DRAFT BUDGET OF

UMHLABUYALINGANA MUNICIPALITY

2025/2026

MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK

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Part 1 – Annual Budget

1.1 Mayor's Report

Madam Speaker, and Fellow Councillors

During the month of October 2024 the council had public consultations within the communities of Umhlabuyalingana Municipality. In those consultations, the public voiced out their needs and the municipality has taken those needs and concerns into consideration when developing the Integrated Development Plan for 2025/2026 financial year.

Management within local government has a significant role to play in strengthening the link between the citizen and government's overall priorities and spending plans. The goal should be to enhance service delivery aimed at improving the quality of life for all people within Umhlabuyalingana Municipality. Budgeting is primarily about the choice that the municipality has to make between competing priorities and fiscal realities. The challenge is to do more with the available and limited resources. We need to remain focused on the effective delivery of the core municipal services through the application of efficient and effective service delivery mechanisms.

The application of sound financial management principles for the compilation of Umhlabuyalingaba financial plan is essential and critical to ensure that the municipality remains financially viable and that sustainable municipal services are provided economically and equitably to all communities.

In May 2024 our country (South Africa) had national elections where by there was no overall winner meaning that there was no ruling party anymore as it is used to happen but there will be government formed by different political parties which was the first time in our history to happen. The new government was then formed with the new name called Government of National Unit (GNU). This new government then had its challenges one of their challenge is distribution of financial resources to all spheres of government equitable in the mist of all financial challenges this new government is faced with. Our municipality has also felt that challenge since we have had budget cuts from National DORA allocations to Provincial allocations. This means that our 2025/2026 budget will decrease when compared to the 2024/2025 budget,which will have a negative affect in service delivery

Our limited resources has enabled us as the municipality to reserve R311 million for operation revenue in the 2025/2026 financial year. It will decrease to R304 million in 2026/2027 and increase again to R317 million in 2027/2028 financial year. Operational expenditure will be R310 million in 2025/2026 financial year, it will decrease to R304 million in 2026/2027 financial year and increase to R314 million in 2027/2028 financial year. Capital revenue contribution is funded by MIG grant is R44 million in 2025/2026, financial year then increase to R46 million and R47 million in 2026/2027 to 2027/2028 financial year. Capital expenditure is R44 million in 2025/2026 financial year and it will increase to R46 million and R47 million in the next two outer years.

Conclusion

In closing, I would like to encourage the administration of this municipality to strategize and come up with other revenue strategies to improve revenue base of this municipality so that we will reduce the grant dependency in this municipality. Once more I would like to take this opportunity to thank the honorable councilors for listening to me, and I would like to thank the Finance Portfolio Committee, EXCO Municipal Manager, CFO and his finance team for their hard work in putting together the draft 2025/2026 MTREF.

Thank you

Mayor, Councilor T.S. Khumalo

1.2 Council Resolutions

On the 31st of March 2025 the council of Umhlabuyalingana Local Municipality met in its Council Chambers to consider the draft annual budget of the municipality for the 2025/2026 financial year. The Council approved and adopted the following resolutions:

1. The Council of Umhlabuyalingana Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, approves and adopts:

    1.1 The draft annual budget of the municipality for the financial year 2025/2026 and the multi-year and single-year capital appropriations as set out in the following tables:
        1.1.1 Budgeted Financial Performance (revenue and expenditure by standard classification)
        1.1.2 Budgeted Financial Performance (revenue and expenditure by municipal vote)
        1.1.3 Budgeted financial Performance (revenue by source and expenditure by type)
        1.1.4 Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source
    1.2 The financial position, cash flow budget, cash backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
        1.2.1 Budgeted Financial Performance
        1.2.2 Budgeted Capital expenditure
        1.2.3 Budgeted Financial Position
        1.2.4 Budgeted Cash Flow
        1.2.5 Cash backed reserves and accumulated surplus reconciliation
        1.2.6 Asset management
        1.2.7 Basic service delivery measurement
    1.3 draft budget policies as listed below
        1.3.1 Budget policy
        1.3.2 Virement policy
        1.3.3 SCM policy
        1.3.4 Property Rates policy
        1.3.5 Tariffs policy
        1.3.6 Asset Management policy
        1.3.7 Credit control and debt management policy,
        1.3.8 Contract Management policy, and
        1.3.9 Cost containment policy

Attached as annexure A in the budget document

1.3 Executive Summary

Legislation stipulates clearly that a municipality must not only give effect to its IDP but must also conduct its affairs in a manner which is consistent with its IDP. This include the compilation of Medium –Term Revenue and Expenditure Framework

The municipality's Growth and Development Strategy and Infrastructure Development Plan are its strategic planning instrument which directly guide and inform its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation, which directly informs the Service Delivery and Budget Implementation Plan

The compilation of the MTREF remains a huge challenge to balance the budget between the limited revenue resources available and the immense need to provide quality service delivery to our community. Tariff increases must be limited to be within the affordability levels of our community and must still promote economic growth to ensure financial sustainability. Council on the other hand must address the huge demand to improve the standard of service delivery and to do more with less funds available.

The MTREF used the guidelines set by the minister of finance in his Medium-term Budget Policy statement speech as well as the guidelines in terms of Circular 126 dated 7 December 2023 as issued by National Treasury.

The Consumer Price Inflation as set out in Circular 129 issued on the 10th of December 2024 is set out at 4.4% for 2025/2026 financial year and 4.5% for 2026/2027 and 2,5% for 2027/2028 financial years.

Property rates tariffs have been revised for 2025/2026 financial year and there were no changes on those tariffs when compared to 2024/2025 tariffs.

Refuse removal tariffs for 2025/2026 were also revised and there were no changes when compared to the 2024/2025 tariffs. Currently refuse removal is provided to few customers which is 5 business or commercial customers and 3 government customers which is Manguzi Hospital, Mseleni Hospital and Umhlabuyalingana Agricultural Offices.

2025/2026 tariffs for rental of facilities were also revised and there were no changes when compared to 2024/2025 tariffs.

The financial sustainability of the 2025/2026 MTREF is largely dependent on the collection level of billed income. Provision is made for an average collection rate of 60% on all billable revenue in 2025/2026 because in the current year the estimated average collection rate was 72%, however the actual collection rate as at end of February is siting at 29% due to the fact that KZN Public Works had some challenges and did not pay for their properties in November 2024 until now. We have received and indication that they will pay their outstanding balance in April 2025 which will then improve the collection rate to the estimated rate of 72% To improve collection rate the municipalty will have to implement more robust credit control measures.

