 35,202               | 49,312           | 49,312             |
| <b>Community Assets</b>                             | <b>57,655</b>                  | <b>57,811</b>    | <b>66,500</b>    | <b>98,410</b>        | <b>92,880</b>    | <b>92,880</b>      |
| <b>Heritage Assets</b>                              |                                |                  |                  |                      |                  |                    |
| Revenue Generating                                  |                                |                  |                  |                      |                  |                    |
| Non-revenue Generating                              |                                |                  |                  |                      |                  |                    |
| <b>Investment properties</b>                        | <b>-</b>                       | <b>-</b>         | <b>-</b>         | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| Operational Buildings                               | 11,805                         | 5,172            | 2,804            | 35,800               | 30,554           | 30,554             |
| Housing   |                                |                  |                  |                      |                  |                    |
| <b>Other Assets</b>                                 | <b>11,805</b>                  | <b>5,172</b>     | <b>2,804</b>     | <b>35,800</b>        | <b>30,554</b>    | <b>30,554</b>      |
| <b>Biological or Cultivated Assets</b>              | <b>581</b>                     |                  |                  |                      |                  |                    |
| Servitudes  |                                |                  |                  |                      |                  |                    |
| Licences and Rights                                 | 1,977                          | 1,965            | 1,884            | 4,000                | 2,620            | 2,620              |
| <b>Intangible Assets</b>                            | <b>1,977</b>                   | <b>1,965</b>     | <b>1,884</b>     | <b>4,000</b>         | <b>2,620</b>     | <b>2,620</b>       |
| <b>Computer Equipment</b>                           |                                |                  |                  | 4,500                | 1,000            | 1,000              |
| <b>Furniture and Office Equipment</b>               |                                |                  | 510              |                      |                  |                    |
| <b>Machinery and Equipment</b>                      |                                |                  |                  |                      |                  |                    |
| <b>Transport Assets</b>                             | <b>15,400</b>                  | <b>5,085</b>     | <b>26,693</b>    |                      | 750              | 750                |
| <b>Land</b>   |                                |                  |                  |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                  |                  |                      |                  |                    |
| Mature  |                                |                  |                  |                      |                  |                    |
| Immature  |                                |                  |                  |                      |                  |                    |
| <b>Living Resources</b>                             | <b>-</b>                       | <b>-</b>         | <b>-</b>         | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| <b>Total Capital Expenditure</b>                    | <b>1,892,531</b>               | <b>1,486,663</b> | <b>1,322,154</b> | <b>2,150,128</b>     | <b>2,115,186</b> | <b>2,115,186</b>   |
| <i>Roads Infrastructure</i>                         | 546,573                        | 405,820          | 430,690          | 505,245              | 478,430          | 478,430            |
| <i>Storm water Infrastructure</i>                   | 42,470                         | 45,605           | 46,840           | 69,708               | 99,892           | 99,892             |
| <i>Electrical Infrastructure</i>                    | 278,527                        | 284,953          | 182,002          | 200,948              | 269,699          | 269,699            |
| <i>Water Supply Infrastructure</i>                  | 363,780                        | 272,516          | 295,170          | 548,787              | 562,330          | 562,330            |
| <i>Sanitation Infrastructure</i>                    | 97,674                         | 171,758          | 122,935          | 269,915              | 231,950          | 231,950            |
| <i>Solid Waste Infrastructure</i>                   |                                |                  |                  | 25,488               | 26,988           | 26,988             |
| <i>Rail Infrastructure</i>                          |                                |                  |                  |                      |                  |                    |
| <i>Coastal Infrastructure</i>                       |                                |                  |                  |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                                |                  |                  | 2,000                | 345              | 345                |

| Description   | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|---|-------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
| R thousands   | Audited Outcome   | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| <b>Infrastructure</b>                               | <b>1,329,024</b>  | <b>1,180,652</b>  | <b>1,077,637</b>  | <b>1,622,091</b>     | <b>1,669,634</b>  | <b>1,669,634</b>   |
| Community Facilities                                | 26,211            | 28,397            | 20,043            | 91,308               | 57,418            | 57,418             |
| Sport and Recreation Facilities                     | 41,265            | 35,592            | 50,101            | 61,839               | 70,740            | 70,740             |
| <b>Community Assets</b>                             | <b>67,475</b>     | <b>63,989</b>     | <b>70,145</b>     | <b>153,147</b>       | <b>128,158</b>    | <b>128,158</b>     |
| <b>Heritage Assets</b>                              | <b>1,584</b>      | <b>6,244</b>      | <b>38,282</b>     |                      |                   |                    |
| Revenue Generating                                  |                   |                   |                   |                      |                   |                    |
| Non-revenue Generating                              |                   |                   |                   |                      |                   |                    |
| <b>Investment properties</b>                        | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>-</b>          | <b>-</b>           |
| Operational Buildings                               | 11,949            | 5,187             | 21,229            | 62,300               | 45,929            | 45,929             |
| Housing   | 40                |                   |                   |                      |                   |                    |
| <b>Other Assets</b>                                 | <b>11,988</b>     | <b>5,187</b>      | <b>21,229</b>     | <b>62,300</b>        | <b>45,929</b>     | <b>45,929</b>      |
| <b>Biological or Cultivated Assets</b>              | <b>581</b>        |                   |                   |                      |                   |                    |
| Servitudes  |                   |                   |                   |                      |                   |                    |
| Licences and Rights                                 | 1,977             | 1,965             | 1,884             | 59,022               | 3,420             | 3,420              |
| <b>Intangible Assets</b>                            | <b>1,977</b>      | <b>1,965</b>      | <b>1,884</b>      | <b>59,022</b>        | <b>3,420</b>      | <b>3,420</b>       |
| <b>Computer Equipment</b>                           | <b>7,043</b>      | <b>7,844</b>      | <b>17,968</b>     | <b>25,635</b>        | <b>25,531</b>     | <b>25,531</b>      |
| <b>Furniture and Office Equipment</b>               | <b>336</b>        | <b>1,328</b>      | <b>1,546</b>      | <b>7,346</b>         | <b>9,636</b>      | <b>9,636</b>       |
| <b>Machinery and Equipment</b>                      | <b>421,149</b>    | <b>180,180</b>    | <b>48,197</b>     | <b>109,698</b>       | <b>142,881</b>    | <b>142,881</b>     |
| <b>Transport Assets</b>                             | <b>20,938</b>     | <b>35,843</b>     | <b>45,267</b>     | <b>110,888</b>       | <b>89,999</b>     | <b>89,999</b>      |
| <b>Land</b>   | <b>30,435</b>     | <b>3,429</b>      |                   |                      |                   |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                   |                   |                   |                      |                   |                    |
| Mature  |                   |                   |                   |                      |                   |                    |
| Immature  |                   |                   |                   |                      |                   |                    |
| <b>Living Resources</b>                             | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>             | <b>-</b>          | <b>-</b>           |
| <b>TOTAL CAPITAL EXPENDITURE - Asset Class</b>      | <b>1,892,531</b>  | <b>1,486,663</b>  | <b>1,322,154</b>  | <b>2,150,128</b>     | <b>2,115,186</b>  | <b>2,115,186</b>   |
| <b>ASSET REGISTER SUMMARY - PPE (WDV)</b>           | <b>19,201,968</b> | <b>19,845,162</b> | <b>20,407,802</b> | <b>21,434,292</b>    | <b>21,399,351</b> | <b>21,399,351</b>  |
| <i>Roads Infrastructure</i>                         | 2,834,483         | 2,873,303         | 3,032,294         | 3,223,720            | 3,196,904         | 3,196,904          |
| <i>Storm water Infrastructure</i>                   | 380,734           | 396,639           | 410,754           | 451,831              | 482,015           | 482,015            |
| <i>Electrical Infrastructure</i>                    | 1,668,081         | 1,827,122         | 1,902,217         | 1,967,121            | 2,035,872         | 2,035,872          |
| <i>Water Supply Infrastructure</i>                  | 2,190,375         | 2,590,928         | 2,732,888         | 2,518,473            | 2,532,017         | 2,532,017          |
| <i>Sanitation Infrastructure</i>                    | 1,032,426         | 1,064,386         | 1,121,041         | 1,302,368            | 1,264,402         | 1,264,402          |
| <i>Solid Waste Infrastructure</i>                   | 44,334            | (37,803)          | (33,256)          | (88,299)             | (86,799)          | (86,799)           |
| <i>Rail Infrastructure</i>                          | 19,352            | 1,945,369         |                   |                      |                   |                    |
| <i>Coastal Infrastructure</i>                       |                   |                   |                   |                      |                   |                    |
| <i>Information and Communication Infrastructure</i> | 27,471            | 29,440            | 31,320            | 32,616               | 30,961            | 30,961             |
| <b>Infrastructure</b>                               | <b>8,197,256</b>  | <b>10,689,386</b> | <b>9,197,259</b>  | <b>9,407,830</b>     | <b>9,455,373</b>  | <b>9,455,373</b>   |

| Description   | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|---|--------------------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
|   | 513,693                        | 526,387           | 440,052           | 623,814              | 604,303           | 604,303            |
| <b>Community Assets</b>                             | 513,693                        | 526,387           | 440,052           | 623,814              | 604,303           | 604,303            |
| <b>Heritage Assets</b>                              | 219,946                        | 226,190           | 264,723           | 235,238              | 235,238           | 235,238            |
|   | 142,512                        | 138,357           | 134,272           | 143,891              | 138,413           | 138,413            |
| <b>Investment properties</b>                        | 142,512                        | 138,357           | 134,272           | 143,891              | 138,413           | 138,413            |
|   | 9,788,439                      | 7,874,907         | 9,928,986         | 10,384,852           | 10,368,481        | 10,368,481         |
| <b>Other Assets</b>                                 | 9,788,439                      | 7,874,907         | 9,928,986         | 10,384,852           | 10,368,481        | 10,368,481         |
| <b>Biological or Cultivated Assets</b>              |                                |                   |                   |                      |                   |                    |
|   | 42,595                         | 55,900            | 39,673            | 70,067               | 14,465            | 14,465             |
| <b>Intangible Assets</b>                            | 42,595                         | 55,900            | 39,673            | 70,067               | 14,465            | 14,465             |
| <b>Computer Equipment</b>                           | 16,909                         | 38,371            | 40,931            | 65,541               | 65,437            | 65,437             |
| <b>Furniture and Office Equipment</b>               | 3,344                          | 4,672             | 5,708             | 12,205               | 14,495            | 14,495             |
| <b>Machinery and Equipment</b>                      | 77,528                         | 73,053            | 111,450           | 164,263              | 133,425           | 133,425            |
| <b>Transport Assets</b>                             | 153,241                        | 166,367           | 193,179           | 272,916              | 316,047           | 316,047            |
| <b>Land</b>   | 46,505                         | 51,571            | 51,571            | 53,675               | 53,675            | 53,675             |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                   |                   |                      |                   |                    |
| <b>Living Resources</b>                             |                                |                   |                   |                      |                   |                    |
| <b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>     | <b>19,201,968</b>              | <b>19,845,162</b> | <b>20,407,802</b> | <b>21,434,292</b>    | <b>21,399,351</b> | <b>21,399,351</b>  |
| <b>EXPENDITURE OTHER ITEMS</b>                      |                                |                   |                   |                      |                   |                    |
| <b>Depreciation</b>                                 | 992,670                        | 885,798           | 783,561           | 1,051,415            | 1,048,303         | 1,048,303          |
| <b>Repairs and Maintenance by Asset Class</b>       | <b>455,224</b>                 | <b>467,541</b>    | <b>516,537</b>    | <b>740,534</b>       | <b>692,738</b>    | <b>692,738</b>     |
| <i>Roads Infrastructure</i>                         | 56,151                         | 47,326            | 76,202            | 100,184              | 70,911            | 70,911             |
| <i>Storm water Infrastructure</i>                   | 3,578                          | 17,135            | 13,417            | 17,253               | 17,543            | 17,543             |
| <i>Electrical Infrastructure</i>                    | 88,001                         | 124,058           | 113,032           | 131,433              | 119,397           | 119,397            |
| <i>Water Supply Infrastructure</i>                  | 98,721                         | 92,406            | 110,763           | 152,219              | 163,083           | 163,083            |
| <i>Sanitation Infrastructure</i>                    | 84,730                         | 90,130            | 96,015            | 141,416              | 137,315           | 137,315            |
| <i>Solid Waste Infrastructure</i>                   |                                |                   |                   |                      |                   |                    |
| <i>Rail Infrastructure</i>                          | 174                            |                   |                   | 2,119                | 2,119             | 2,119              |
| <i>Coastal Infrastructure</i>                       |                                |                   |                   |                      |                   |                    |
| <i>Information and Communication Infrastructure</i> |                                | 742               | 427               | 1,600                | 500               | 500                |
| <b>Infrastructure</b>                               | <b>331,354</b>                 | <b>371,796</b>    | <b>409,855</b>    | <b>546,223</b>       | <b>510,868</b>    | <b>510,868</b>     |
| Community Facilities                                | 12,538                         | 12,987            | 12,240            | 16,908               | 18,749            | 18,749             |

| Description                                     | 2022/23          | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |
|---|------------------|------------------|------------------|----------------------|------------------|--------------------|
|   | Audited Outcome  | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast |
| R thousands                                     |                  |                  |                  |                      |                  |                    |
| Sport and Recreation Facilities                 | 7,215            | 5,112            | 8,449            | 10,057               | 8,863            | 8,863              |
| <b>Community Assets</b>                         | <b>19,753</b>    | <b>18,098</b>    | <b>20,689</b>    | <b>26,965</b>        | <b>27,612</b>    | <b>27,612</b>      |
| <b>Heritage Assets</b>                          | 217              | 202              | 70               | 224                  | 224              | 224                |
| Revenue Generating                              |                  |                  |                  |                      |                  |                    |
| Non-revenue Generating                          |                  |                  |                  |                      |                  |                    |
| <b>Investment properties</b>                    | -                | -                | -                | -                    | -                | -                  |
| Operational Buildings                           | 37,160           | 20,830           | 16,228           | 57,298               | 48,987           | 48,987             |
| Housing   | 1,569            | 853              | 1,497            | 7,446                | 7,296            | 7,296              |
| <b>Other Assets</b>                             | <b>38,729</b>    | <b>21,683</b>    | <b>17,725</b>    | <b>64,744</b>        | <b>56,283</b>    | <b>56,283</b>      |
| <b>Biological or Cultivated Assets</b>          |                  |                  |                  |                      |                  |                    |
| Servitudes                                      |                  |                  |                  |                      |                  |                    |
| Licences and Rights                             | 4,271            | 512              | 4,622            | 6,356                | 6,576            | 6,576              |
| <b>Intangible Assets</b>                        | <b>4,271</b>     | <b>512</b>       | <b>4,622</b>     | <b>6,356</b>         | <b>6,576</b>     | <b>6,576</b>       |
| <b>Computer Equipment</b>                       | 4,082            | 2,177            | 3,391            | 5,301                | 5,838            | 5,838              |
| <b>Furniture and Office Equipment</b>           | 1,086            | 491              | 560              | 3,691                | 2,903            | 2,903              |
| <b>Machinery and Equipment</b>                  | 21,337           | 22,230           | 25,437           | 44,612               | 40,270           | 40,270             |
| <b>Transport Assets</b>                         | 34,395           | 30,351           | 34,188           | 42,417               | 42,164           | 42,164             |
| <b>Land</b>                                     |                  |                  |                  |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b> |                  |                  |                  |                      |                  |                    |
| Mature  |                  |                  |                  |                      |                  |                    |
| Immature  |                  |                  |                  |                      |                  |                    |
| <b>Living Resources</b>                         | -                | -                | -                | -                    | -                | -                  |
| <b>TOTAL EXPENDITURE OTHER ITEMS</b>            | <b>1,447,894</b> | <b>1,353,339</b> | <b>1,300,098</b> | <b>1,791,949</b>     | <b>1,741,041</b> | <b>1,741,041</b>   |

### Explanatory notes to Table B9 - Asset Management

- The table provides a summarised version of the capital programme divided into new assets and renewal of existing assets, it also reflects the relevant asset categories, the associated repairs and maintenance as well as depreciation of assets.