The MTREF for the 2025/2026 multi-year budget with comparative information is as follows:

Table 1 Budget Summary

		2024/2025		MTREF		
Description	Funding	**Original Budget**	**Adjustment Budget**	**2025/2026**	**2026/2027**	**2027/2028**
OPERATING GRANTS						
Equitable Share		242 421 000	242 421 000	241 779 000	240 607 000	251 480 000
Financial Management Grant		1 800 000	1 800 000	1 900 000	2 200 000	2 300 000
Integrated National Electrification Programe Grant		13 533 000	-	-	-	-
Expanded Public Works Programe		2 452 000	2 452 000	2 336 000	-	-
Municipal Infrastructure Grant - PMU		1 411 182	1 319 779	1 536 521	-	350 869
Provincialisation of Libraries Grant		2 050 000	2 050 000	1 242 000	1 298 000	1 359 000
Community Services Library Grant		1 012 000	1 012 000	1 164 000	1 150 000	1 204 000
		264 679 182	**251 054 779**	**249 957 521**	**245 255 000**	**256 693 869**
CAPITAL GRANTS						
Municipal Infrastructure Grant - PMU		39 129 818	39 221 221	44 096 479	46 115 000	47 783 131
TOTAL GRANT INCOME		**303 809 000**	**290 276 000**	**294 054 000**	**291 370 000**	**304 477 000**
OWN REVENUE						
Interest income		5 200 000	12 957 289	12 957 289	13 540 367	13 878 876
Licenses and permits		2 685 262	2 376 305	2 465 663	2 576 618	2 641 033
Operational revenue		323 874	692 059	314 364	328 510	336 723
Rental income		467 680	535 506	559 068	584 226	598 832
Sale of goods and rendering of services		50 000	13 600 565	14 320 568	10 073 744	10 527 587
Service charges		469 953	540 446	564 226	589 616	604 356
Fines and penalties		1 592 400	1 327 407	1 546 499	1 616 091	1 656 493
Property rates		30 116 325	28 298 019	28 298 019	29 571 430	30 310 716
		40 905 494	**60 327 596**	**61 025 695**	**58 880 601**	**60 554 617**
TOTAL REVENUE		**344 714 494**	**350 603 596**	**355 079 695**	**350 250 601**	**365 031 617**
OPERATING EXPENDITURE						
Councillors remuneration		16 750 105	16 750 105	17 362 630	18 230 761	19 233 453
Employee related costs		102 505 901	102 702 272	113 571 485	119 529 710	124 015 489
Bad debts written off						
Operational costs		33 403 904	34 066 619	41 072 675	42 926 875	44 226 283
Inventory consumed		2 273 650	2 023 090	2 722 250	2 844 751	2 915 870
Depreciation & amortisation		37 654 495	34 652 998	37 654 496	24 994 124	25 618 977
Debt & Asset Impairment		7 251 796	6 642 327	9 460 006	9 786 337	9 975 790
Operating leases		921 947	1 421 947	1 070 000	1 118 150	1 146 104
Contracted services		68 305 373	72 523 530	74 437 767	71 726 321	73 163 365
Transfers and subsidies		10 340 000	12 960 000	10 888 084	11 520 586	11 808 600
Interest expense		995 202	1 055 202	995 202	1 039 986	1 065 986
Other Provision		400 000	400 000	400 000	418 000	428 450
		280 802 373	**285 198 091**	**309 634 594**	**304 135 602**	**313 598 368**
Capital expenditure		39 227 719	50 621 220	44 396 479	46 115 000	47 783 131
TOTAL EXPENDITURE		**320 030 092**	**335 819 311**	**354 031 073**	**350 250 602**	**361 381 499**
SURPLUS/DEFICIT		**24 684 402**	**14 784 285**	**1 048 622**	**- 0**	**3 650 117**

Table 2 Consolidated Overview of the 2023/2024 MTREF

	2024/2025		MTREF		
	Original	**Adjusted**	**2025/2026**	**2026/2027**	**2027/2028**
Total revenue	344 766 983	370 585 870	355 079 695	350 250 601	365 031 615
Total operating expenditure	298 793 468	302 433 524	309 634 594	304 135 602	313 598 368
Total capital expenditure	47 577 719	68 144 632	44 396 479	46 115 000	47 783 131

Total operating revenue has decreased by 5% or R15,5 million for the 2025/2065 financial year when compared to the 2024/2025 budget

Total operating expenditure has increased by 2% or R10,8 million for the 2025/2026 financial year when compared to the 2024/2025 budget.

Total capital expenditure has decreased by 35% or R23,7 million for the 2025/2026 financial year when compared to the 2024/2025 budget

1.4 Operating Revenue Framework

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy;
- Efficient revenue management, which aims to ensure an 60% annual collection rate for billed revenue which is property rates, service charges – refuse removal, rentals on fixed assets and traffic fines.
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004;
- The municipality's indigent policy and rendering of free basic services; and
- Tariff policies of the municipality.

The following table is a summary of the 2025/2026 MTREF (classified by main revenue source)

Table 3 Summary of revenue classified by main revenue source

KZN271 Umhlabuyalingana - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue											
Exchange Revenue											
Service charges - Electricity	2	-	-	74	-	-	-	114	-	-	-
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	624	470	470	409	470	470	352	491	513	526
Sale of Goods and Rendering of Services		234	72	57	89	13 592	13 592	60	12 457	8 764	8 983
Agency services		-	-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		-	-	-	-	-	-	-	-	-	-
Interest earned from Current and Non Current Assets		2 681	7 591	9 881	5 200	12 957	12 957	7 724	12 957	13 540	13 879
Dividends		-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		412	434	496	407	466	466	304	486	508	521
Licence and permits		2 897	2 597	2 665	2 685	2 484	2 484	2 021	2 144	2 241	2 297
Special rating levies		-	-	-	-	-	-	-	-	-	-
Operational Revenue		500	764	1 429	300	1 198	1 198	895	290	173	443
Non-Exchange Revenue											
Property rates	2	23 053	25 799	26 065	30 109	28 299	28 299	20 916	28 298	29 401	30 311
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		3 006	1 020	1 930	1 592	1 327	1 327	955	1 546	1 616	1 656
Licences or permits		-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		196 901	221 624	237 974	264 679	251 055	251 055	189 323	249 958	249 973	259 304
Interest		-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		(98)	(884)	-	-	-	-	-	-	-	-
Other Gains		-	(2 421)	(1 689)	-	-	-	(1 413)	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contrib		**230 210**	**257 065**	**279 353**	**305 470**	**311 848**	**311 848**	**221 253**	**308 626**	**306 729**	**317 919**

Revenue generated from property rates contributes 9% (in 2025/2026) of the total revenue basket for the municipality.

Revenue generated from refuse removal, rental income and interest from outstanding debtors contributes less than 1% of the total revenue basket.

Revenue generated from interest on investments, fines and other revenue contributes 4% of the total revenue.

Revenue generated from licenses and permits contributes less than 1% of the total revenue.

Operating grants and transfers total R250 million or 80% of the total income budget in the 2025/2026 financial year. The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over a medium term

		2024/2025		MTREF		
Description	Funding	**Original Budget**	**Adjustment Budget**	**2025/2026**	**2026/2027**	**2027/2028**
OPERATING GRANTS						
Equitable Share		242 421 000	242 421 000	241 779 000	240 607 000	251 480 000
Financial Management Grant		1 800 000	1 800 000	1 900 000	2 200 000	2 300 000
Integrated National Electrification Programe Grant		13 533 000	-	-	-	-
Expanded Public Works Programe		2 452 000	2 452 000	2 336 000	-	-
Municipal Infrastructure Grant - PMU		1 411 182	1 319 779	1 536 521	-	350 869
Provincialisation of Libraries Grant		2 050 000	2 050 000	1 242 000	1 298 000	1 359 000
Community Services Library Grant		1 012 000	1 012 000	1 164 000	1 150 000	1 204 000
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CAPITAL GRANTS						
Municipal Infrastructure Grant		39 129 818	39 221 221	44 096 479	46 115 000	47 783 131
TOTAL GRANT INCOME		**303 809 000**	**290 276 000**	**294 054 000**	**291 370 000**	**304 477 000**

1.4.1 Service charges – waste management

Service charges – waste management revenue projections did not change when compared to current year adjustment budget. The reason why there were no changes is because tariffs were not changed and the number of properties being services did not change. The municipality is collecting refuse once a week and 4 times a month to the following properties and charged using different tariff as stipulated to the tariff listing: Manguzi Hospital, Mseleni Hospital, Ithala Business Centre in Manguzi town, Ithala Center in Mbazwana town, Umhlabuyalingana agricultural offices and few other business properties in Manguzi town. Community services has also engaged other business owners or properties to provide them with refuse collection service if the engagements are finalized before the end of May 2025 there might be some changes in the estimates for service charges for waste management in the final budget.

1.4.2 Rendering of goods and services

Revenue to be generated from rendering of goods and services has increased in 2025/2026 when compared to current year adjustment budget. The increase is informed by an increase in construction contract revenue from INEP

1.4.3 Interest received from current and non current accounts

Revenue to be generated from current and non-current accounts includes interest on investments or short term deposits of R9,3 million. Interest to be generated from other bank accounts is R3,6 million. The municipality has short term deposit accounts that can be accessed within a period of 32 days. 2025/2026 projections has increased when compared to current year original budget projections. The increase is informed by the fact that in the current year there were investments made for R60 million which resulted to an increase on interest to be generated from investments but in the next financial year there are no anticipated additions on investment to be made. Anticipated interest earned will be derived from the balance on investment we will have as at 30 June 2025.

1.4.4 Rental from fixed assets

Rental from fixed assets revenue projections did not change when compared to the current year adjustment budget projections. There are no changes because the number of properties where rental is being collected did not change and the tariff did not change when compared to the current year projections and tariffs. Currently the municipality is renting out 135 stalls at a tariff of R300 per month and office space rented out to IEC.

1.4.5 Licenses and permits

Revenue to be generated from licenses and permits has a slight change when compared to current year projections. The changes are informed by the current year performance which indicates that the full year forecast will be R2,1 million excluding Vat. Licenses and permits income includes motor vehicle renewal licenses, leaners licenses applications, motor vehicle registrations and business licensing. Tariffs for motor vehicle licenses are not regulated by the municipality but by the Department of Transport because this service is not a function of the municipality but a function of Provincial Department of Transport. The municipality anticipate to generate revenue to the value of R2,1 million excluding Vat from licensing income.

1.4.6 Operational revenue

Operational revenue projections decreased by 24% when compared to current year adjustment budget. In the adjustment budget we received monies from insurance refunds and in the 2025/2026 financial year we did not budget for insurance refunds hence the decrease that is noted.

1.4.7 Property Rates

Property rates income has not changed when compared to current year adjustment budget. Property rates tariffs were also revised for the 2025/2026 financial budget projections although there were no changes in terms of increasing or decreasing these tariffs. Management of the municipality implemented a new

valuation roll in July 2024 and decided not to increase the tariffs as yet, looking at the affordability of these tariffs by our customers since this is a new roll being implemented. When assessing the payment patterns by our customers, it is evident that our customers will not be able to afford tariff increases, hence the municipality decided not to increase these tariffs for the 2025/2026 budget purposes.

1.4.8 Fines and penalties

Revenue to be generated from traffic fines and penalties on late returns of library books is estimated to be R1,5 million. Fines and penalties revenue has increased a little bit when compared to current year adjustment budget. An operational plan submitted by law enforcement unit (Traffic Unit) indicates that revenue projections will increase since they have revised their operational plan interms of law enforcement on the main road and as well as all three town which is Manguzi town, Mbazwana town and Skhemelele town. The staff morale for our traffic officers is very low because they feel that the court system looks down at their efforts by striking off all the fines issued to road traffic offenders because the court officials are saying they are overloaded and they don't have time to collect these fines from offenders.

1.4.9 Transfers and subsidies – operational

Transfers and subsidies operation projections decrease because there is a decrease in EQS of 1% or it was reduced by R642 000 when compared to current year budget. FMG grant increased by R100 000 when compared to the current year budget. EPWP decreased by 5% or reduced by R116 000 when compared to current year budget. Library grants from the provincial government decreased by 22% or reduced by R656 000 when compared to the current year budget. Overall reduction of operational grants in 2025/2026 financial year is R1,4 million when compared to current year operational grants budget.

1.5 Operating Expenditure Framework

The municipality's expenditure framework for the 2025/2026 budget and MTREF is informed by the following:

- The asset renewal and the repairs and maintenance requirements;
- Balanced budget constraint (operating expenditure should not exceed operating revenue)
- Funding of the budget over the medium-term, as informed by Section 18 and 19 of the MFMA
- Capital programme is aligned to the asset renewal needs and backlog eradication goals
- The prioritization of capital needs is based on the Capital Investment Framework

Table 5 Summary of operating expenditure by standard classification item

KZN271 Umhlabuyalingana - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Expenditure											
Employee related costs	2	73 950	76 593	88 218	102 506	106 820	106 820	70 025	113 612	118 386	122 581
Remuneration of councillors		13 815	14 592	15 724	16 750	16 750	16 750	11 764	17 363	18 276	19 137
Bulk purchases - electricity	2	-	-	-	-	-	-	-	-	-	-
Inventory consumed	8	1 783	3 426	4 229	2 774	3 087	3 087	1 581	2 062	2 845	2 916
Debt impairment	3	2 353	(10 497)	7 717	7 586	6 793	6 793	-	9 460	6 590	6 754
Depreciation and amortisation		27 901	25 738	38 699	37 654	34 653	34 653	18 573	37 654	38 733	39 488
Interest		236	460	1 547	995	1 055	1 055	3	995	904	927
Contracted services		56 887	72 126	105 137	68 348	85 882	85 882	54 807	71 279	66 108	67 992
Transfers and subsidies		16 125	17 952	21 127	11 840	13 560	13 560	10 869	11 838	12 324	12 615
Irrecoverable debts written off		8 683	17 824	1 322	1 427	927	927	623	-	-	-
Operational costs		51 800	56 152	63 662	40 623	41 732	41 732	35 391	42 816	43 779	44 755
Losses on disposal of Assets		-	-	1 548	-	-	-	-	-	-	-
Other Losses		2	(79)	-	-	-	-	-	-	-	-
Total Expenditure		**253 534**	**274 286**	**348 929**	**290 504**	**311 259**	**311 259**	**203 636**	**307 079**	**307 944**	**317 166**
Surplus/(Deficit)		**(23 323)**	**(17 221)**	**(69 577)**	**14 966**	**589**	**589**	**17 616**	**1 547**	**(1 216)**	**753**
Transfers and subsidies - capital (monetary	6	45 495	47 476	70 730	39 130	39 221	39 221	30 890	44 096	46 115	47 783
Transfers and subsidies - capital (in-kind)	6	1 351	71	38 076	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Income Tax		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Associate	7	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	1	**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**

The budget allocation for employee related costs and remuneration of Councilors for the 2025/2026 financial year totals to R131 million which represents 42,7% of the total operating expenditure. Employee related costs for 2025/2026 financial year increased by 5,9% when compared to the adjustment budget. Employee related costs is estimated to increase by 5,15% in 2025/2025 financial year as per the conditions stipulated in the salary and wage collective agreement.

Councilor's remuneration for 2025/2026 increased by 3,6% when compared to the adjustment budget. The cost associated with the remuneration of councilors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, Currently the municipality has a Mayor, Speaker and Deputy Mayor who are full time in the office.