It also provides an indication of the resources deployed for maintaining and renewing existing assets, as well as the extent of asset expansion.

**Table B10 –Consolidated Basic service delivery measurement**

| Description                                   | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|---|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|   | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| <b>Household service targets</b>              |                      |                 |                    |                      |                 |                    |
| <b>Water:</b>                                 |                      |                 |                    |                      |                 |                    |
| Piped water inside dwelling                   | 370,000              | 386,341         | 386,341            | 374,000              | 380,000         | 380,380            |
| Piped water inside yard (but not in dwelling) |                      |                 |                    |                      |                 |                    |

| Description   | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|---|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|   | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| Using public tap (at least min. service level)        | 36,341               | 44,000          | 44,000             | 34,000               | 30,000          | 29,790             |
| Other water supply (at least min. service level)      |                      |                 |                    |                      |                 |                    |
| <i>Minimum Service Level and Above sub-total</i>      | 406,361              | 430,341         | 430,341            | 408,000              | 410,000         | 410,820            |
| 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>406,361</b>       | <b>430,341</b>  | <b>430,341</b>     | <b>408,000</b>       | <b>410,000</b>  | <b>410,820</b>     |
| <b><u>Sanitation/sewerage:</u></b>                    |                      |                 |                    |                      |                 |                    |
| Flush toilet (connected to sewerage)                  | 370,000              | 396,341         | 396,341            | 374,000              | 380,000         | 383,800            |
| Flush toilet (with septic tank)                       | 3,802                | 3,802           | 3,802              | 3,802                | 3,802           | 3,878              |
| Chemical toilet                                       | 3,000                | 2,834           | 2,834              | 3,500                | 4,000           | 4,080              |
| Pit toilet (ventilated)                               | 167                  | 167             | 167                | 167                  | 167             | 167                |
| Other toilet provisions (> min. service level)        | -                    | -               | -                  |                      |                 |                    |
| <i>Minimum Service Level and Above sub-total</i>      | 376,969              | 403,144         | 403,144            | 381,469              | 387,969         | 391,925            |
| Bucket toilet   | 6,010                | 6,010           | 6,010              | 6,010                | 6,010           | 6,010              |
| Other toilet provisions (< min. service level)        |                      |                 |                    |                      |                 |                    |
| No toilet provisions                                  |                      |                 |                    |                      |                 |                    |
| <i>Below Minimum Service Level sub-total</i>          | 6,010                | 6,010           | 6,010              | 6,010                | 6,010           | 6,010              |
| <b>Total number of households</b>                     | <b>382,979</b>       | <b>409,154</b>  | <b>409,154</b>     | <b>387,479</b>       | <b>393,979</b>  | <b>397,935</b>     |
| <b><u>Energy:</u></b>                                 |                      |                 |                    |                      |                 |                    |
| Electricity (at least min. service level)             | 19,052               | 20,259          | 20,259             | 19,061               | 18,489          | 17,934             |
| Electricity - prepaid (min. service level)            | 395,644              | 349,764         | 349,764            | 371,065              | 382,196         | 437,663            |
| <i>Minimum Service Level and Above sub-total</i>      | 414,696              | 370,023         | 370,023            | 390,126              | 400,685         | 455,597            |
| 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>414,696</b>       | <b>364,114</b>  | <b>364,114</b>     | <b>390,126</b>       | <b>400,685</b>  | <b>455,597</b>     |
| <b><u>Refuse:</u></b>                                 |                      |                 |                    |                      |                 |                    |
| Removed at least once a week                          | 237,382              | 237,382         | 237,382            | 237,619              | 237,857         | 238,095            |
| <i>Minimum Service Level and Above sub-total</i>      | 235,644              | 235,644         | 235,644            | 235,880              | 236,116         | 236,352            |
| Removed less frequently than once a week              | -                    | -               | -                  |                      |                 |                    |
| Using communal refuse dump                            | 44,090               | 44,090          | 44,090             | 44,134               | 56,064          | 56,120             |
| Using own refuse dump                                 |                      |                 |                    |                      |                 |                    |
| No rubbish disposal                                   | 16,702               | 16,702          | 16,702             | 4,728                | 4,728           | 4,733              |
| <i>Below Minimum Service Level sub-total</i>          | 60,792               | 60,792          | 60,792             | 60,792               | 60,792          | 60,731             |
| <b>Total number of households</b>                     | <b>296,436</b>       | <b>296,436</b>  | <b>296,436</b>     | <b>296,436</b>       | <b>296,436</b>  | <b>296,140</b>     |
| <b><u>Households receiving Free Basic Service</u></b> |                      |                 |                    |                      |                 |                    |
| Water (6 kilolitres per household per month)          | 90,626               | 73,368          | 73,368             | 71,157               | 73,557          | 75,957             |
| Sanitation (free minimum level service)               | 92,156               | 70,861          | 70,861             | 73,261               | 75,661          | 78,061             |

| Description  | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|--|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|  | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| Electricity/other energy (50kwh per household per month)   | 73,526               | 34,176          | 34,176             | 38,076               | 41,976          | 45,876             |
| Refuse (removed at least once a week)  | 86,954               | 71,261          | 71,261             | 76,289               | 80,479          | 85,507             |
| Informal Settlements   |                      |                 |                    |                      |                 |                    |
| <b>Cost of Free Basic Services provided - Formal Settlements (R'000)</b>                                   |                      |                 |                    |                      |                 |                    |
| Water (6 kilolitres per indigent household per month)  | 150,070              | 120,653         | 120,653            | 152,541              | 152,599         | 152,656            |
| Sanitation (free sanitation service to indigent households)  | 218,176              | 191,405         | 191,405            | 213,192              | 213,249         | 213,307            |
| Electricity/other energy (50kwh per indigent household per month)  | 23,942               | 19,588          | 19,588             | 19,225               | 19,225          | 19,225             |
| Refuse (removed once a week for indigent households)   | 91,754               | 146,435         | 146,435            | 146,336              | 146,394         | 146,452            |
| <b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>                          | -                    | -               | -                  |                      |                 |                    |
| <b>Total cost of FBS provided</b>  | <b>483,942</b>       | <b>478,081</b>  | <b>478,081</b>     | <b>531,294</b>       | <b>531,467</b>  | <b>531,640</b>     |
|  |                      |                 |                    |                      |                 |                    |
| <b>Highest level of free service provided per household</b>  |                      |                 |                    |                      |                 |                    |
| Property rates (R value threshold)   | 130,000              | 130,000         | 130,000            | 130,000              | 130,000         | 130,000            |
| Water (kilolitres per household per month)   | 8                    | 8               | 8                  | 8                    | 8               | 8                  |
| Sanitation (kilolitres per household per month)  | 11                   | 11              | 11                 | 11                   | 11              | 11                 |
| Sanitation (Rand per household per month)  | 137                  | 137             | 137                | 137                  | 137             | 137                |
| Electricity (kwh per household per month)  | 75                   | 75              | 75                 | 75                   | 75              | 75                 |
| Refuse (average litres per week)   | 178                  | 178             | 178                | 178                  | 178             | 178                |
| <b>Revenue cost of subsidised services provided (R'000)</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 | 173,455              | 173,455         | 173,455            | 182,127              | 192,144         | 203,673            |
| Water (in excess of 6 kilolitres per indigent household per month)   | 31,852               | 31,852          | 31,852             | 32,489               | 32,814          | 33,470             |
| Sanitation (in excess of free sanitation service to indigent households)                                   | 21,565               | 21,565          | 21,565             | 21,996               | 22,216          | 22,661             |
| Electricity/other energy (in excess of 50 kwh per indigent household per month)                            | 29,534               | 29,534          | 29,534             | 30,125               | 30,426          | 31,034             |
| Refuse (in excess of one removal a week for indigent households)   | 15,719               | 15,719          | 15,719             | 16,033               | 16,194          | 16,518             |
| Municipal Housing - rental rebates   |                      |                 |                    |                      |                 |                    |
| Housing - top structure subsidies  | 123,457              | 123,020         | 123,020            | 107,027              | 114,519         | 122,536            |
| Other  |                      |                 |                    |                      |                 |                    |
| <b>Total revenue cost of subsidised services provided</b>  | <b>395,582</b>       | <b>395,145</b>  | <b>395,145</b>     | <b>282,770</b>       | <b>293,794</b>  | <b>307,356</b>     |

### Explanatory notes to Table B10 - Basic Service Delivery Measurement

- Table B10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services. The information provided in this table originates from the respective Directorates.

### 1.5 ADJUSTMENTS BUDGET TABLES – PARENT MUNICIPALITY (i.e. NMBM)

The ten main budget tables of the parent municipality (i.e., NMBM), are included in this section. The purpose and form of these tables are the same as the consolidated tables that have already been discussed in the previous paragraph 1.4.

As such this part of the report will not include any explanatory notes as they will be repetitive, for ease of reporting. Also note that the parental tables do not form part of the Council resolution except for the consolidated tables, and that parental tables are not submitted as separate data string.

**Table B1 – Budget Summary (Parental Level)**

| Description  | 2022/23           | 2023/24           | 2024/25            | Current year 2025/26 |                   |                    |                   |
|--|-------------------|-------------------|--------------------|----------------------|-------------------|--------------------|-------------------|
|  | Audited Outcome   | Audited Outcome   | Audited Outcome    | Original Budget      | Adjusted Budget   | Full Year Forecast | Pre-audit Outcome |
| <b>Financial Performance</b>   |                   |                   |                    |                      |                   |                    |                   |
| Property rates   | 2,731,173         | 2,875,600         | 3,041,099          | 3,299,358            | 3,328,813         | 3,328,813          | 3,394,110         |
| Service charges  | 10,035,698        | 9,112,155         | 9,600,929          | 10,613,071           | 10,567,858        | 10,567,858         | 2,581,544         |
| Investment revenue   | 331,113           | 365,421           | 341,570            | 291,739              | 285,809           | 285,809            | 22,235            |
| Transfer and subsidies - Operational                                 | 1,554,432         | 1,711,024         | 1,791,759          | 2,944,497            | 2,453,205         | 2,453,205          | 699,111           |
| Other own revenue  | 1,898,111         | 2,263,375         | 2,734,170          | 2,407,084            | 2,488,809         | 2,488,809          | 321,760           |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,550,526</b> | <b>16,327,574</b> | <b>17,509,527</b>  | <b>19,555,749</b>    | <b>19,124,493</b> | <b>19,124,493</b>  | <b>7,018,760</b>  |
| Employee costs   | 3,672,782         | 3,889,773         | 4,169,896          | 4,886,977            | 4,480,203         | 4,480,203          | 662,441           |
| Remuneration of councillors  | 84,993            | 82,053            | 85,933             | 98,334               | 97,870            | 97,870             | 13,874            |
| Depreciation and amortisation  | 992,670           | 885,798           | 783,561            | 1,051,415            | 1,048,303         | 1,048,303          | -                 |
| Finance charges  | 131,488           | 110,394           | 65,707             | 72,173               | 88,760            | 88,760             | 31,667            |
| Inventory consumed and bulk purchases                                | 4,823,028         | 6,152,560         | 7,050,540          | 7,788,041            | 7,620,512         | 7,620,512          | 1,394,082         |
| Transfers and subsidies  | 105,654           | 211,079           | 81,059             | 94,962               | 212,930           | 212,930            | 36,841            |
| Other expenditure  | 5,961,369         | 5,603,241         | 6,447,902          | 5,541,245            | 5,563,631         | 5,563,631          | 284,657           |
| <b>Total Expenditure</b>   | <b>15,771,983</b> | <b>16,934,898</b> | <b>18,684,598</b>  | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b>  | <b>2,423,561</b>  |
| <b>Surplus/(Deficit)</b>   | <b>778,544</b>    | <b>(607,324)</b>  | <b>(1,175,071)</b> | <b>22,602</b>        | <b>12,283</b>     | <b>12,283</b>      | <b>4,595,199</b>  |
| Transfers and subsidies - capital (monetary allocations)             | 1,057,362         | 1,081,005         | 998,198            | 1,366,561            | 1,431,944         | 1,431,944          | -                 |
| Transfers and subsidies - capital (in-kind)                          | 421,434           | 51,898            | 46,255             | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Share of Surplus/Deficit attributable to Associate                   | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) for the year</b>                                | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| <b>Capital expenditure &amp; funds sources</b>                       |                   |                   |                    |                      |                   |                    |                   |
| <b>Capital expenditure</b>   | <b>1,892,531</b>  | <b>1,486,663</b>  | <b>1,322,154</b>   | <b>2,150,128</b>     | <b>2,115,186</b>  | <b>2,115,186</b>   | <b>84,255</b>     |
| Transfers recognised - capital                                       | 121,511           | 21,862            | 68,921             | 1,368,029            | 1,421,140         | 1,421,140          | -                 |
| Borrowing  | -                 | -                 | -                  | 60,500               | 60,500            | 60,500             | -                 |
| Internally generated funds   | 100               | 2,074             | -                  | 662,757              | 633,547           | 633,547            | -                 |
| <b>Total sources of capital funds</b>                                | <b>121,610</b>    | <b>23,936</b>     | <b>68,921</b>      | <b>2,091,286</b>     | <b>2,115,186</b>  | <b>2,115,186</b>   | <b>-</b>          |
| <b>Financial position</b>  |                   |                   |                    |                      |                   |                    |                   |
| Total current assets   | <b>10,816,261</b> | 11,096,433        | 10,851,364         | 8,369,431            | 8,394,006         | 8,394,006          | 17,851,215        |