Inventory consumed decreased from R3,087 million to R2,062 million when compared to current year adjustment budget. Inventory consumed is a provision for procurement of cleaning materials, stationery and spares materials from both Technical and Community services.

The provision of debt impairment is determined based on average annual collection rate of 60% and the principles as set out in the Provision of Doubtful Debt and Debt Write-off Policy. For the 2025/2026 financial year this amount equals to R9,460 million. Currently collection rate for property rates is above 29% because Department of Public Works have not yet fully paid for their property rates accounts. The municipality has been in communication with the department and promised to settle their account in April 2025. Refuse removal collection rate currently is 62% and it is projected to be 73% in 2025/2026. Rental income collection rate is currently at 34% and it is projected to be 42% for 2025/2026. Traffic fines collection rate is currently at 09%, it is anticipated that it will be 15% for 2025/2026.

Provision for depreciation and asset impairment has been informed by the municipality's Asset Management Policy.

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1.5.1 Repairs and maintenance

Repairs and maintenance comprise of, amongst others, the purchase of materials for maintenance, and appointment of contractors to perform maintenance work. The budget appropriation for 2025/2026 against repairs and maintenance is R16,3 million which represents 8% of the total operating expenditure. When measured against the PPE value it is 3,7% and it is below the norm of 8% but due to the affordability of the municipality it will remain below the norm

Aligned to the priority given to preserving and maintaining the municipality's current infrastructure the 2025/2026 budget and MTREF provide for growth in the area of asset maintenance as informed by the asset renewal and repairs and maintenance requirements of the municipality. In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered as direct expenditure driver but an outcome of certain other expenditures such as remuneration, purchase of, materials and contracted services. The following table is extracted from Table SA1 to reflect the amount provided for repairs and maintenance in context with the amount provided for PPE, depreciation and the renewal of assets.

Table 6 Operational repairs and maintenance

KZN271 Umhlabuyalingana - Supporting Table SA1 Supportinging detail to 'Budgeted Financial Performance'

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Repairs and Maintenance by Expenditure Item	8										
Employee related costs		–	–	–	–	–	–	–	–	–	–
Inventory Consumed (Project Maintenance)		16 449	22 569	36 707	17 396	19 586	19 586	–	16 306	17 954	18 402
Contracted Services		–	–	–	–	–	–	–	–	–	–
Other Expenditure		–	–	–	–	–	–	–	–	–	–
Total Repairs and Maintenance Expenditure	9	16 449	22 569	36 707	17 396	19 586	19 586	–	16 306	17 954	18 402

The table below provides a breakdown of repairs and maintenance in relation to asset class as summarized from SA34c

Table 7 Consolidated repairs and maintenance by asset class

KZN271 Umhlabuyalingana - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**5 219**	**7 997**	**16 726**	**8 384**	**7 909**	**7 909**	**8 000**	**8 360**	**8 569**
Roads Infrastructure		5 219	7 997	16 726	8 174	7 726	7 726	8 000	8 360	8 569
Roads		5 219	7 838	16 726	8 174	7 726	7 726	8 000	8 360	8 569
Road Structures		–	–	–	–	–	–	–	–	–
Road Furniture		–	160	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	210	183	183	–	–	–
Landfill Sites		–	–	–	210	183	183	–	–	–
Community Assets		**477**	**482**	**2 572**	**350**	**654**	**654**	**–**	**–**	**–**
Community Facilities		477	482	2 572	350	654	654	–	–	–
Halls		–	–	–	350	350	350	–	–	–
Parks		–	–	2 338	–	–	–	–	–	–
Public Open Space		–	–	–	–	–	–	–	–	–
Nature Reserves		–	–	–	–	–	–	–	–	–
Public Ablution Facilities		–	–	–	–	–	–	–	–	–
Markets		–	–	–	–	–	–	–	–	–
Stalls		–	–	–	–	–	–	–	–	–
Abattoirs		477	482	234	–	304	304	–	–	–
Other assets		**2 789**	**1 353**	**4 238**	**2 174**	**3 596**	**3 596**	**2 435**	**2 613**	**2 678**
Operational Buildings		2 789	1 353	4 238	2 174	3 596	3 596	2 435	2 613	2 678
Municipal Offices		2 789	1 353	4 238	2 174	3 596	3 596	2 435	2 613	2 678
Computer Equipment		36	155	229	140	245	245	130	136	140
Computer Equipment		36	155	229	140	245	245	130	136	140
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
Machinery and Equipment		7 927	10 847	470	696	391	391	741	836	857
Machinery and Equipment		7 927	10 847	470	696	391	391	741	836	857
Transport Assets		1	1 734	12 472	5 652	6 791	6 791	5 000	6 009	6 159
Transport Assets		1	1 734	12 472	5 652	6 791	6 791	5 000	6 009	6 159
Total Repairs and Maintenance Expenditure	1	**16 449**	**22 569**	**36 707**	**17 396**	**19 586**	**19 586**	**16 306**	**17 954**	**18 402**
R&M as a % of PPE & Investment Property		*4,8%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*
R&M as % Operating Expenditure		*6,5%*	*8,2%*	*10,5%*	*6,0%*	*6,3%*	*6,3%*	*8,0%*	*5,8%*	*6,0%*

The amount budgeted for repairs and maintenance in the 2024/2025 financial year represents 3,7% of the value of Property Plant and Equipment according to A6 financial position

1.5.2 Free Basic Services: Basic Social Services Package

There is no provision for FBE in the 2025/2026 financial year because community services department has not yet finalized the indigent register process and we do not have an indigent register at the moment.

1.6 Capital expenditure

Capital budget will be funded as follows:

- Municipal Infrastructure Grant – Allocations as per the 2025 Division of Revenue Act to fund road infrastructure projects and Community Assets
- Cash generated from revenue – to fund movable assets and other assets

The capital program is aligned to asset renewal needs and backlog eradication goals.

Projects were subjected to project prioritization based on capital prioritization as informed by the capital investment framework.

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

Table 8 Capital budget per vote, function and classification

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Single-year expenditure *to be appropriated*	2										
Vote 1 - Finance and Admin		5 007	5 842	(94)	2 652	10 557	10 557	11 738	261	–	–
Vote 2 - Executive and council		(235)	–	–	–	–	–	7	–	–	–
Vote 3 - Community and social services		(7 400)	14 940	(55 601)	609	261	261	3 054	–	–	–
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		44	604	(526)	2 261	2 261	2 261	421	–	–	–
Vote 6 - Energy Sources		(0)	(0)	–	–	–	–	–	–	–	–
Vote 7 - Planning and Development		(964)	2 236	(1 066)	–	–	–	1 170	–	–	–
Vote 8 - Public Safety		(48)	–	–	–	–	–	–	–	–	–
Vote 9 - Roads		14 576	31 725	3 291	34 372	44 279	44 279	119 394	38 345	40 100	41 551
Vote 10 - Sport and Recreation		–	–	–	783	783	783	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		**10 980**	**55 347**	**(53 996)**	**40 676**	**58 141**	**58 141**	**135 783**	**38 606**	**40 100**	**41 551**
Total Capital Expenditure - Vote		**10 980**	**55 347**	**(53 996)**	**40 676**	**58 141**	**58 141**	**135 783**	**38 606**	**40 100**	**41 551**
Capital Expenditure - Functional											
Governance and administration		**4 772**	**5 842**	**(94)**	**2 652**	**10 557**	**10 557**	**7 545**	**261**	**–**	**–**
Executive and council		(235)	–	–	–	–	–	–	–	–	–
Finance and administration		5 007	5 842	(94)	2 652	10 557	10 557	7 545	261	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–
Community and public safety		**(7 694)**	**12 117**	**(48 928)**	**609**	**1 130**	**1 130**	**85**	**3 913**	**–**	**–**
Community and social services		(7 646)	12 117	(55 418)	609	261	261	–	–	–	–
Sport and recreation		–	–	6 490	–	870	870	85	3 913	–	–
Public safety		(48)	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**13 612**	**33 961**	**(4 266)**	**35 155**	**44 192**	**44 192**	**19 276**	**34 432**	**40 100**	**41 551**
Planning and development		(964)	2 236	(1 066)	–	–	–	–	–	–	–
Road transport		14 576	31 725	(3 200)	35 155	44 192	44 192	19 276	34 432	40 100	41 551
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		**27**	**604**	**(526)**	**2 522**	**7 538**	**7 538**	**1 162**	**–**	**–**	**–**
Energy sources		(0)	(0)	–	174	174	174	–	–	–	–
Water management		(17)	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	87	5 103	5 103	628	–	–	–
Waste management		44	604	(526)	2 261	2 261	2 261	535	–	–	–
Other		**246**	**2 823**	**(182)**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Capital Expenditure - Functional	3	**10 963**	**55 347**	**(53 996)**	**40 937**	**63 418**	**63 418**	**28 069**	**38 606**	**40 100**	**41 551**
Funded by:											
National Government		66 991	33 767	(25 813)	34 111	34 105	34 105	19 276	38 345	35 153	38 609
Provincial Government		1 742	3 319	(3 217)	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	**68 733**	**37 086**	**(29 030)**	**34 111**	**34 105**	**34 105**	**19 276**	**38 345**	**35 153**	**38 609**
Borrowing	6	–	–	–	–	–	–	–	–	–	–
Internally generated funds		(57 770)	18 261	(24 965)	6 826	29 313	29 313	8 793	261	4 947	2 942
Total Capital Funding	7	**10 963**	**55 347**	**(53 996)**	**40 937**	**63 418**	**63 418**	**28 069**	**38 606**	**40 100**	**41 551**

1.7 Annual Budget Tables

The following pages in this section presents the main 10 budget tables as required in terms of Section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2025/2026 budget and MTREF as approved by Council.

Table 9 MBRR Table A1 – Budget Summary

- Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow and MFMA funding compliance).
- The table provides an overview of the amounts approved by Council from operating performance and resources deployed to capital expenditure, financial position, cash and funding compliance and the municipality's commitment to eliminating basic service delivery backlogs.
- Financial management reforms emphasizes the importance of funding for the municipal budget. This requires the simultaneous assessment of the financial performance, financial position and cash flow budgets, along with the Capital Budget. The budget summary provides the key information in this regard:
  (a) The operating surplus/deficit (after total expenditure) is positive over the MTREF
  (b) Capital expenditure is balanced by capital funding sources of which:
    (i) Transfers recognized are reflected on the Financial Performance Budget.
    (ii) Internally generated funds are financed from current operating surplus

Table 10 MBRR Table A2 – Budget Financial Performance (revenue and expenditure by standard classification)

KZN271 Umhlabuyalingana - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue - Functional										
Governance and administration		**216 003**	**245 866**	**266 850**	**280 084**	**286 645**	**286 645**	**285 430**	**286 266**	**298 500**
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		216 003	245 866	266 850	280 084	286 645	286 645	285 430	286 266	298 500
Internal audit		–	–	–	–	–	–	–	–	–
Community and public safety		**6 912**	**5 044**	**40 086**	**3 134**	**3 261**	**3 261**	**2 594**	**3 259**	**2 765**
Community and social services		6 912	5 044	32 743	3 089	3 261	3 261	2 594	3 259	2 765
Sport and recreation		–	1	7 342	–	–	–	–	–	–
Public safety		–	–	–	46	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		**44 518**	**47 723**	**60 253**	**47 435**	**47 105**	**47 105**	**51 769**	**54 061**	**54 948**
Planning and development		4 908	7 246	7 101	3 881	3 811	3 811	3 914	4 147	3 005
Road transport		39 610	40 477	53 152	43 555	43 293	43 293	47 855	49 913	51 943
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		**9 624**	**5 979**	**20 503**	**13 942**	**14 003**	**14 003**	**12 882**	**9 208**	**9 439**
Energy sources		8 958	5 476	20 033	13 533	13 533	13 533	12 391	8 696	8 913
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		665	503	470	409	470	470	491	513	526
Other	4	**–**	**–**	**–**	**5**	**55**	**55**	**48**	**50**	**51**
Total Revenue - Functional	2	**277 057**	**304 612**	**387 691**	**344 600**	**351 069**	**351 069**	**352 723**	**352 844**	**365 702**
Expenditure - Functional										
Governance and administration		**127 739**	**145 083**	**189 902**	**143 842**	**155 167**	**155 167**	**160 761**	**161 711**	**165 687**
Executive and council		43 862	56 272	52 539	44 569	48 382	48 382	47 978	50 313	52 364
Finance and administration		81 494	85 616	131 355	96 373	103 885	103 885	109 812	109 521	110 638
Internal audit		2 383	3 195	6 008	2 900	2 900	2 900	2 970	1 877	2 685
Community and public safety		**47 609**	**45 761**	**53 916**	**47 783**	**50 037**	**50 037**	**51 388**	**53 978**	**55 312**
Community and social services		43 756	44 981	50 722	47 407	49 662	49 662	50 852	53 396	54 716
Sport and recreation		(28)	–	2 338	–	–	–	–	–	–
Public safety		3 885	780	855	174	174	174	335	372	381
Housing		–	–	–	–	–	–	–	–	–
Health		(4)	–	–	201	201	201	201	210	216
Economic and environmental services		**56 820**	**74 309**	**65 992**	**81 440**	**74 118**	**74 118**	**79 963**	**81 390**	**83 924**
Planning and development		22 632	34 227	23 831	30 353	30 111	30 111	32 884	32 735	34 134
Road transport		34 189	40 083	42 161	51 086	44 008	44 008	47 079	48 655	49 789
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		**21 017**	**8 976**	**38 870**	**17 439**	**31 850**	**31 850**	**14 968**	**10 865**	**12 243**
Energy sources		9 261	5 778	20 112	13 533	28 522	28 522	12 763	8 696	10 020
Water management		–	(0)	5 560	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		11 757	3 199	13 198	3 906	3 328	3 328	2 205	2 169	2 224
Other	4	**348**	**235**	**238**	**–**	**87**	**87**	**–**	**–**	**–**
Total Expenditure - Functional	3	**253 534**	**274 365**	**348 917**	**290 504**	**311 259**	**311 259**	**307 079**	**307 944**	**317 166**
Surplus/(Deficit) for the year		**23 523**	**30 247**	**38 773**	**54 096**	**39 810**	**39 810**	**45 644**	**44 899**	**48 536**

- Table A2 is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.
- Total revenue in this table includes capital revenues (transfers recognized – capital) and so does not balance with the operating revenue shown on Table A4.