| Description                                   | 2022/23                        | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |                   |
|---|--------------------------------|------------------|------------------|----------------------|------------------|--------------------|-------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| Total non-current assets                      | 19,322,935                     | 19,994,840       | 20,555,281       | 21,591,710           | 21,556,769       | 21,556,769         | 21,064,220        |
| Total current liabilities                     | 6,487,256                      | 6,018,237        | 6,596,453        | 3,736,991            | 3,736,991        | 3,736,991          | 6,680,627         |
| Total non-current liabilities                 | 2,578,960                      | 3,473,105        | 3,763,209        | 5,285,536            | 5,285,536        | 5,285,536          | 2,597,133         |
| Community wealth/Equity                       | 21,072,980                     | 21,599,931       | 21,046,982       | 19,549,452           | 19,484,021       | 19,484,021         | 25,042,477        |
| <b>Cash flows</b>                             |                                |                  |                  |                      |                  |                    |                   |
| Net cash from (used) operating                | 1,342,211                      | (1,138,057)      | (58,838)         | (126,953)            | (124,708)        | (124,708)          | (44,648)          |
| Net cash from (used) investing                | 14,721                         | (14,615)         | (10,507)         | -                    | -                | -                  | -                 |
| Net cash from (used) financing                | -                              | -                | -                | -                    | -                | -                  | -                 |
| <b>Cash/cash equivalents at the year end</b>  | <b>6,055,905</b>               | <b>3,598,390</b> | <b>4,360,316</b> | <b>4,388,079</b>     | <b>4,390,323</b> | <b>4,390,323</b>   | <b>7,699,945</b>  |
| <b>Cash backing/surplus reconciliation</b>    |                                |                  |                  |                      |                  |                    |                   |
| Cash and investments available                | 4,751,063                      | 4,341,377        | 3,811,121        | 4,402,604            | 4,405,178        | 4,405,178          | 3,811,155         |
| Application of cash and investments           | 4,720,890                      | 4,296,228        | 3,940,757        | 397,379              | 410,320          | 410,320            | 4,235,742         |
| <b>Balance - surplus (shortfall)</b>          | <b>30,173</b>                  | <b>45,149</b>    | <b>(129,636)</b> | <b>4,005,225</b>     | <b>3,994,858</b> | <b>3,994,858</b>   | <b>(424,587)</b>  |
| <b>Asset management</b>                       |                                |                  |                  |                      |                  |                    |                   |
| Asset register summary (WDV)                  | 19,201,968                     | 19,845,162       | 20,407,802       | 21,434,292           | 21,399,351       | 21,399,351         | 20,839,753        |
| Depreciation                                  | 992,670                        | 885,798          | 783,561          | 1,051,415            | 1,048,303        | 1,048,303          | -                 |
| Renewal and Upgrading of Existing Assets      | 1,720,602                      | 1,345,409        | 1,130,288        | 720,619              | 828,076          | 828,076            | 51,847            |
| Repairs and Maintenance                       | 455,224                        | 467,541          | 516,537          | 740,534              | 692,738          | 692,738            | 61,706            |
| <b>Free services</b>                          |                                |                  |                  |                      |                  |                    |                   |
| Cost of Free Basic Services provided          | 301,878                        | 506,088          | 555,322          | 531,295              | 537,594          | 537,594            | 95,038            |
| Revenue cost of free services provided        | 148,706                        | 131,437          | 205,087          | 231,820              | 217,861          | 217,861            | 28,537            |
| <b>Households below minimum service level</b> | -                              | -                | -                | -                    | -                | -                  | -                 |
| Water:  | -                              | -                | -                | -                    | -                | -                  | -                 |
| Sanitation/sewerage:                          | -                              | -                | -                | -                    | -                | -                  | -                 |
| Energy:                                       | -                              | -                | -                | -                    | -                | -                  | -                 |
| Refuse:                                       | -                              | -                | -                | -                    | -                | -                  | -                 |

Table B2 – Budget Financial Performance by Function

| Description   | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|---|-------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|   | Audited Outcome   | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| <b>R thousands</b>                                    |                   |                   |                   |                      |                   |                    |
| <b>Revenue - Functional</b>                           |                   |                   |                   |                      |                   |                    |
| <b><i>Municipal governance and administration</i></b> | <b>4,432,199</b>  | <b>4,339,841</b>  | <b>4,562,473</b>  | <b>5,256,532</b>     | <b>4,618,499</b>  | <b>4,618,499</b>   |
| Executive and council                                 | 1,093             | 1,411             | 1,549             | 1,239                | 1,373             | 1,373              |
| Finance and administration                            | 4,431,092         | 4,338,430         | 4,560,923         | 5,255,293            | 4,616,924         | 4,616,924          |
| Internal audit  | 15                |                   |                   |                      | 202               | 202                |
| <b><i>Community and public safety</i></b>             | <b>1,158,609</b>  | <b>1,433,312</b>  | <b>1,449,562</b>  | <b>1,701,863</b>     | <b>1,801,834</b>  | <b>1,801,834</b>   |
| Community and social services                         | 38,863            | 37,260            | 51,120            | 47,044               | 47,908            | 47,908             |
| Sport and recreation                                  | 6,929             | 11,157            | 28,984            | 43,141               | 72,520            | 72,520             |
| Public safety   | 849,239           | 1,137,203         | 1,147,052         | 1,134,625            | 1,203,625         | 1,203,625          |
| Housing   | 261,645           | 246,234           | 216,923           | 475,675              | 476,142           | 476,142            |
| Health  | 1,934             | 1,458             | 5,484             | 1,377                | 1,639             | 1,639              |
| <b><i>Economic and environmental services</i></b>     | <b>696,386</b>    | <b>524,130</b>    | <b>608,248</b>    | <b>729,477</b>       | <b>905,811</b>    | <b>905,811</b>     |
| Planning and development                              | 200,014           | 183,394           | 194,469           | 216,108              | 215,415           | 215,415            |
| Road transport  | 481,190           | 316,679           | 382,193           | 467,433              | 610,983           | 610,983            |
| Environmental protection                              | 15,182            | 24,057            | 31,587            | 45,936               | 79,413            | 79,413             |
| <b><i>Trading services</i></b>                        | <b>11,702,452</b> | <b>11,122,681</b> | <b>11,895,428</b> | <b>13,194,517</b>    | <b>13,193,243</b> | <b>13,193,243</b>  |
| Energy sources  | 4,655,953         | 5,244,281         | 6,321,258         | 6,745,392            | 6,802,982         | 6,802,982          |
| Water management                                      | 5,383,007         | 4,214,717         | 3,767,489         | 4,472,975            | 4,333,496         | 4,333,496          |
| Waste water management                                | 1,123,137         | 1,172,521         | 1,313,626         | 1,384,071            | 1,451,114         | 1,451,114          |
| Waste management                                      | 540,355           | 491,161           | 493,056           | 592,079              | 605,652           | 605,652            |
| <b><i>Other</i></b>                                   | <b>39,676</b>     | <b>40,513</b>     | <b>38,268</b>     | <b>39,921</b>        | <b>37,050</b>     | <b>37,050</b>      |
| <b>Total Revenue - Functional</b>                     | <b>18,029,322</b> | <b>17,460,477</b> | <b>18,553,980</b> | <b>20,922,310</b>    | <b>20,556,437</b> | <b>20,556,437</b>  |
| <b>Expenditure - Functional</b>                       |                   |                   |                   |                      |                   |                    |
| <b><i>Municipal governance and administration</i></b> | <b>2,242,799</b>  | <b>2,348,487</b>  | <b>2,136,088</b>  | <b>2,136,987</b>     | <b>2,076,843</b>  | <b>2,076,843</b>   |
| Executive and council                                 | 363,007           | 497,174           | 384,416           | 472,674              | 465,271           | 465,271            |
| Finance and administration                            | 1,820,706         | 1,790,022         | 1,691,161         | 1,595,696            | 1,541,907         | 1,541,907          |
| Internal audit  | 59,086            | 61,291            | 60,511            | 68,618               | 69,665            | 69,665             |
| <b><i>Community and public safety</i></b>             | <b>1,944,102</b>  | <b>2,097,724</b>  | <b>2,191,799</b>  | <b>2,555,762</b>     | <b>2,466,797</b>  | <b>2,466,797</b>   |
| Community and social services                         | 412,520           | 345,967           | 334,366           | 438,661              | 422,049           | 422,049            |
| Sport and recreation                                  | 482,056           | 510,293           | 580,715           | 681,444              | 667,927           | 667,927            |
| Public safety   | 562,957           | 640,003           | 734,963           | 744,821              | 705,520           | 705,520            |
| Housing   | 395,276           | 420,674           | 395,721           | 429,504              | 431,230           | 431,230            |
| Health  | 91,292            | 180,788           | 146,034           | 261,333              | 240,072           | 240,072            |
| <b><i>Economic and environmental services</i></b>     | <b>594,411</b>    | <b>991,821</b>    | <b>1,260,745</b>  | <b>1,369,222</b>     | <b>1,482,733</b>  | <b>1,482,733</b>   |
| Planning and development                              | 207,893           | 221,883           | 440,352           | 497,245              | 536,186           | 536,186            |
| Road transport  | 327,470           | 707,987           | 757,870           | 781,698              | 863,530           | 863,530            |
| Environmental protection                              | 59,048            | 61,951            | 62,523            | 90,279               | 83,018            | 83,018             |
| <b><i>Trading services</i></b>                        | <b>10,922,322</b> | <b>11,410,386</b> | <b>13,012,359</b> | <b>13,361,568</b>    | <b>12,989,579</b> | <b>12,989,579</b>  |
| Energy sources  | 5,483,244         | 6,459,747         | 7,352,770         | 8,404,058            | 8,349,441         | 8,349,441          |
| Water management                                      | 3,909,985         | 3,397,207         | 3,977,977         | 3,191,843            | 2,766,583         | 2,766,583          |
| Waste water management                                | 901,307           | 1,012,679         | 1,077,066         | 1,089,674            | 1,211,365         | 1,211,365          |
| Waste management                                      | 627,786           | 540,752           | 604,547           | 675,993              | 662,191           | 662,191            |
| <b><i>Other</i></b>                                   | <b>68,349</b>     | <b>86,480</b>     | <b>83,606</b>     | <b>109,608</b>       | <b>102,950</b>    | <b>102,950</b>     |
| <b>Total Expenditure - Functional</b>                 | <b>15,771,983</b> | <b>16,934,898</b> | <b>18,684,598</b> | <b>19,533,147</b>    | <b>19,118,903</b> | <b>19,118,903</b>  |
| <b>Surplus/(Deficit)</b>                              | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>  | <b>1,389,163</b>     | <b>1,437,534</b>  | <b>1,437,534</b>   |

**Table B3 – Budget Financial Performance by Vote**

| Description  | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|--|-------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|  | Audited Outcome   | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| <b>R thousands</b>   |                   |                   |                   |                      |                   |                    |
| <b>Revenue</b>   |                   |                   |                   |                      |                   |                    |
| Vote 01 - Budget & Treasury  | 3,791,502         | 4,047,426         | 4,290,977         | 5,134,970            | 4,488,263         | 4,488,263          |
| Vote 02 - Public Health  | 554,066           | 488,516           | 496,596           | 607,733              | 621,119           | 621,119            |
| Vote 03 - Human Settlements  | 117,552           | 146,839           | 131,012           | 331,096              | 382,500           | 382,500            |
| Vote 04 - Economic Development, Tourism & Agriculture                | 164,848           | 44,838            | 47,821            | 44,173               | 56,814            | 56,814             |
| Vote 05 - Corporate Services   | 27,812            | 20,162            | 28,755            | 32,326               | 56,075            | 56,075             |
| Vote 06 - Infrastructure & Engineering: Rate & General               | 122,383           | 87,541            | 102,168           | 169,030              | 277,119           | 277,119            |
| Vote 07 - Metro Water Services                                       | 5,141,194         | 3,920,888         | 3,555,318         | 3,973,252            | 3,829,264         | 3,829,264          |
| Vote 08 - Sanitation - Metro   | 1,107,032         | 1,101,413         | 1,225,521         | 1,224,657            | 1,330,265         | 1,330,265          |
| Vote 09 - Electricity & Energy                                       | 4,512,240         | 5,088,888         | 6,209,640         | 6,590,727            | 6,592,273         | 6,592,273          |
| Vote 10 - Executive & Council  | 13,821            | 145,631           | 146,395           | 208,819              | 170,953           | 170,953            |
| Vote 11 - Safety & Security  | 869,505           | 1,157,373         | 1,165,836         | 1,154,129            | 1,224,102         | 1,224,102          |
| Vote 12 - Nelson Mandela Bay Stadium                                 | 44,793            | 48,197            | 74,881            | 76,984               | 75,084            | 75,084             |
| Vote 13 - Special Projects & ^ Programmes                            | 18,526            | 29,816            | 22,636            | 7,853                | 20,663            | 20,663             |
|  |                   |                   |                   |                      |                   |                    |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,485,274</b> | <b>16,327,527</b> | <b>17,497,555</b> | <b>19,555,749</b>    | <b>19,124,493</b> | <b>19,124,493</b>  |
| <b>Expenditure</b>   |                   |                   |                   |                      |                   |                    |
| Vote 01 - Budget & Treasury  | 923,315           | 1,372,880         | 1,288,658         | 1,204,286            | 1,155,534         | 1,155,534          |
| Vote 02 - Public Health  | 987,113           | 905,026           | 882,865           | 1,119,216            | 1,071,508         | 1,071,508          |
| Vote 03 - Human Settlements  | 352,051           | 385,909           | 380,087           | 546,771              | 538,085           | 538,085            |
| Vote 04 - Economic Development, Tourism & Agriculture                | 444,206           | 507,472           | 517,368           | 619,458              | 620,997           | 620,997            |
| Vote 05 - Corporate Services   | 467,749           | 445,173           | 494,278           | 628,254              | 633,362           | 633,362            |
| Vote 06 - Infrastructure & Engineering: Rate & General               | 889,956           | 921,510           | 979,722           | 1,056,500            | 1,121,026         | 1,121,026          |
| Vote 07 - Metro Water Services                                       | 3,934,196         | 3,771,041         | 3,929,151         | 3,207,509            | 2,769,271         | 2,769,271          |
| Vote 08 - Sanitation - Metro   | 792,709           | 851,420           | 939,781           | 903,496              | 1,025,835         | 1,025,835          |
| Vote 09 - Electricity & Energy                                       | 5,525,601         | 6,526,453         | 7,428,874         | 8,335,233            | 8,280,863         | 8,280,863          |
| Vote 10 - Executive & Council  | 412,853           | 468,867           | 499,016           | 588,728              | 605,540           | 605,540            |
| Vote 11 - Safety & Security  | 959,505           | 1,162,343         | 1,229,121         | 1,239,282            | 1,192,944         | 1,192,944          |
| Vote 12 - Nelson Mandela Bay Stadium                                 | 55,030            | 51,332            | 95,833            | 74,984               | 75,084            | 75,084             |
| Vote 13 - Special Projects & ^ Programmes                            | 19,357            | 29,122            | 25,667            | 9,431                | 22,161            | 22,161             |