Table 11 MBRR Table A3 Consolidated – Budgeted Financial Performance (revenue and expenditure by municipal vote)

KZN271 Umhlabuyalingana - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue by Vote	1									
Vote 1 - Finance and Admin		216 003	245 866	266 850	280 084	286 645	286 645	285 430	286 266	298 500
Vote 2 - Executive and council		–	–	–	–	–	–	–	–	–
Vote 3 - Community and social services		6 912	5 044	32 743	3 089	3 261	3 261	2 594	3 259	2 765
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		665	503	470	409	470	470	491	513	526
Vote 6 - Energy Sources		8 958	5 476	20 033	13 533	13 533	13 533	12 391	8 696	8 913
Vote 7 - Planning and Development		4 638	3 999	3 787	3 881	3 811	3 811	3 914	4 147	3 005
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 9 - Roads		35 202	37 769	57 607	40 717	40 541	40 541	45 635	47 723	49 431
Vote 10 - Sport and Recreation		4 679	5 955	6 201	2 884	2 753	2 753	2 221	2 191	2 512
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	**277 057**	**304 612**	**387 691**	**344 595**	**351 014**	**351 014**	**352 675**	**352 794**	**365 651**
Expenditure by Vote ***to be appropriated***	1									
Vote 1 - Finance and Admin		81 494	85 496	131 160	96 199	103 711	103 711	109 612	109 312	110 420
Vote 2 - Executive and council		43 862	56 272	52 539	44 569	48 382	48 382	47 978	50 313	52 364
Vote 3 - Community and social services		41 818	42 033	48 729	45 285	47 470	47 470	48 298	50 697	51 960
Vote 4 - Internal Audit		2 383	3 195	6 008	2 900	2 900	2 900	2 970	1 877	2 685
Vote 5 - Waste Management		11 757	3 199	13 198	3 906	3 328	3 328	2 205	2 169	2 224
Vote 6 - Energy Sources		9 261	5 778	20 251	13 533	28 522	28 522	12 763	8 696	10 020
Vote 7 - Planning and Development		22 632	34 227	23 692	29 353	29 111	29 111	25 457	31 590	32 947
Vote 8 - Public Safety		45	–	190	174	174	174	174	182	186
Vote 9 - Roads		24 027	28 855	30 177	35 713	32 763	32 763	35 863	36 860	37 569
Vote 10 - Sport and Recreation		16 256	15 310	14 569	17 872	13 899	13 899	20 659	15 048	15 562
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	**253 534**	**274 365**	**340 514**	**289 504**	**310 259**	**310 259**	**305 979**	**306 744**	**315 936**
Surplus/(Deficit) for the year	2	**23 523**	**30 247**	**47 177**	**55 091**	**40 755**	**40 755**	**46 696**	**46 049**	**49 715**

Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the municipality.

Table 12 MBRR Table A4 – Budgeted Financial Performance (revenue and expenditure)

KZN271 Umhlabuyalingana - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue											
Exchange Revenue											
Service charges - Electricity	2	-	-	74	-	-	-	114	-	-	-
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	624	470	470	409	470	470	352	491	513	526
Sale of Goods and Rendering of Services		234	72	57	89	13 592	13 592	60	12 457	8 764	8 983
Agency services		-	-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		-	-	-	-	-	-	-	-	-	-
Interest earned from Current and Non Current Assets		2 681	7 591	9 881	5 200	12 957	12 957	7 724	12 957	13 540	13 879
Dividends		-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		412	434	496	407	466	466	304	486	508	521
Licence and permits		2 897	2 597	2 665	2 685	2 484	2 484	2 021	2 144	2 241	2 297
Special rating levies		-	-	-	-	-	-	-	-	-	-
Operational Revenue		500	764	1 429	300	1 198	1 198	895	290	173	443
Non-Exchange Revenue											
Property rates	2	23 053	25 799	26 065	30 109	28 299	28 299	20 916	28 298	29 401	30 311
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		3 006	1 020	1 930	1 592	1 327	1 327	955	1 546	1 616	1 656
Licences or permits		-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		196 901	221 624	237 974	264 679	251 055	251 055	189 323	249 958	249 973	259 304
Interest		-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		(98)	(884)	-	-	-	-	-	-	-	-
Other Gains		-	(2 421)	(1 689)	-	-	-	(1 413)	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contrib		**230 210**	**257 065**	**279 353**	**305 470**	**311 848**	**311 848**	**221 253**	**308 626**	**306 729**	**317 919**
Expenditure											
Employee related costs	2	73 950	76 593	88 218	102 506	106 820	106 820	70 025	113 612	118 386	122 581
Remuneration of councillors		13 815	14 592	15 724	16 750	16 750	16 750	11 764	17 363	18 276	19 137
Bulk purchases - electricity	2	-	-	-	-	-	-	-	-	-	-
Inventory consumed	8	1 783	3 426	4 229	2 774	3 087	3 087	1 581	2 062	2 845	2 916
Debt impairment	3	2 353	(10 497)	7 717	7 586	6 793	6 793	-	9 460	6 590	6 754
Depreciation and amortisation		27 901	25 738	38 699	37 654	34 653	34 653	18 573	37 654	38 733	39 488
Interest		236	460	1 547	995	1 055	1 055	3	995	904	927
Contracted services		56 887	72 126	105 137	68 348	85 882	85 882	54 807	71 279	66 108	67 992
Transfers and subsidies		16 125	17 952	21 127	11 840	13 560	13 560	10 869	11 838	12 324	12 615
Irrecoverable debts written off		8 683	17 824	1 322	1 427	927	927	623	-	-	-
Operational costs		51 800	56 152	63 662	40 623	41 732	41 732	35 391	42 816	43 779	44 755
Losses on disposal of Assets		-	-	1 548	-	-	-	-	-	-	-
Other Losses		2	(79)	-	-	-	-	-	-	-	-
Total Expenditure		**253 534**	**274 286**	**348 929**	**290 504**	**311 259**	**311 259**	**203 636**	**307 079**	**307 944**	**317 166**
Surplus/(Deficit)		**(23 323)**	**(17 221)**	**(69 577)**	**14 966**	**589**	**589**	**17 616**	**1 547**	**(1 216)**	**753**
Transfers and subsidies - capital (monetary	6	45 495	47 476	70 730	39 130	39 221	39 221	30 890	44 096	46 115	47 783
Transfers and subsidies - capital (in-kind)	6	1 351	71	38 076	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Income Tax		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Associate	7	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	1	**23 523**	**30 326**	**39 229**	**54 096**	**39 810**	**39 810**	**48 507**	**45 644**	**44 899**	**48 536**

Operational revenue

- Services charges-waste management is for refuse removal income, it is estimated to be R490 631 excluding vat in 2025/2026. Budget projection increase for 2025/2026 financial year when compared to current year adjustment budget because of new properties were added to get the service for collection of refuse. The tariff did not increase but the number of customers receiving this service did change when compared to 2024/2025 financial year. The municipality is

collecting refuse once a week and 4 times a month to the following properties and charged using different tariff as stipulated in the tariff listing: Manguzi Hospital, Mseleni Hospital, Ithala Business Centre in Manguzi town, Ithala Center in Mbazwana town, Umhlabuyalingana agricultural offices and other business properties in Manguzi town.

- Sale of goods and services is for revenue collected from provision of the following services (i.e. approval of building plans, photocopies and provision of fire services). This revenue projection increased when compared to current year adjustment budget because of construction contract revenue which is for INEP projects. The tariff for this service is also included in the list of tariffs for 2025/2026
- Interest earned from current and non-current accounts is for interest earned from short term deposits/investments and interest earned from other bank accounts. Revenue projection increased in 2025/2026 when compared to 2024/2025 original budget projections. Projections for current year adjustment budget did not change when compared to the projections for 2025/2026 budget because in the current year the municipality increased its short term investment by depositing additional R60 million which then increased interest earned projections. For 2025/2026 financial year we are not anticipating any increase on investment but interest projected will be earned from the investment balance coming from 2024/2025 financial year.
- Revenue projected to be collected from rental from fixed assets changed when compared to the adjustment budget. Rental income comes from the rental of market stalls and office space used by IEC and Department of transport. Currently there are 134 market stalls let out to customers although these market stalls are not in good condition but people are using them.
- Revenue to be generated from licenses and permits has decreased when compared to current year. The projections for 2025/2026 are informed by the current year performance which indicates that the full year forecast will be R2,1 million including Vat. Licenses and permits income includes motor vehicle renewal licenses, leaners licenses applications, motor vehicle registrations and business licensing. Tariffs for motor vehicle licenses are not regulated by the municipality but by the Department of Transport because this service is not a function of the municipality but a function of Provincial Department of Transport. The municipality anticipate to generate revenue to the value of R2,1 million including Vat from licensing income.
- Operational revenue projections decreased when compared to current year adjustment budget. In the adjustment budget we received monies from insurance refunds and in the 2025/2026 we did not budget for insurance refunds hence the decrease that is noted.
- Property rates income projections did not change when compared to current year adjustment budget. Property rates tariffs were also revised for 2025/2026 financial year but the tariffs were not adjusted after considering the affordability of tariff changes.
- Revenue to be generated from traffic fines and penalties on late returns of library books is estimated to be R1,5 million. Fines and penalties increased when compared to current year adjustment budget,
- Transfers and subsidies operation projections decreased when compared to adjustment budget projections. EQS was reduced by R642000 when compared to current year budget, whereas there is an increase of R100 000 on FMG grant when compared to current year budget. EPWP decreased R116 000 when compared to current year budget. Library grants decreased by R656 000 when compared to current year budget

Operational expenditure

- The budget allocation for employee related costs and remuneration of Councilors for the 2025/2026 financial year totals to R130,9 million which represents 42% of the total operating expenditure. Employee related costs for 2025/2026 financial year increased by 5,15% when compared to the adjustment budget. Employee related costs is estimated to increase by 4.4%+0,75 in 2025/2026 financial year as per the conditions of the salary and wage collective agreement.
- Councilor's remuneration for 2025/2026 increased by 3,9% when compared to the adjustment budget. The cost associated with the remuneration of councilors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, Currently the municipality has a Mayor, Speaker and Deputy Mayor who are full time in the office.
- Inventory consumed increase from R3,087 million to R2,062 million in 2025/2026 when compared to current year adjustment budget. Inventory consumed is a provision for procurement of cleaning materials, stationery and spares materials from both Technical and Community services.
- The provision of debt impairment is determined based on average annual collection rate of 60% and the principles as set out in the Provision of Doubtful Debt and Debt Write-off Policy. For the 2025/2026 financial year this amount equals to R9,4 million. Currently collection rate for property rates is siting at 29% because the Department of Public Works has not yet paid fully for their property rates accounts. Upon communication with the department they have promised to settle their account by April 2025. Refuse removal collection rate currently is 62% and it is projected to be 73% in 2025/2026 financial year. Rental income collection rate is currently at 34% and it is projected to be 42% for 2025/2026 financial year. Traffic fines collection rate is currently at 09%, and it is anticipated that it will be 15% for 205/20256 financial year.
- Provision for depreciation and asset impairment has been informed by the municipality's Asset Management Policy.
- Interest expense for 2025/2026 did not change when compared to interest expense for current year adjustment budget. Interest expense is a provision for overdue accounts and land fill sites interest provision.
- Contracted services for 2025/2026 decreased from R85,8 million to 71,2 million in 2025/2026 financial year when compared to the adjustment budget. Contracted services includes amongst other things security services, internal audit, catering for special programs events and public participation events, maintenance services, research and advisory services, legal services, pest control, valuer and assessors services and business and financial management services.
- Transfers and subsidies for 2025/2026 decreased from R13,5 million to R11,8 million when compared to current year adjustment budget. Transfers and subsidies is a provision for bursaries, social relief program in a form of poverty alleviation and LED projects, burial support, and disaster management relief program.
- Operational costs for 2025/2026 increased from R41,7 million to R42,8 million when compared to current year adjustment budget. Operations costs include items like advertising, water and electricity, hire charges.

Table 13 MBRR Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding source

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Single-year expenditure *to be appropriated*	2										
Vote 1 - Finance and Admin		5 007	5 842	(94)	2 652	10 557	10 557	11 738	261	–	–
Vote 2 - Executive and council		(235)	–	–	–	–	–	7	–	–	–
Vote 3 - Community and social services		(7 400)	14 940	(55 601)	609	261	261	3 054	–	–	–
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		44	604	(526)	2 261	2 261	2 261	421	–	–	–
Vote 6 - Energy Sources		(0)	(0)	–	–	–	–	–	–	–	–
Vote 7 - Planning and Development		(964)	2 236	(1 066)	–	–	–	1 170	–	–	–
Vote 8 - Public Safety		(48)	–	–	–	–	–	–	–	–	–
Vote 9 - Roads		14 576	31 725	3 291	34 372	44 279	44 279	119 394	38 345	40 100	41 551
Vote 10 - Sport and Recreation		–	–	–	783	783	783	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		**10 980**	**55 347**	**(53 996)**	**40 676**	**58 141**	**58 141**	**135 783**	**38 606**	**40 100**	**41 551**
Total Capital Expenditure - Vote		**10 980**	**55 347**	**(53 996)**	**40 676**	**58 141**	**58 141**	**135 783**	**38 606**	**40 100**	**41 551**
Capital Expenditure - Functional											
Governance and administration		**4 772**	**5 842**	**(94)**	**2 652**	**10 557**	**10 557**	**7 545**	**261**	**–**	**–**
Executive and council		(235)	–	–	–	–	–	–	–	–	–
Finance and administration		5 007	5 842	(94)	2 652	10 557	10 557	7 545	261	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–
Community and public safety		**(7 694)**	**12 117**	**(48 928)**	**609**	**1 130**	**1 130**	**85**	**3 913**	**–**	**–**
Community and social services		(7 646)	12 117	(55 418)	609	261	261	–	–	–	–
Sport and recreation		–	–	6 490	–	870	870	85	3 913	–	–
Public safety		(48)	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**13 612**	**33 961**	**(4 266)**	**35 155**	**44 192**	**44 192**	**19 276**	**34 432**	**40 100**	**41 551**
Planning and development		(964)	2 236	(1 066)	–	–	–	–	–	–	–
Road transport		14 576	31 725	(3 200)	35 155	44 192	44 192	19 276	34 432	40 100	41 551
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		**27**	**604**	**(526)**	**2 522**	**7 538**	**7 538**	**1 162**	**–**	**–**	**–**
Energy sources		(0)	(0)	–	174	174	174	–	–	–	–
Water management		(17)	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	87	5 103	5 103	628	–	–	–
Waste management		44	604	(526)	2 261	2 261	2 261	535	–	–	–
Other		**246**	**2 823**	**(182)**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Capital Expenditure - Functional	3	**10 963**	**55 347**	**(53 996)**	**40 937**	**63 418**	**63 418**	**28 069**	**38 606**	**40 100**	**41 551**
Funded by:											
National Government		66 991	33 767	(25 813)	34 111	34 105	34 105	19 276	38 345	35 153	38 609
Provincial Government		1 742	3 319	(3 217)	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	**68 733**	**37 086**	**(29 030)**	**34 111**	**34 105**	**34 105**	**19 276**	**38 345**	**35 153**	**38 609**
Borrowing	6	–	–	–	–	–	–	–	–	–	–
Internally generated funds		(57 770)	18 261	(24 965)	6 826	29 313	29 313	8 793	261	4 947	2 942
Total Capital Funding	7	**10 963**	**55 347**	**(53 996)**	**40 937**	**63 418**	**63 418**	**28 069**	**38 606**	**40 100**	**41 551**