| Description              | 2022/23           | 2023/24            | 2024/25            | Current year 2025/26 |                   |                    |
|--------------------------|-------------------|--------------------|--------------------|----------------------|-------------------|--------------------|
| R thousands              | Audited Outcome   | Audited Outcome    | Audited Outcome    | Original Budget      | Adjusted Budget   | Full Year Forecast |
| Vote 15 - NMBM           | 3,681             | 48                 | 645                |                      |                   |                    |
| <b>Total Expenditure</b> | <b>15,767,322</b> | <b>17,398,597</b>  | <b>18,691,067</b>  | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b>  |
| <b>Surplus/(Deficit)</b> | <b>717,952</b>    | <b>(1,071,070)</b> | <b>(1,193,512)</b> | <b>22,602</b>        | <b>12,283</b>     | <b>12,283</b>      |

**Table B4 – Budget Financial Performance Revenue and Expenditure**

| Description   | 2022/23         | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |                   |
|---|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|
| R thousands   | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast | Pre-audit Outcome |
| <b>Revenue</b>                                      |                 |                 |                 |                      |                 |                    |                   |
| <b>Exchange Revenue</b>                             |                 |                 |                 |                      |                 |                    |                   |
| Service charges - Electricity                       | 4,551,741       | 4,965,180       | 5,852,449       | 6,464,349            | 6,447,444       | 6,447,444          | 1,993,656         |
| Service charges - Water                             | 4,378,917       | 3,048,561       | 2,605,324       | 2,983,123            | 2,839,121       | 2,839,121          | 389,732           |
| Service charges - Waste Water Management            | 781,390         | 807,631         | 832,666         | 817,519              | 915,298         | 915,298            | 142,140           |
| Service charges - Waste Management                  | 323,650         | 290,783         | 310,491         | 348,080              | 365,994         | 365,994            | 56,016            |
| Sale of Goods and Rendering of Services             | 74,593          | 78,046          | 123,819         | 114,371              | 126,911         | 126,911            | 19,985            |
| Agency services                                     | 4,329           | 3,902           | 3,968           | 4,255                | 4,255           | 4,255              | 687               |
| Interest  | -               | -               | -               | -                    | -               | -                  | -                 |
| Interest earned from Receivables                    | 901,563         | 1,210,961       | 1,282,033       | 1,106,615            | 1,106,615       | 1,106,615          | 269,915           |
| Interest earned from Current and Non Current Assets | 331,113         | 365,421         | 341,570         | 291,739              | 285,809         | 285,809            | 22,235            |
| Dividends   | -               | -               | -               | -                    | -               | -                  | -                 |
| Rent on Land  | -               | -               | -               | -                    | -               | -                  | -                 |
| Rental from Fixed Assets                            | 32,620          | 34,019          | 43,493          | 42,603               | 43,286          | 43,286             | 7,535             |
| Licence and permits                                 | 21,443          | 21,519          | 22,448          | 21,319               | 22,365          | 22,365             | 3,867             |
| Special rating levies                               | -               | -               | -               | -                    | -               | -                  | -                 |
| Operational Revenue                                 | 30,971          | 32,659          | 50,891          | 29,273               | 27,793          | 27,793             | 7,677             |
| <b>Non-Exchange Revenue</b>                         |                 |                 |                 |                      |                 |                    |                   |
| Property rates                                      | 2,731,173       | 2,875,600       | 3,041,099       | 3,299,358            | 3,328,813       | 3,328,813          | 3,394,110         |
| Surcharges and Taxes                                | -               | -               | -               | -                    | -               | -                  | -                 |
| Fines, penalties and forfeits                       | 77,758          | 97,507          | 169,887         | 67,973               | 134,530         | 134,530            | 12,094            |
| Licences or permits                                 | 1               | 1               | 1               | 1                    | 1               | 1                  | -                 |
| Transfer and subsidies - Operational                | 1,554,432       | 1,711,024       | 1,791,759       | 2,944,497            | 2,453,205       | 2,453,205          | 699,111           |
| Interest  | -               | -               | 213,590         | 158,695              | 158,695         | 158,695            | -                 |
| Fuel Levy   | 754,473         | 783,478         | 824,005         | 861,978              | 861,978         | 861,978            | -                 |
| Operational Revenue                                 | -               | -               | -               | -                    | -               | -                  | -                 |
| Gains on disposal of Assets                         | 360             | 1,282           | 35              | -                    | 2,379           | 2,379              | -                 |

| Description  | 2022/23           | 2023/24           | 2024/25            | Current year 2025/26 |                   |                    |                   |
|--|-------------------|-------------------|--------------------|----------------------|-------------------|--------------------|-------------------|
|  | Audited Outcome   | Audited Outcome   | Audited Outcome    | Original Budget      | Adjusted Budget   | Full Year Forecast | Pre-audit Outcome |
| R thousands  |                   |                   |                    |                      |                   |                    |                   |
| Other Gains  | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| Discontinued Operations  | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>16,550,526</b> | <b>16,327,574</b> | <b>17,509,527</b>  | <b>19,555,749</b>    | <b>19,124,493</b> | <b>19,124,493</b>  | <b>7,018,760</b>  |
| <b>Expenditure</b>   |                   |                   |                    |                      |                   |                    |                   |
| Employee related costs   | 3,672,782         | 3,889,773         | 4,169,896          | 4,886,977            | 4,480,203         | 4,480,203          | 662,441           |
| Remuneration of councillors  | 84,993            | 82,053            | 85,933             | 98,334               | 97,870            | 97,870             | 13,874            |
| Bulk purchases - electricity   | 4,705,311         | 5,635,673         | 6,500,312          | 7,277,226            | 7,277,226         | 7,277,226          | 1,346,390         |
| Inventory consumed   | 117,717           | 516,887           | 550,228            | 510,815              | 343,286           | 343,286            | 47,692            |
| Debt impairment  | 3,693,118         | -                 | -                  | 1,946,427            | 1,818,084         | 1,818,084          | -                 |
| Depreciation and amortisation  | 992,670           | 885,798           | 783,561            | 1,051,415            | 1,048,303         | 1,048,303          | -                 |
| Interest   | 131,488           | 110,394           | 65,707             | 72,173               | 88,760            | 88,760             | 31,667            |
| Contracted services  | 954,904           | 974,150           | 1,076,455          | 1,659,963            | 1,796,939         | 1,796,939          | 112,839           |
| Transfers and subsidies  | 105,654           | 211,079           | 81,059             | 94,962               | 212,930           | 212,930            | 36,841            |
| Irrecoverable debts written off                                      | 363,606           | 3,626,212         | 4,262,010          | 726,946              | 674,944           | 674,944            | 47,078            |
| Operational costs  | 691,379           | 628,847           | 714,151            | 821,988              | 887,742           | 887,742            | 124,740           |
| Losses on disposal of Assets   | 5,187             | 1,739             | -                  | -                    | -                 | -                  | -                 |
| Other Losses   | 253,174           | 372,293           | 395,285            | 385,921              | 385,921           | 385,921            | -                 |
| <b>Total Expenditure</b>   | <b>15,771,983</b> | <b>16,934,898</b> | <b>18,684,598</b>  | <b>19,533,147</b>    | <b>19,112,210</b> | <b>19,112,210</b>  | <b>2,423,561</b>  |
| <b>Surplus/(Deficit)</b>   | <b>778,544</b>    | <b>(607,324)</b>  | <b>(1,175,071)</b> | <b>22,602</b>        | <b>12,283</b>     | <b>12,283</b>      | <b>4,595,199</b>  |
| Transfers and subsidies - capital (monetary allocations)             | 1,057,362         | 1,081,005         | 998,198            | 1,366,561            | 1,431,944         | 1,431,944          | -                 |
| Transfers and subsidies - capital (in-kind)                          | 421,434           | 51,898            | 46,255             | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) after capital transfers and contributions</b>   | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Income Tax   | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) after income tax</b>                            | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Share of Surplus/Deficit attributable to Joint Venture               | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| Share of Surplus/Deficit attributable to Minorities                  | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) attributable to municipality</b>                | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |
| Share of Surplus/Deficit attributable to Associate                   | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| Intercompany/Parent subsidiary transactions                          | -                 | -                 | -                  | -                    | -                 | -                  | -                 |
| <b>Surplus/(Deficit) for the year</b>                                | <b>2,257,340</b>  | <b>525,578</b>    | <b>(130,618)</b>   | <b>1,389,163</b>     | <b>1,444,227</b>  | <b>1,444,227</b>   | <b>4,595,199</b>  |

**Table B5 – Budget Capital Expenditure – Standard Classification**

| Description   | 2022/23                        | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |                   |
|---|--------------------------------|------------------|------------------|----------------------|------------------|--------------------|-------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| <b>Capital Expenditure - Functional</b>   |                                |                  |                  |                      |                  |                    |                   |
| <i>Municipal governance and administration</i>  | (4,975)                        | 61,426           | 90,511           | 270,443              | 218,716          | 218,716            | 2,423             |
| Executive and council   | (32,767)                       |                  |                  |                      |                  |                    |                   |
| Finance and administration  | 27,792                         | 61,426           | 90,511           | 270,443              | 218,716          | 218,716            | 2,423             |
| Internal audit  |                                |                  |                  |                      |                  |                    |                   |
| <b>Community and public safety</b>  | <b>200,836</b>                 | <b>128,404</b>   | <b>147,097</b>   | <b>199,467</b>       | <b>181,579</b>   | <b>181,579</b>     | <b>590</b>        |
| Community and social services   | 56,178                         | 38,947           | 45,681           | 73,580               | 42,273           | 42,273             | 500               |
| Sport and recreation  | 45,498                         | 40,738           | 54,807           | 77,340               | 89,430           | 89,430             |                   |
| Public safety   | 3,346                          | (262)            | 1,849            | 46,647               | 47,976           | 47,976             | 90                |
| Housing   | 94,859                         | 48,865           | 44,250           | 600                  | 600              | 600                |                   |
| Health  | 956                            | 116              | 510              | 1,300                | 1,300            | 1,300              |                   |
| <b>Economic and environmental services</b>  | <b>597,561</b>                 | <b>498,753</b>   | <b>392,605</b>   | <b>549,435</b>       | <b>488,630</b>   | <b>488,630</b>     | <b>38,069</b>     |
| Planning and development  |                                |                  | 20,448           | 58,842               |                  |                    |                   |
| Road transport  | 589,267                        | 458,673          | 477,952          | 489,593              | 487,880          | 487,880            | 38,069            |
| Environmental protection  | 8,294                          | 40,079           | (105,795)        | 1,000                | 750              | 750                |                   |
| <b>Trading services</b>   | <b>1,095,305</b>               | <b>795,682</b>   | <b>688,918</b>   | <b>1,122,783</b>     | <b>1,222,761</b> | <b>1,222,761</b>   | <b>43,173</b>     |
| Energy sources  | 277,588                        | 289,532          | 188,538          | 205,123              | 272,519          | 272,519            | 16,959            |
| Water management  | 826,657                        | 331,204          | 307,354          | 554,787              | 563,330          | 563,330            | 18,660            |
| Waste water management  | 12,519                         | 84,368           | 90,196           | 324,873              | 314,642          | 314,642            | 7,555             |
| Waste management  | (21,459)                       | 90,578           | 102,830          | 38,000               | 72,270           | 72,270             |                   |
| <b>Other</b>  | <b>3,804</b>                   | <b>2,397</b>     | <b>3,024</b>     | <b>8,000</b>         | <b>3,500</b>     | <b>3,500</b>       |                   |
| <b>Total Capital Expenditure - Functional</b>   | <b>1,892,531</b>               | <b>1,486,663</b> | <b>1,322,154</b> | <b>2,150,128</b>     | <b>2,115,186</b> | <b>2,115,186</b>   | <b>84,255</b>     |
| <b>Funded by</b>  |                                |                  |                  |                      |                  |                    |                   |
| National Government   | 121,511                        | 21,862           | 68,921           | 1,325,029            | 1,367,640        | 1,367,640          | 55,416            |
| Provincial Government   |                                |                  |                  |                      |                  |                    |                   |
| District Municipality   |                                |                  |                  |                      |                  |                    |                   |
| Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) |                                |                  |                  | 43,000               | 53,500           | 53,500             | 4,827             |
| <b>Transfers recognised - capital</b>   | <b>121,511</b>                 | <b>21,862</b>    | <b>68,921</b>    | <b>1,368,029</b>     | <b>1,421,140</b> | <b>1,421,140</b>   | <b>60,243</b>     |
| <b>Borrowing</b>  |                                |                  |                  | 60,500               | 60,500           | 60,500             |                   |
| <b>Internally generated funds</b>   | 100                            | 2,074            |                  | 662,757              | 633,547          | 633,547            | 24,012            |
| <b>Total Capital Funding</b>  | <b>121,610</b>                 | <b>23,936</b>    | <b>68,921</b>    | <b>2,091,286</b>     | <b>2,115,186</b> | <b>2,115,186</b>   | <b>84,255</b>     |

**Table B6 – Budget Financial Position**

| Description   | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                   |                   |
|---|-------------------|-------------------|-------------------|----------------------|-------------------|-------------------|-------------------|
|   |                   |                   |                   | Audited Outcome      | Audited Outcome   | Audited Outcome   | Original Budget   |
| <b>R thousands</b>                                      |                   |                   |                   |                      |                   |                   |                   |
| <b>ASSETS</b>   |                   |                   |                   |                      |                   |                   |                   |
| <b>Current assets</b>                                   |                   |                   |                   |                      |                   |                   |                   |
| Cash and cash equivalents                               | 4,751,063         | 4,341,377         | 3,811,121         | 4,402,604            | 4,405,178         | 4,405,178         | 3,811,155         |
| Trade and other receivables from exchange transactions  | 3,561,632         | 3,098,044         | 3,413,820         | 3,054,485            | 3,054,485         | 3,054,485         | 13,972,366        |
| Receivables from non-exchange transactions              | 468,061           | 1,151,677         | 383,020           | 385,614              | 385,614           | 385,614           | (2,818,984)       |
| Current portion of non-current receivables              | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| Inventory   | 183,005           | 163,222           | 213,248           | 134,046              | 156,046           | 156,046           | 447,662           |
| VAT   | 1,843,848         | 2,333,253         | 3,021,568         | 148,902              | 148,902           | 148,902           | 2,430,156         |
| Other current assets                                    | 8,653             | 8,861             | 8,587             | 243,781              | 243,781           | 243,781           | 8,861             |
| <b>Total current assets</b>                             | <b>10,816,261</b> | <b>11,096,433</b> | <b>10,851,364</b> | <b>8,369,431</b>     | <b>8,394,006</b>  | <b>8,394,006</b>  | <b>17,851,215</b> |
| <b>Non current assets</b>                               |                   |                   |                   |                      |                   |                   |                   |
| Investments   | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| Investment property                                     | 142,512           | 138,357           | 134,272           | 143,891              | 138,413           | 138,413           | 138,357           |
| Property, plant and equipment                           | 18,796,914        | 19,438,811        | 19,970,524        | 20,999,755           | 21,025,894        | 21,025,894        | 20,418,663        |
| Biological assets                                       | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| Living and non-living resources                         | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| Heritage assets   | 219,946           | 226,190           | 264,723           | 235,238              | 235,238           | 235,238           | 226,441           |
| Intangible assets                                       | 42,595            | 55,900            | 39,673            | 70,067               | 14,465            | 14,465            | 70,388            |
| Trade and other receivables from exchange transactions  | 120,917           | 135,532           | 146,039           | 86,379               | 86,379            | 86,379            | -                 |
| Non-current receivables from non-exchange transactions  | 50                | 50                | 50                | 56,379               | 56,379            | 56,379            | 210,371           |
| Other non-current assets                                | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| <b>Total non-current assets</b>                         | <b>19,322,935</b> | <b>19,994,840</b> | <b>20,555,281</b> | <b>21,591,710</b>    | <b>21,556,769</b> | <b>21,556,769</b> | <b>21,064,220</b> |
| <b>TOTAL ASSETS</b>                                     | <b>30,139,196</b> | <b>31,091,274</b> | <b>31,406,645</b> | <b>29,961,141</b>    | <b>29,950,774</b> | <b>29,950,774</b> | <b>38,915,435</b> |
| <b>LIABILITIES</b>                                      |                   |                   |                   |                      |                   |                   |                   |
| <b>Current liabilities</b>                              |                   |                   |                   |                      |                   |                   |                   |
| Bank overdraft  | -                 | -                 | -                 | -                    | -                 | -                 | -                 |
| Financial liabilities                                   | 47,048            | 213,698           | 129,104           | 222,246              | 222,246           | 222,246           | -                 |
| Consumer deposits                                       | 155,525           | 157,185           | 156,623           | 163,472              | 163,472           | 163,472           | 4,134             |
| Trade and other payables from exchange transactions     | 2,103,276         | 2,378,792         | 2,656,556         | 2,504,910            | 2,504,910         | 2,504,910         | 1,436,922         |
| Trade and other payables from non-exchange transactions | 185,533           | 327,268           | 460,954           | 321,180              | 321,180           | 321,180           | 691,270           |
| Provision   | 1,963,340         | 777,821           | 566,054           | 525,183              | 525,183           | 525,183           | 1,729,343         |
| VAT   | 2,032,533         | 2,163,473         | 2,627,162         | -                    | -                 | -                 | 2,818,958         |

| Description                          | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                   |                   |                 |
|--------------------------------------|-------------------|-------------------|-------------------|----------------------|-------------------|-------------------|-------------------|-----------------|
|                                      |                   |                   |                   | R thousands          | Audited Outcome   | Audited Outcome   | Audited Outcome   | Original Budget |
| Other current liabilities            | -                 | -                 | -                 | -                    | -                 | -                 | -                 | -               |
| <b>Total current liabilities</b>     | <b>6,487,256</b>  | <b>6,018,237</b>  | <b>6,596,453</b>  | <b>3,736,991</b>     | <b>3,736,991</b>  | <b>3,736,991</b>  | <b>6,680,627</b>  |                 |
| <b>Non-current liabilities</b>       |                   |                   |                   |                      |                   |                   |                   |                 |
| Financial liabilities                | 1,293,919         | 929,834           | 796,001           | 938,463              | 938,463           | 938,463           | 857,098           |                 |
| Provision                            | 1,296,003         | 1,220,516         | 1,487,634         | 3,474,755            | 3,474,755         | 3,474,755         | 1,450,202         |                 |
| Long term portion of trade payables  | -                 | -                 | 3,251             | -                    | -                 | -                 | 319               |                 |
| Other non-current liabilities        | (10,962)          | 1,322,755         | 1,476,324         | 872,317              | 872,317           | 872,317           | 289,514           |                 |
| <b>Total non-current liabilities</b> | <b>2,578,960</b>  | <b>3,473,105</b>  | <b>3,763,209</b>  | <b>5,285,536</b>     | <b>5,285,536</b>  | <b>5,285,536</b>  | <b>2,597,133</b>  |                 |
| <b>TOTAL LIABILITIES</b>             | <b>9,066,216</b>  | <b>9,491,341</b>  | <b>10,359,663</b> | <b>9,022,527</b>     | <b>9,022,527</b>  | <b>9,022,527</b>  | <b>9,277,760</b>  |                 |
| <b>NET ASSETS</b>                    | <b>21,072,980</b> | <b>21,599,932</b> | <b>21,046,982</b> | <b>20,938,614</b>    | <b>20,928,248</b> | <b>20,928,248</b> | <b>29,637,675</b> |                 |
| <b>COMMUNITY WEALTH/EQUITY</b>       |                   |                   |                   |                      |                   |                   |                   |                 |
| Accumulated surplus/(deficit)        | 20,561,138        | 21,038,554        | 20,497,994        | 19,317,415           | 19,251,984        | 19,251,984        | 24,446,792        |                 |
| Reserves and funds                   | 511,842           | 561,377           | 548,988           | 232,037              | 232,037           | 232,037           | 595,685           |                 |
| Other                                | -                 | -                 | -                 | -                    | -                 | -                 | -                 |                 |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b> | <b>21,072,980</b> | <b>21,599,931</b> | <b>21,046,982</b> | <b>19,549,452</b>    | <b>19,484,021</b> | <b>19,484,021</b> | <b>25,042,477</b> |                 |

**Table B7 – Budgeted Cash Flows**

| Description                                      | 2022/23          | 2023/24            | 2024/25         | Current year 2025/26 |                  |                  |                 |
|--|------------------|--------------------|-----------------|----------------------|------------------|------------------|-----------------|
|  |                  |                    |                 | R thousands          | Audited Outcome  | Audited Outcome  | Audited Outcome |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>       |                  |                    |                 |                      |                  |                  |                 |
| <b>Receipts</b>                                  |                  |                    |                 |                      |                  |                  |                 |
| Property rates                                   | 715,897          | (1,172,585)        | (340,356)       | 146,923              | 148,210          | 148,210          | 321,178         |
| Service charges                                  | -                | -                  | -               | 11,177,045           | 11,177,045       | 11,177,045       | -               |
| Other revenue                                    | -                | -                  | 1,707           | 670,041              | 670,738          | 670,738          | -               |
| Transfers and Subsidies - Operational            | 50               | -                  | (51)            | 2,330,627            | 2,330,882        | 2,330,882        | 149             |
| Transfers and Subsidies - Capital                | -                | -                  | -               | -                    | -                | -                | -               |
| Interest   | -                | -                  | -               | 93,279               | 93,284           | 93,284           | -               |
| Dividends  | -                | -                  | -               | -                    | -                | -                | -               |
| <b>Payments</b>                                  |                  |                    |                 |                      |                  |                  |                 |
| Suppliers and employees                          | 626,264          | 34,528             | 279,862         | (14,544,867)         | (14,544,867)     | (14,544,867)     | (365,975)       |
| Finance charges                                  | -                | -                  | -               | -                    | -                | -                | -               |
| Transfers and Subsidies                          | -                | -                  | -               | -                    | -                | -                | -               |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b> | <b>1,342,211</b> | <b>(1,138,057)</b> | <b>(58,838)</b> | <b>(126,953)</b>     | <b>(124,708)</b> | <b>(124,708)</b> | <b>(44,648)</b> |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>      |                  |                    |                 |                      |                  |                  |                 |
| <b>Receipts</b>                                  |                  |                    |                 |                      |                  |                  |                 |
| Proceeds on disposal of PPE                      | -                | -                  | -               | -                    | -                | -                | -               |

| Description                                      | 2022/23          | 2023/24            | 2024/25         | Current year 2025/26 |                  |                    |                   |
|--|------------------|--------------------|-----------------|----------------------|------------------|--------------------|-------------------|
|  | Audited Outcome  | Audited Outcome    | Audited Outcome | Original Budget      | Adjusted Budget  | Full Year Forecast | Pre-audit Outcome |
| <b>R thousands</b>                               |                  |                    |                 |                      |                  |                    |                   |
| Decrease (increase) in non-current receivables   | 14,721           | (14,615)           | (10,507)        | -                    | -                | -                  | -                 |
| Decrease (increase) in non-current investments   | -                | -                  | -               | -                    | -                | -                  | -                 |
| <b>Payments</b>                                  |                  |                    |                 |                      |                  |                    |                   |
| Capital assets                                   | -                | -                  | -               | -                    | -                | -                  | -                 |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b> | <b>14,721</b>    | <b>(14,615)</b>    | <b>(10,507)</b> | <b>-</b>             | <b>-</b>         | <b>-</b>           | <b>-</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>NET INCREASE/ (DECREASE) IN CASH HELD</b>     | <b>1,356,932</b> | <b>(1,152,672)</b> | <b>(69,345)</b> | <b>(126,953)</b>     | <b>(124,708)</b> | <b>(124,708)</b>   | <b>(44,648)</b>   |
| Cash/cash equivalents at the year begin:         | 4,698,973        | 4,751,063          | 4,429,660       | 4,515,032            | 4,515,032        | 4,515,032          | 3,848,318         |
| Cash/cash equivalents at the year-end:           | 6,055,905        | 3,598,390          | 4,360,316       | 4,388,079            | 4,390,323        | 4,390,323          | 3,803,670         |

**Table B8 – Cash backed Reserves**

| Description                                       | 2022/23          | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |
|---|------------------|------------------|------------------|----------------------|------------------|--------------------|
|   | Audited Outcome  | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <b>R thousands</b>                                |                  |                  |                  |                      |                  |                    |
| <b>Cash and investments available</b>             |                  |                  |                  |                      |                  |                    |
| Cash/cash equivalents at the year end             | 6,055,905        | 3,598,390        | 4,360,316        | 4,388,079            | 4,390,323        | 4,390,323          |
| Other current investments > 90 days               | (1,304,842)      | 742,986          | (549,195)        | 14,525               | 14,855           | 14,855             |
| Non-current assets - Investments                  | -                | -                | -                | -                    | -                | -                  |
| <b>Cash and investments available:</b>            | <b>4,751,063</b> | <b>4,341,377</b> | <b>3,811,121</b> | <b>4,402,604</b>     | <b>4,405,178</b> | <b>4,405,178</b>   |
| <b>Application of cash and investments</b>        |                  |                  |                  |                      |                  |                    |
| Unspent conditional transfers                     | 184,924          | 326,068          | 460,954          | 319,932              | 319,932          | 319,932            |
| Unspent borrowing                                 | -                | -                | -                | -                    | -                | -                  |
| Statutory requirements                            | 188,685          | (169,780)        | (394,406)        | (148,902)            | (148,902)        | (148,902)          |
| Other working capital requirements                | 1,874,889        | 2,800,741        | 2,759,166        | (530,871)            | (517,929)        | (517,929)          |
| Other provisions                                  | 1,963,340        | 777,821          | 566,054          | 525,183              | 525,183          | 525,183            |
| Long term investments committed                   | -                | -                | -                | -                    | -                | -                  |
| Reserves to be backed by cash/investments         | 509,051          | 561,377          | 548,988          | 232,037              | 232,037          | 232,037            |
| <b>Total Application of cash and investments:</b> | <b>4,720,890</b> | <b>4,296,228</b> | <b>3,940,757</b> | <b>397,379</b>       | <b>410,320</b>   | <b>410,320</b>     |

|   |        |        |           |           |           |           |
|---|--------|--------|-----------|-----------|-----------|-----------|
| Surplus(shortfall) - Excl Non-Current Creditors Trf to Debt Relief Benefits | 30,173 | 45,149 | (129,636) | 4,005,225 | 3,994,858 | 3,994,858 |
| Creditors transferred to Debt Relief - Non-Current portion                  | -      | -      | -         | -         | -         | -         |
| Surplus(shortfall) -Incl Non-Current Creditors Trf to Debt Relief Benefits  | 30,173 | 45,149 | (129,636) | 4,005,225 | 3,994,858 | 3,994,858 |

### sTable B9 – Asset Management

| Description   | 2022/23         | 2023/24         | 2024/25         | Current year 2025/26 |                  |                    |
|---|-----------------|-----------------|-----------------|----------------------|------------------|--------------------|
|   | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <b>R thousands</b>                                  |                 |                 |                 |                      |                  |                    |
| <b>CAPITAL EXPENDITURE</b>                          |                 |                 |                 |                      |                  |                    |
| <b>Total New Assets</b>                             | <b>171,929</b>  | <b>141,254</b>  | <b>191,867</b>  | <b>1,429,508</b>     | <b>1,287,110</b> | <b>1,287,110</b>   |
| <i>Roads Infrastructure</i>                         |                 |                 |                 | 403,645              | 322,619          | 322,619            |
| <i>Storm water Infrastructure</i>                   |                 | 16,643          | 19,654          | 25,908               | 30,417           | 30,417             |
| <i>Electrical Infrastructure</i>                    | 43,227          | 48,939          | 16,810          | 118,330              | 172,317          | 172,317            |
| <i>Water Supply Infrastructure</i>                  | 76,243          |                 | 55,084          | 411,019              | 422,278          | 422,278            |
| <i>Sanitation Infrastructure</i>                    |                 |                 |                 | 139,416              | 82,459           | 82,459             |
| <i>Solid Waste Infrastructure</i>                   |                 |                 |                 | 2,000                | 2,000            | 2,000              |
| <i>Rail Infrastructure</i>                          |                 |                 |                 |                      |                  |                    |
| <i>Coastal Infrastructure</i>                       |                 |                 |                 |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                 |                 |                 |                      |                  |                    |
| <b>Infrastructure</b>                               | <b>119,470</b>  | <b>65,582</b>   | <b>91,547</b>   | <b>1,100,319</b>     | <b>1,032,090</b> | <b>1,032,090</b>   |
| Community Facilities                                |                 |                 |                 | 300                  |                  |                    |
| Sport and Recreation Facilities                     | 3,014           | 3,596           | 118             | 10,950               | 6,150            | 6,150              |
| <b>Community Assets</b>                             | <b>3,014</b>    | <b>3,596</b>    | <b>118</b>      | <b>11,250</b>        | <b>6,150</b>     | <b>6,150</b>       |
| <b>Heritage Assets</b>                              |                 |                 |                 |                      |                  |                    |
| Revenue Generating                                  |                 |                 |                 |                      |                  |                    |
| Non-revenue Generating                              |                 |                 |                 |                      |                  |                    |
| <b>Investment properties</b>                        | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| Operational Buildings                               |                 |                 |                 | 23,850               | 11,775           | 11,775             |
| Housing   |                 |                 |                 |                      |                  |                    |
| <b>Other Assets</b>                                 | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>23,850</b>        | <b>11,775</b>    | <b>11,775</b>      |
| <b>Biological or Cultivated Assets</b>              |                 |                 |                 |                      |                  |                    |
| Servitudes  |                 |                 |                 |                      |                  |                    |
| Licences and Rights                                 |                 |                 |                 | 55,022               | 800              | 800                |
| <b>Intangible Assets</b>                            | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>55,022</b>        | <b>800</b>       | <b>800</b>         |
| <b>Computer Equipment</b>                           | <b>2,291</b>    | <b>7,406</b>    | <b>17,968</b>   | <b>21,135</b>        | <b>24,531</b>    | <b>24,531</b>      |
| <b>Furniture and Office Equipment</b>               | <b>336</b>      | <b>1,328</b>    | <b>1,036</b>    | <b>7,346</b>         | <b>9,636</b>     | <b>9,636</b>       |
| <b>Machinery and Equipment</b>                      | <b>10,843</b>   | <b>29,154</b>   | <b>62,623</b>   | <b>109,698</b>       | <b>142,881</b>   | <b>142,881</b>     |
| <b>Transport Assets</b>                             | <b>5,539</b>    | <b>30,758</b>   | <b>18,574</b>   | <b>100,888</b>       | <b>59,249</b>    | <b>59,249</b>      |
| <b>Land</b>   | <b>30,435</b>   | <b>3,429</b>    |                 |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                 |                 |                 |                      |                  |                    |
| Mature  |                 |                 |                 |                      |                  |                    |

| Description   | 2022/23         | 2023/24         | 2024/25         | Current year 2025/26 |                 |                    |
|---|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|
|   | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget      | Adjusted Budget | Full Year Forecast |
| R thousands   |                 |                 |                 |                      |                 |                    |
| Immature  |                 |                 |                 |                      |                 |                    |
| <b>Living Resources</b>                             | -               | -               | -               | -                    | -               | -                  |
| <b>Total Renewal of Existing Assets</b>             | <b>843,618</b>  | <b>574,188</b>  | <b>473,441</b>  | <b>441,112</b>       | <b>592,676</b>  | <b>592,676</b>     |
| <i>Roads Infrastructure</i>                         | 333,326         | 329,890         | 357,999         | 59,500               | 135,660         | 135,660            |
| <i>Storm water Infrastructure</i>                   |                 |                 |                 | 22,000               | 43,042          | 43,042             |
| <i>Electrical Infrastructure</i>                    | 86,661          | 83,993          | 69,635          | 59,770               | 71,970          | 71,970             |
| <i>Water Supply Infrastructure</i>                  |                 |                 |                 | 120,768              | 126,153         | 126,153            |
| <i>Sanitation Infrastructure</i>                    |                 |                 |                 | 105,449              | 135,636         | 135,636            |
| <i>Solid Waste Infrastructure</i>                   |                 |                 |                 | 17,488               | 17,488          | 17,488             |
| <i>Rail Infrastructure</i>                          |                 |                 |                 |                      |                 |                    |
| <i>Coastal Infrastructure</i>                       |                 |                 |                 |                      |                 |                    |
| <i>Information and Communication Infrastructure</i> |                 |                 |                 |                      |                 |                    |
| <b>Infrastructure</b>                               | <b>419,987</b>  | <b>413,883</b>  | <b>427,634</b>  | <b>384,975</b>       | <b>529,948</b>  | <b>529,948</b>     |
| Community Facilities                                | 6,806           | 2,582           | 3,526           | 27,800               | 13,850          | 13,850             |
| Sport and Recreation Facilities                     |                 |                 |                 | 15,687               | 15,278          | 15,278             |
| <b>Community Assets</b>                             | <b>6,806</b>    | <b>2,582</b>    | <b>3,526</b>    | <b>43,487</b>        | <b>29,128</b>   | <b>29,128</b>      |
| <b>Heritage Assets</b>                              | 1,584           | 6,244           | 38,282          |                      |                 |                    |
| Revenue Generating                                  |                 |                 |                 |                      |                 |                    |
| Non-revenue Generating                              |                 |                 |                 |                      |                 |                    |
| <b>Investment properties</b>                        | -               | -               | -               | -                    | -               | -                  |
| Operational Buildings                               | 144             | 15              | 18,426          | 2,650                | 3,600           | 3,600              |
| Housing   | 40              |                 |                 |                      |                 |                    |
| <b>Other Assets</b>                                 | <b>183</b>      | <b>15</b>       | <b>18,426</b>   | <b>2,650</b>         | <b>3,600</b>    | <b>3,600</b>       |
| <b>Biological or Cultivated Assets</b>              |                 |                 |                 |                      |                 |                    |
| Servitudes  |                 |                 |                 |                      |                 |                    |
| Licences and Rights                                 |                 |                 |                 |                      |                 |                    |
| <b>Intangible Assets</b>                            | -               | -               | -               | -                    | -               | -                  |
| <b>Computer Equipment</b>                           | 4,752           | 438             |                 |                      |                 |                    |
| <b>Furniture and Office Equipment</b>               |                 |                 |                 |                      |                 |                    |
| <b>Machinery and Equipment</b>                      | 410,306         | 151,026         | (14,426)        |                      |                 |                    |
| <b>Transport Assets</b>                             |                 |                 |                 | 10,000               | 30,000          | 30,000             |
| Land  |                 |                 |                 |                      |                 |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                 |                 |                 |                      |                 |                    |
| Mature  |                 |                 |                 |                      |                 |                    |
| Immature  |                 |                 |                 |                      |                 |                    |
| <b>Living Resources</b>                             | -               | -               | -               | -                    | -               | -                  |
| <b>Total Upgrading of Existing Assets</b>           | <b>876,984</b>  | <b>771,221</b>  | <b>656,846</b>  | <b>279,508</b>       | <b>235,400</b>  | <b>235,400</b>     |
| <i>Roads Infrastructure</i>                         | 213,247         | 75,930          | 72,691          | 42,100               | 20,150          | 20,150             |

| Description   | 2022/23          | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |
|---|------------------|------------------|------------------|----------------------|------------------|--------------------|
|   | Audited Outcome  | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <i>Storm water Infrastructure</i>                   | 42,470           | 28,962           | 27,186           | 21,800               | 26,433           | 26,433             |
| <i>Electrical Infrastructure</i>                    | 148,638          | 152,021          | 95,557           | 22,848               | 25,412           | 25,412             |
| <i>Water Supply Infrastructure</i>                  | 287,537          | 272,516          | 240,086          | 17,000               | 13,900           | 13,900             |
| <i>Sanitation Infrastructure</i>                    | 97,674           | 171,758          | 122,935          | 25,050               | 13,855           | 13,855             |
| <i>Solid Waste Infrastructure</i>                   |                  |                  |                  | 6,000                | 7,500            | 7,500              |
| <i>Rail Infrastructure</i>                          |                  |                  |                  |                      |                  |                    |
| <i>Coastal Infrastructure</i>                       |                  |                  |                  |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                  |                  |                  | 2,000                | 345              | 345                |
| <b>Infrastructure</b>                               | <b>789,566</b>   | <b>701,187</b>   | <b>558,456</b>   | <b>136,798</b>       | <b>107,596</b>   | <b>107,596</b>     |
| Community Facilities                                | 19,404           | 25,816           | 16,517           | 63,208               | 43,568           | 43,568             |
| Sport and Recreation Facilities                     | 38,251           | 31,996           | 49,983           | 35,202               | 49,312           | 49,312             |
| <b>Community Assets</b>                             | <b>57,655</b>    | <b>57,811</b>    | <b>66,500</b>    | <b>98,410</b>        | <b>92,880</b>    | <b>92,880</b>      |
| <b>Heritage Assets</b>                              |                  |                  |                  |                      |                  |                    |
| Revenue Generating                                  |                  |                  |                  |                      |                  |                    |
| Non-revenue Generating                              |                  |                  |                  |                      |                  |                    |
| <b>Investment properties</b>                        | <b>-</b>         | <b>-</b>         | <b>-</b>         | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| Operational Buildings                               | 11,805           | 5,172            | 2,804            | 35,800               | 30,554           | 30,554             |
| Housing   |                  |                  |                  |                      |                  |                    |
| <b>Other Assets</b>                                 | <b>11,805</b>    | <b>5,172</b>     | <b>2,804</b>     | <b>35,800</b>        | <b>30,554</b>    | <b>30,554</b>      |
| <b>Biological or Cultivated Assets</b>              | <b>581</b>       |                  |                  |                      |                  |                    |
| Servitudes  |                  |                  |                  |                      |                  |                    |
| Licences and Rights                                 | 1,977            | 1,965            | 1,884            | 4,000                | 2,620            | 2,620              |
| <b>Intangible Assets</b>                            | <b>1,977</b>     | <b>1,965</b>     | <b>1,884</b>     | <b>4,000</b>         | <b>2,620</b>     | <b>2,620</b>       |
| <b>Computer Equipment</b>                           |                  |                  |                  | 4,500                | 1,000            | 1,000              |
| <b>Furniture and Office Equipment</b>               |                  |                  | 510              |                      |                  |                    |
| <b>Machinery and Equipment</b>                      |                  |                  |                  |                      |                  |                    |
| <b>Transport Assets</b>                             | <b>15,400</b>    | <b>5,085</b>     | <b>26,693</b>    |                      | 750              | 750                |
| <b>Land</b>   |                  |                  |                  |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                  |                  |                  |                      |                  |                    |
| Mature  |                  |                  |                  |                      |                  |                    |
| Immature  |                  |                  |                  |                      |                  |                    |
| <b>Living Resources</b>                             | <b>-</b>         | <b>-</b>         | <b>-</b>         | <b>-</b>             | <b>-</b>         | <b>-</b>           |
| <b>Total Capital Expenditure</b>                    | <b>1,892,531</b> | <b>1,486,663</b> | <b>1,322,154</b> | <b>2,150,128</b>     | <b>2,115,186</b> | <b>2,115,186</b>   |
| <i>Roads Infrastructure</i>                         | 546,573          | 405,820          | 430,690          | 505,245              | 478,430          | 478,430            |
| <i>Storm water Infrastructure</i>                   | 42,470           | 45,605           | 46,840           | 69,708               | 99,892           | 99,892             |
| <i>Electrical Infrastructure</i>                    | 278,527          | 284,953          | 182,002          | 200,948              | 269,699          | 269,699            |
| <i>Water Supply Infrastructure</i>                  | 363,780          | 272,516          | 295,170          | 548,787              | 562,330          | 562,330            |

| Description   | 2022/23           | 2023/24           | 2024/25           | Current year 2025/26 |                   |                   |
|---|-------------------|-------------------|-------------------|----------------------|-------------------|-------------------|
|   | R thousands       | Audited Outcome   | Audited Outcome   | Audited Outcome      | Original Budget   | Adjusted Budget   |
| <i>Sanitation Infrastructure</i>                    | 97,674            | 171,758           | 122,935           | 269,915              | 231,950           | 231,950           |
| <i>Solid Waste Infrastructure</i>                   |                   |                   |                   | 25,488               | 26,988            | 26,988            |
| <i>Rail Infrastructure</i>                          |                   |                   |                   |                      |                   |                   |
| <i>Coastal Infrastructure</i>                       |                   |                   |                   |                      |                   |                   |
| <i>Information and Communication Infrastructure</i> |                   |                   |                   | 2,000                | 345               | 345               |
| <b>Infrastructure</b>                               | <b>1,329,024</b>  | <b>1,180,652</b>  | <b>1,077,637</b>  | <b>1,622,091</b>     | <b>1,669,634</b>  | <b>1,669,634</b>  |
| Community Facilities                                | 26,211            | 28,397            | 20,043            | 91,308               | 57,418            | 57,418            |
| Sport and Recreation Facilities                     | 41,265            | 35,592            | 50,101            | 61,839               | 70,740            | 70,740            |
| <b>Community Assets</b>                             | <b>67,475</b>     | <b>63,989</b>     | <b>70,145</b>     | <b>153,147</b>       | <b>128,158</b>    | <b>128,158</b>    |
| <b>Heritage Assets</b>                              | 1,584             | 6,244             | 38,282            |                      |                   |                   |
| Revenue Generating                                  |                   |                   |                   |                      |                   |                   |
| Non-revenue Generating                              |                   |                   |                   |                      |                   |                   |
| <b>Investment properties</b>                        | -                 | -                 | -                 | -                    | -                 | -                 |
| Operational Buildings                               | 11,949            | 5,187             | 21,229            | 62,300               | 45,929            | 45,929            |
| Housing   | 40                |                   |                   |                      |                   |                   |
| <b>Other Assets</b>                                 | <b>11,988</b>     | <b>5,187</b>      | <b>21,229</b>     | <b>62,300</b>        | <b>45,929</b>     | <b>45,929</b>     |
| <b>Biological or Cultivated Assets</b>              | 581               |                   |                   |                      |                   |                   |
| Servitudes  |                   |                   |                   |                      |                   |                   |
| Licences and Rights                                 | 1,977             | 1,965             | 1,884             | 59,022               | 3,420             | 3,420             |
| <b>Intangible Assets</b>                            | <b>1,977</b>      | <b>1,965</b>      | <b>1,884</b>      | <b>59,022</b>        | <b>3,420</b>      | <b>3,420</b>      |
| <b>Computer Equipment</b>                           | 7,043             | 7,844             | 17,968            | 25,635               | 25,531            | 25,531            |
| <b>Furniture and Office Equipment</b>               | 336               | 1,328             | 1,546             | 7,346                | 9,636             | 9,636             |
| <b>Machinery and Equipment</b>                      | 421,149           | 180,180           | 48,197            | 109,698              | 142,881           | 142,881           |
| <b>Transport Assets</b>                             | 20,938            | 35,843            | 45,267            | 110,888              | 89,999            | 89,999            |
| <b>Land</b>   | 30,435            | 3,429             |                   |                      |                   |                   |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                   |                   |                   |                      |                   |                   |
| Mature  |                   |                   |                   |                      |                   |                   |
| Immature  |                   |                   |                   |                      |                   |                   |
| <b>Living Resources</b>                             | -                 | -                 | -                 | -                    | -                 | -                 |
| <b>TOTAL CAPITAL EXPENDITURE - Asset Class</b>      | <b>1,892,531</b>  | <b>1,486,663</b>  | <b>1,322,154</b>  | <b>2,150,128</b>     | <b>2,115,186</b>  | <b>2,115,186</b>  |
| <b>ASSET REGISTER SUMMARY - PPE (WDV)</b>           | <b>19,201,968</b> | <b>19,845,162</b> | <b>20,407,802</b> | <b>21,434,292</b>    | <b>21,399,351</b> | <b>21,399,351</b> |
| <i>Roads Infrastructure</i>                         | 2,834,483         | 2,873,303         | 3,032,294         | 3,223,720            | 3,196,904         | 3,196,904         |
| <i>Storm water Infrastructure</i>                   | 380,734           | 396,639           | 410,754           | 451,831              | 482,015           | 482,015           |
| <i>Electrical Infrastructure</i>                    | 1,668,081         | 1,827,122         | 1,902,217         | 1,967,121            | 2,035,872         | 2,035,872         |
| <i>Water Supply Infrastructure</i>                  | 2,190,375         | 2,590,928         | 2,732,888         | 2,518,473            | 2,532,017         | 2,532,017         |
| <i>Sanitation Infrastructure</i>                    | 1,032,426         | 1,064,386         | 1,121,041         | 1,302,368            | 1,264,402         | 1,264,402         |

| Description   | 2022/23                        | 2023/24           | 2024/25           | Current year 2025/26 |                   |                    |
|---|--------------------------------|-------------------|-------------------|----------------------|-------------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome   | Audited Outcome   | Original Budget      | Adjusted Budget   | Full Year Forecast |
| <i>Solid Waste Infrastructure</i>                   | 44,334                         | (37,803)          | (33,256)          | (88,299)             | (86,799)          | (86,799)           |
| <i>Rail Infrastructure</i>                          | 19,352                         | 1,945,369         |                   |                      |                   |                    |
| <i>Coastal Infrastructure</i>                       |                                |                   |                   |                      |                   |                    |
| <i>Information and Communication Infrastructure</i> | 27,471                         | 29,440            | 31,320            | 32,616               | 30,961            | 30,961             |
| <b>Infrastructure</b>                               | 8,197,256                      | 10,689,386        | 9,197,259         | 9,407,830            | 9,455,373         | 9,455,373          |
|   | 513,693                        | 526,387           | 440,052           | 623,814              | 604,303           | 604,303            |
|   |                                |                   |                   |                      |                   |                    |
| <b>Community Assets</b>                             | 513,693                        | 526,387           | 440,052           | 623,814              | 604,303           | 604,303            |
| <b>Heritage Assets</b>                              | 219,946                        | 226,190           | 264,723           | 235,238              | 235,238           | 235,238            |
|   | 142,512                        | 138,357           | 134,272           | 143,891              | 138,413           | 138,413            |
|   |                                |                   |                   |                      |                   |                    |
| <b>Investment properties</b>                        | 142,512                        | 138,357           | 134,272           | 143,891              | 138,413           | 138,413            |
|   | 9,788,439                      | 7,874,907         | 9,928,986         | 10,384,852           | 10,368,481        | 10,368,481         |
|   |                                |                   |                   |                      |                   |                    |
| <b>Other Assets</b>                                 | 9,788,439                      | 7,874,907         | 9,928,986         | 10,384,852           | 10,368,481        | 10,368,481         |
| <b>Biological or Cultivated Assets</b>              |                                |                   |                   |                      |                   |                    |
|   | 42,595                         | 55,900            | 39,673            | 70,067               | 14,465            | 14,465             |
|   |                                |                   |                   |                      |                   |                    |
| <b>Intangible Assets</b>                            | 42,595                         | 55,900            | 39,673            | 70,067               | 14,465            | 14,465             |
| <b>Computer Equipment</b>                           | 16,909                         | 38,371            | 40,931            | 65,541               | 65,437            | 65,437             |
| <b>Furniture and Office Equipment</b>               | 3,344                          | 4,672             | 5,708             | 12,205               | 14,495            | 14,495             |
| <b>Machinery and Equipment</b>                      | 77,528                         | 73,053            | 111,450           | 164,263              | 133,425           | 133,425            |
| <b>Transport Assets</b>                             | 153,241                        | 166,367           | 193,179           | 272,916              | 316,047           | 316,047            |
| <b>Land</b>   | 46,505                         | 51,571            | 51,571            | 53,675               | 53,675            | 53,675             |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                   |                   |                      |                   |                    |
|   |                                |                   |                   |                      |                   |                    |
|   |                                |                   |                   |                      |                   |                    |
| <b>Living Resources</b>                             |                                |                   |                   |                      |                   |                    |
| <b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>     | <b>19,201,968</b>              | <b>19,845,162</b> | <b>20,407,802</b> | <b>21,434,292</b>    | <b>21,399,351</b> | <b>21,399,351</b>  |
|   |                                |                   |                   |                      |                   |                    |
| <b>EXPENDITURE OTHER ITEMS</b>                      |                                |                   |                   |                      |                   |                    |
| <b>Depreciation</b>                                 | 992,670                        | 885,798           | 783,561           | 1,051,415            | 1,048,303         | 1,048,303          |
| <b>Repairs and Maintenance by Asset Class</b>       | <b>455,224</b>                 | <b>467,541</b>    | <b>516,537</b>    | <b>740,534</b>       | <b>692,738</b>    | <b>692,738</b>     |
| <i>Roads Infrastructure</i>                         | 56,151                         | 47,326            | 76,202            | 100,184              | 70,911            | 70,911             |
| <i>Storm water Infrastructure</i>                   | 3,578                          | 17,135            | 13,417            | 17,253               | 17,543            | 17,543             |
| <i>Electrical Infrastructure</i>                    | 88,001                         | 124,058           | 113,032           | 131,433              | 119,397           | 119,397            |
| <i>Water Supply Infrastructure</i>                  | 98,721                         | 92,406            | 110,763           | 152,219              | 163,083           | 163,083            |
| <i>Sanitation Infrastructure</i>                    | 84,730                         | 90,130            | 96,015            | 141,416              | 137,315           | 137,315            |
| <i>Solid Waste Infrastructure</i>                   |                                |                   |                   |                      |                   |                    |

| Description   | 2022/23                        | 2023/24          | 2024/25          | Current year 2025/26 |                  |                    |
|---|--------------------------------|------------------|------------------|----------------------|------------------|--------------------|
|   | R thousands<br>Audited Outcome | Audited Outcome  | Audited Outcome  | Original Budget      | Adjusted Budget  | Full Year Forecast |
| <i>Rail Infrastructure</i>                          | 174                            |                  |                  | 2,119                | 2,119            | 2,119              |
| <i>Coastal Infrastructure</i>                       |                                |                  |                  |                      |                  |                    |
| <i>Information and Communication Infrastructure</i> |                                | 742              | 427              | 1,600                | 500              | 500                |
| <b>Infrastructure</b>                               | <b>331,354</b>                 | <b>371,796</b>   | <b>409,855</b>   | <b>546,223</b>       | <b>510,868</b>   | <b>510,868</b>     |
| Community Facilities                                | 12,538                         | 12,987           | 12,240           | 16,908               | 18,749           | 18,749             |
| Sport and Recreation Facilities                     | 7,215                          | 5,112            | 8,449            | 10,057               | 8,863            | 8,863              |
| <b>Community Assets</b>                             | <b>19,753</b>                  | <b>18,098</b>    | <b>20,689</b>    | <b>26,965</b>        | <b>27,612</b>    | <b>27,612</b>      |
| <b>Heritage Assets</b>                              | 217                            | 202              | 70               | 224                  | 224              | 224                |
| Revenue Generating                                  |                                |                  |                  |                      |                  |                    |
| Non-revenue Generating                              |                                |                  |                  |                      |                  |                    |
| <b>Investment properties</b>                        | -                              | -                | -                | -                    | -                | -                  |
| Operational Buildings                               | 37,160                         | 20,830           | 16,228           | 57,298               | 48,987           | 48,987             |
| Housing   | 1,569                          | 853              | 1,497            | 7,446                | 7,296            | 7,296              |
| <b>Other Assets</b>                                 | <b>38,729</b>                  | <b>21,683</b>    | <b>17,725</b>    | <b>64,744</b>        | <b>56,283</b>    | <b>56,283</b>      |
| <b>Biological or Cultivated Assets</b>              |                                |                  |                  |                      |                  |                    |
| Servitudes  |                                |                  |                  |                      |                  |                    |
| Licences and Rights                                 | 4,271                          | 512              | 4,622            | 6,356                | 6,576            | 6,576              |
| <b>Intangible Assets</b>                            | <b>4,271</b>                   | <b>512</b>       | <b>4,622</b>     | <b>6,356</b>         | <b>6,576</b>     | <b>6,576</b>       |
| <b>Computer Equipment</b>                           | 4,082                          | 2,177            | 3,391            | 5,301                | 5,838            | 5,838              |
| <b>Furniture and Office Equipment</b>               | 1,086                          | 491              | 560              | 3,691                | 2,903            | 2,903              |
| <b>Machinery and Equipment</b>                      | 21,337                         | 22,230           | 25,437           | 44,612               | 40,270           | 40,270             |
| <b>Transport Assets</b>                             | 34,395                         | 30,351           | 34,188           | 42,417               | 42,164           | 42,164             |
| <b>Land</b>   |                                |                  |                  |                      |                  |                    |
| <b>Zoo's, Marine and Non-biological Animals</b>     |                                |                  |                  |                      |                  |                    |
| Mature  |                                |                  |                  |                      |                  |                    |
| Immature  |                                |                  |                  |                      |                  |                    |
| <b>Living Resources</b>                             | -                              | -                | -                | -                    | -                | -                  |
| <b>TOTAL EXPENDITURE OTHER ITEMS</b>                | <b>1,447,894</b>               | <b>1,353,339</b> | <b>1,300,098</b> | <b>1,791,949</b>     | <b>1,741,041</b> | <b>1,741,041</b>   |

**Table B10 – Basic Service Delivery Measurement**

| Description                                      | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|--|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|  | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| <b>Household service targets</b>                 |                      |                 |                    |                      |                 |                    |
| <b>Water:</b>                                    |                      |                 |                    |                      |                 |                    |
| Piped water inside dwelling                      | 370,000              | 386,341         | 386,341            | 374,000              | 380,000         | 380,380            |
| Piped water inside yard (but not in dwelling)    |                      |                 |                    |                      |                 |                    |
| Using public tap (at least min. service level)   | 36,341               | 44,000          | 44,000             | 34,000               | 30,000          | 29,790             |
| Other water supply (at least min. service level) |                      |                 |                    |                      |                 |                    |

| Description  | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|--|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|  | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| <i>Minimum Service Level and Above sub-total</i>         | 406,361              | 430,341         | 430,341            | 408,000              | 410,000         | 410,820            |
| 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>406,361</b>       | <b>430,341</b>  | <b>430,341</b>     | <b>408,000</b>       | <b>410,000</b>  | <b>410,820</b>     |
| <b><u>Sanitation/sewerage:</u></b>                       |                      |                 |                    |                      |                 |                    |
| Flush toilet (connected to sewerage)                     | 370,000              | 396,341         | 396,341            | 374,000              | 380,000         | 383,800            |
| Flush toilet (with septic tank)                          | 3,802                | 3,802           | 3,802              | 3,802                | 3,802           | 3,878              |
| Chemical toilet  | 3,000                | 2,834           | 2,834              | 3,500                | 4,000           | 4,080              |
| Pit toilet (ventilated)                                  | 167                  | 167             | 167                | 167                  | 167             | 167                |
| Other toilet provisions (> min. service level)           | -                    | -               | -                  |                      |                 |                    |
| <i>Minimum Service Level and Above sub-total</i>         | 376,969              | 403,144         | 403,144            | 381,469              | 387,969         | 391,925            |
| Bucket toilet  | 6,010                | 6,010           | 6,010              | 6,010                | 6,010           | 6,010              |
| Other toilet provisions (< min. service level)           |                      |                 |                    |                      |                 |                    |
| No toilet provisions                                     |                      |                 |                    |                      |                 |                    |
| <i>Below Minimum Service Level sub-total</i>             | 6,010                | 6,010           | 6,010              | 6,010                | 6,010           | 6,010              |
| <b>Total number of households</b>                        | <b>382,979</b>       | <b>409,154</b>  | <b>409,154</b>     | <b>387,479</b>       | <b>393,979</b>  | <b>397,935</b>     |
| <b><u>Energy:</u></b>                                    |                      |                 |                    |                      |                 |                    |
| Electricity (at least min. service level)                | 19,052               | 20,259          | 20,259             | 19,061               | 18,489          | 17,934             |
| Electricity - prepaid (min. service level)               | 395,644              | 349,764         | 349,764            | 371,065              | 382,196         | 437,663            |
| <i>Minimum Service Level and Above sub-total</i>         | 414,696              | 370,023         | 370,023            | 390,126              | 400,685         | 455,597            |
| 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>414,696</b>       | <b>364,114</b>  | <b>364,114</b>     | <b>390,126</b>       | <b>400,685</b>  | <b>455,597</b>     |
| <b><u>Refuse:</u></b>                                    |                      |                 |                    |                      |                 |                    |
| Removed at least once a week                             | 237,382              | 237,382         | 237,382            | 237,619              | 237,857         | 238,095            |
| <i>Minimum Service Level and Above sub-total</i>         | 235,644              | 235,644         | 235,644            | 235,880              | 236,116         | 236,352            |
| Removed less frequently than once a week                 | -                    | -               | -                  |                      |                 |                    |
| Using communal refuse dump                               | 44,090               | 44,090          | 44,090             | 44,134               | 56,064          | 56,120             |
| Using own refuse dump                                    |                      |                 |                    |                      |                 |                    |
| Other rubbish disposal                                   |                      |                 |                    |                      |                 |                    |
| No rubbish disposal                                      | 16,702               | 16,702          | 16,702             | 4,728                | 4,728           | 4,733              |
| <i>Below Minimum Service Level sub-total</i>             | 60,792               | 60,792          | 60,792             | 60,792               | 60,792          | 60,731             |
| <b>Total number of households</b>                        | <b>296,436</b>       | <b>296,436</b>  | <b>296,436</b>     | <b>296,436</b>       | <b>296,436</b>  | <b>296,140</b>     |
| <b><u>Households receiving Free Basic Service</u></b>    |                      |                 |                    |                      |                 |                    |
| Water (6 kilolitres per household per month)             | 90,626               | 73,368          | 73,368             | 71,157               | 73,557          | 75,957             |
| Sanitation (free minimum level service)                  | 92,156               | 70,861          | 70,861             | 73,261               | 75,661          | 78,061             |
| Electricity/other energy (50kwh per household per month) | 73,526               | 34,176          | 34,176             | 38,076               | 41,976          | 45,876             |

| Description   | Current Year 2024/25 |                 |                    | Current Year 2025/26 |                 |                    |
|---|----------------------|-----------------|--------------------|----------------------|-----------------|--------------------|
|   | Original Budget      | Adjusted Budget | Full Year Forecast | Original Budget      | Adjusted Budget | Full Year Forecast |
| Refuse (removed at least once a week)   | 86,954               | 71,261          | 71,261             | 76,289               | 80,479          | 85,507             |
| Informal Settlements  |                      |                 |                    |                      |                 |                    |
| <b>Cost of Free Basic Services provided - Formal Settlements (R'000)</b>                                    |                      |                 |                    |                      |                 |                    |
| Water (6 kilolitres per indigent household per month)   | 150,070              | 120,653         | 120,653            | 152,541              | 152,599         | 152,656            |
| Sanitation (free sanitation service to indigent households)   | 218,176              | 191,405         | 191,405            | 213,192              | 213,249         | 213,307            |
| Electricity/other energy (50kwh per indigent household per month)   | 23,942               | 19,588          | 19,588             | 19,225               | 19,225          | 19,225             |
| Refuse (removed once a week for indigent households)  | 91,754               | 146,435         | 146,435            | 146,336              | 146,394         | 146,452            |
| <b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>                           | -                    | -               | -                  |                      |                 |                    |
| <b>Total cost of FBS provided</b>   | <b>483,942</b>       | <b>478,081</b>  | <b>478,081</b>     | <b>531,294</b>       | <b>531,467</b>  | <b>531,640</b>     |
|   |                      |                 |                    |                      |                 |                    |
| <b>Highest level of free service provided per household</b>   |                      |                 |                    |                      |                 |                    |
| Property rates (R value threshold)  | 130,000              | 130,000         | 130,000            | 130,000              | 130,000         | 130,000            |
| Water (kilolitres per household per month)  | 8                    | 8               | 8                  | 8                    | 8               | 8                  |
| Sanitation (kilolitres per household per month)   | 11                   | 11              | 11                 | 11                   | 11              | 11                 |
| Sanitation (Rand per household per month)   | 137                  | 137             | 137                | 137                  | 137             | 137                |
| Electricity (kwh per household per month)   | 75                   | 75              | 75                 | 75                   | 75              | 75                 |
| Refuse (average litres per week)  | 178                  | 178             | 178                | 178                  | 178             | 178                |
| <b>Revenue cost of subsidised services provided (R'000)</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) | 173,455              | 173,455         | 173,455            | 182,127              | 192,144         | 203,673            |
| Water (in excess of 6 kilolitres per indigent household per month)  | 31,852               | 31,852          | 31,852             | 32,489               | 32,814          | 33,470             |
| Sanitation (in excess of free sanitation service to indigent households)                                    | 21,565               | 21,565          | 21,565             | 21,996               | 22,216          | 22,661             |
| Electricity/other energy (in excess of 50 kwh per indigent household per month)                             | 29,534               | 29,534          | 29,534             | 30,125               | 30,426          | 31,034             |
| Refuse (in excess of one removal a week for indigent households)  | 15,719               | 15,719          | 15,719             | 16,033               | 16,194          | 16,518             |
| Municipal Housing - rental rebates  |                      |                 |                    |                      |                 |                    |
| Housing - top structure subsidies   | 123,457              | 123,020         | 123,020            | 107,027              | 114,519         | 122,536            |
| Other   |                      |                 |                    |                      |                 |                    |
| <b>Total revenue cost of subsidised services provided</b>   | <b>395,582</b>       | <b>395,145</b>  | <b>395,145</b>     | <b>282,770</b>       | <b>293,794</b>  | <b>307,356</b>     |

## PART 2 – SUPPORTING DOCUMENTATION

### 2.1 Adjustments to Budget Assumptions

The original collection rate has been maintained at 75%, taking into account the revenue collection performance during the first six months of the 2025/26 financial year. Attempts to improve the average Collection Rate will continue in the second half of 2025/26, as evidenced in the improvement of the December 2025 monthly collection rate which was 84.7%.

### 2.2 Adjustments to Budget Funding

#### 2.2.1 Funding the Adjustments Budget

##### 2.2.1.1 Funding of Operating Revenue

The Municipality's operating revenue is mainly funded by sources such as property rates, service charges and government grants. The table below reflects the various funding sources:

| Revenue Category   | Original Budget (2025/26) | Adjusted Budget (2025/26) | %Ntage Allocation vs. Total (Adjusted Budget) |
|--|---------------------------|---------------------------|---|
| Exchange Revenue / Agency services                                     | -4,254,880                | -4,255,130                | 0.0%  |
| Exchange Revenue / Interest earned from Current and Non-Current Assets | -291,738,690              | -285,808,690              | 1.5%  |
| Exchange Revenue / Interest earned from Receivables                    | -1,106,615,350            | -1,106,615,350            | 5.8%  |
| Exchange Revenue / Licence and permits                                 | -21,319,060               | -22,364,680               | 0.1%  |
| Exchange Revenue / Operational Revenue                                 | -29,273,460               | -27,793,460               | 0.1%  |
| Exchange Revenue / Rental from Fixed Assets                            | -42,603,190               | -43,286,470               | 0.2%  |
| Exchange Revenue / Sale of Goods and Rendering of Services             | -114,371,030              | -126,911,450              | 0.7%  |
| Exchange Revenue / Service charges - Electricity                       | -6,464,349,080            | -6,447,444,490            | 33.7%   |
| Exchange Revenue / Service charges - Waste Management                  | -348,079,880              | -365,994,450              | 1.9%  |
| Exchange Revenue / Service charges - Waste Water Management            | -817,519,140              | -915,297,830              | 4.8%  |
| Exchange Revenue / Service charges - Water                             | -2,983,123,300            | -2,839,121,070            | 14.8%   |
| Non-Exchange Revenue / Fines, penalties and forfeits                   | -67,972,940               | -134,529,530              | 0.7%  |
| Non-Exchange Revenue / Fuel Levy                                       | -861,978,000              | -861,978,000              | 4.5%  |
| Non-Exchange Revenue / Gains on disposal of Assets                     |                           | -2,379,000                | 0.0%  |
| Non-Exchange Revenue / Interest  | -158,694,720              | -158,694,720              | 0.8%  |
| Non-Exchange Revenue / Licences or permits                             | -1,050                    | -1,050                    | 0.0%  |
| Non-Exchange Revenue / Property rates                                  | -3,299,358,360            | -3,328,813,210            | 17.4%   |
| Non-Exchange Revenue / Transfer and subsidies - Operational            | -2,944,497,070            | -2,453,204,530            | 12.8%   |
| <b>Total Revenue</b>   | <b>-19,555,749,200</b>    | <b>-19,124,493,110</b>    | <b>100%</b>                                   |

#### 2.2.2 Adjustments to estimated collection levels

The 2025/26 Original Operating Budget was based on a debtors' collection rate of 75% and in terms of this adjustments budget has been maintained at the same rate of 75%.

#### 2.2.3. Summarised funding sources of the NMBM's Capital Budget

Below is a summarised version of the funding sources for the 2025/26 adjusted Capital Budget:

| Sources of Finance                           | 2025/26 Approved Capital Budget | Council Approved Budget Amendments | Carry Overs | Transfers to and from Operating Budget | Other Adjustments | 2025/26 Draft Capital Adjustments Budget |
|--|---------------------------------|------------------------------------|-------------|--|-------------------|--|
| Total CRR - 901                              | 250,341,340                     | 2,429,660                          | -           | -                                      | 31,640,460        | 221,130,540                              |
| Total Levies Replacement Grant Funding - 959 | 412,416,000                     | -                                  | -           | -                                      | -                 | 412,416,000                              |
| Total Public Contributions Funding - 923     | 43,000,000                      | -                                  | -           | -                                      | 10,500,000        | 53,500,000                               |

| Sources of Finance                                     | 2025/26<br>Approved Capital<br>Budget | Council<br>Approved Budget<br>Amendments | Carry Overs        | Transfers to and<br>from Operating<br>Budget | Other<br>Adjustments | 2025/26 Draft<br>Capital<br>Adjustments<br>Budget |
|--|---------------------------------------|--|--------------------|--|----------------------|---|
| Urban Settlements Development Grant - 951              | 559,915,200                           | -  | -                  | -  | -                    | 559,915,200                                       |
| Informal Settlements Upgrading Partnership Grant - 972 | 279,910,460                           | 1,803,780                                | -                  | -  | 19,104,350           | 297,211,030                                       |
| IPTS Grant - 918                                       | 140,411,700                           | -  | -                  | 83,411,700                                   | -                    | 57,000,000  |
| Neighbourhood Development Grant - 919                  | -                                     | -  | -                  | -  | -                    | -   |
| External Finance Fund - 962                            | 60,500,000                            | -  | -                  | -  | -                    | 60,500,000  |
| Regional Bulk Infrastructure Grant - 973               | 339,130,430                           | -  | -                  | -  | -                    | 339,130,430                                       |
| European Union - 965                                   | -                                     | -  | -                  | -  | -                    | -   |
| Energy Efficiency & Demand Side Management Grant - 976 | 5,660,870                             | -  | -                  | -  | -                    | 5,660,870   |
| MDRG - 975   | -                                     | 434,780                                  | 45,064,530         | -  | -                    | 45,499,310  |
| MReCG - 977  | -                                     | -  | 63,222,930         | -  | -                    | 63,222,930  |
|  |                                       |  |                    |  |                      |   |
| <b>Total Capital Budget Funding</b>                    | <b>2,091,286,000</b>                  | <b>1,060,660</b>                         | <b>108,287,460</b> | <b>83,411,700</b>                            | <b>2,036,110</b>     | <b>2,115,186,310</b>                              |

The relevant details, reflecting the capital projects in question, are attached as a separate Annexure to this Budget Report.

## 2.3 Adjustments to expenditure on allocations and grant programmes

### 2.3.1 The adjustments made to planned capital expenditure of allocations and grants received.

The adjustments made to planned capital expenditure, including the capital projects in question, are attached as a separate Annexure to this report.

## 2.4 Adjustments to Service Delivery and Budget Implementation Plan (SDBIP)

In accordance with the MFMA, adjustments to the SDBIP will be tabled by the Chief Operating Officer's (COO) office, in Council after the adoption of the 2025/26 Adjustments Budget.

## 2.5 Adjustments to Capital Expenditure

Attached as a separate Annexure to this report is the listing of all the adjusted capital programmes and projects of the Municipality, per Directorate (Vote), as well as the Ward Allocation that is informed or formulated together with respective Directorates.

## 2.6 Attachments to the Budget Report

Attached to this Adjustment Budget report are the following documents:

- Annexure "A" - Revised 2025/26 Capital Budget Works Plan
- Annexure "B" - Revised 2025/26 Ward Budget

## 2.7 Acting City Manager's Quality Certification

I, **Adv Lonwabo Ngoqo**, Acting City Manager of the Nelson Mandela Bay Metropolitan Municipality, hereby certify that the adjustments budget and supporting documentations have been prepared in

accordance with the Municipal Finance Management Act (Act 56 of 2003) and the Municipal Budget and Reporting Regulations (32141 dated 17 April 2009) made under that Act.

**Print Name** : **Adv Lonwabo Ngoqo**

**Acting City Manager of Nelson Mandela Bay Municipality (EC000)**

**Signature** : \_\_\_\_\_

**Date** : \_\_\_\_\_