- Table A5 is a breakdown of the capital program in relation to capital expenditure by municipal vote, standard classification and funding source including capital transfers from national departments.
- Capital expenditure for 2025/2026 has been appropriated at R38,6 million and it has decreased when compared to 2024/2025 adjustment budget. The decrease is because of limited financial resources the municipality has since grant allocations have been cut in the 2025/2026 financial year.

- Capital programs funded by national departments totaled to R38,3 million and capital programs funded by internally generated funds totaled to R261 thousand rand

Table 14 MBRR Table A6 – Budgeted Financial Position

KZN271 Umhlabuyalingana - Table A6 Budgeted Financial Position

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
ASSETS											
Current assets											
Cash and cash equivalents		102 442	108 253	98 944	247 340	88 237	88 237	124 236	213 334	27 372	29 726
Trade and other receivables from exchange transactions	1	1 064	186	196	1 552	1 237	1 237	414	2 287	–	–
Receivables from non-exchange transactions	1	8 460	3 970	1 966	25 707	3 167	3 167	13 706	4 361	3 399	3 139
Current portion of non-current receivables		–	–	–	–	–	–	–	–	–	–
Inventory	2	165	66	162	36	(327)	(327)	1 017	90	355	584
VAT		(1 022)	2 646	2 806	17 032	22 224	22 224	2 348	13 030	13 425	12 502
Other current assets		15	133	141	–	–	–	156	–	–	–
Total current assets		**111 124**	**115 255**	**104 215**	**291 667**	**114 539**	**114 539**	**141 876**	**233 103**	**44 552**	**45 951**
Non current assets											
Investments		–	–	-	–	–	–	–	–	–	–
Investment property		–	–	-	–	–	–	–	–	–	–
Property, plant and equipment	3	342 220	377 334	428 171	371 423	661 132	661 132	437 667	435 834	1 367	2 062
Biological assets		–	–	–	–	–	–	–	–	–	–
Living and non-living resources		–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–
Intangible assets		275	370	–	657	(132)	(132)	–	–	–	–
Trade and other receivables from exchange transactions		–	–	–	–	–	–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–	–	–	–	–	–
Other non-current assets		–	–	–	–	–	–	–	–	–	–
Total non current assets		**342 495**	**377 704**	**428 171**	**372 080**	**661 000**	**661 000**	**437 667**	**435 834**	**1 367**	**2 062**
TOTAL ASSETS		**453 619**	**492 959**	**532 386**	**663 747**	**775 539**	**775 539**	**579 543**	**668 937**	**45 919**	**48 013**
LIABILITIES											
Current liabilities											
Bank overdraft		–	–	–	–	–	–	–	–	–	–
Financial liabilities		–	–	–	–	–	–	–	–	–	–
Consumer deposits		3	3	14	–	–	–	23	–	–	–
Trade and other payables from exchange transactions	4	21 752	27 427	22 419	15 174	(94 785)	(94 785)	20 968	22 543	(805)	(2 393)
Trade and other payables from non-exchange transactions	5	31 120	34 513	35 083	1 986	1 586	1 586	36 920	1 045	–	–
Provision		–	–	2 495	–	–	–	3 055	–	–	–
VAT		1 801	1 458	3 588	160	282	282	1 299	2 357	1 825	1 870
Other current liabilities		–	–	–	–	–	–	–	–	–	–
Total current liabilities		**54 677**	**63 402**	**63 599**	**17 320**	**(92 916)**	**(92 916)**	**62 265**	**25 944**	**1 020**	**(523)**
Non current liabilities											
Financial liabilities	6	16	16	16	–	–	–	–	–	–	–
Provision	7	–	–	–	25 614	26 162	26 162	–	26 162	–	–
Long term portion of trade payables		–	–	–	–	–	–	–	–	–	–
Other non-current liabilities		–	–	–	–	–	–	–	–	–	–
Total non current liabilities		**16**	**16**	**16**	**25 614**	**26 162**	**26 162**	**–**	**26 162**	**–**	**–**
TOTAL LIABILITIES		**54 693**	**63 418**	**63 615**	**42 934**	**(66 753)**	**(66 753)**	**62 265**	**52 107**	**1 020**	**(523)**
NET ASSETS		**398 926**	**429 542**	**468 771**	**620 814**	**842 292**	**842 292**	**517 278**	**616 830**	**44 899**	**48 536**
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)	8	398 926	429 542	468 771	621 422	842 292	842 292	517 278	616 830	44 899	48 536
Reserves and funds	9	–	–	–	–	–	–	–	–	–	–
Other											
TOTAL COMMUNITY WEALTH/EQUITY	10	**398 926**	**429 542**	**468 771**	**621 422**	**842 292**	**842 292**	**517 278**	**616 830**	**44 899**	**48 536**

- Table A6 is consistent with international standards of good financial management practice, and improves councilors and managements understanding of the impact of the budget on the statement of financial position.
- This format of financial position is aligned to GRAP 1.
- This table is supported by table SA3 which provides detailed analysis of the major components of a number of items, including;
  - Call investments deposits
  - Consumer debtors
  - Property plant and equipment
  - Trade and other payables
  - Provisions non-current
  - Changes in net assets; and
  - Reserves

Table 15 MBRR Table A7 – Budgeted Cash Flow Statement

KZN271 Umhlabuyalingana - Table A7 Budgeted Cash Flows

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		17 736	15 952	18 193	20 168	20 739	20 739	8 162	17 598	19 186	20 185
Service charges		640	797	401	306	400	400	338	412	590	604
Other revenue		302 190	283 474	334 450	3 749	17 908	17 908	230 543	17 840	15 276	15 924
Transfers and Subsidies - Operational	1	8 124	7 758	6 820	264 679	251 055	251 055	7 314	249 958	249 973	259 304
Transfers and Subsidies - Capital	1	50 354	52 523	75 143	39 130	39 221	39 221	35 791	44 096	46 115	47 783
Interest		2 681	12 632	34 546	5 200	12 957	12 957	67 715	12 957	13 540	13 879
Dividends		–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees		241 334	317 316	383 505	(288 471)	(338 961)	(338 961)	(245 022)	(253 914)	(259 812)	(268 521)
Interest		–	–	–	(6)	(66)	(66)	–	(5)	(5)	(6)
Transfers and Subsidies	1	–	–	–	(11 840)	(13 960)	(13 960)	–	(11 779)	(11 375)	(11 643)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**623 059**	**690 451**	**853 059**	**32 915**	**(10 707)**	**(10 707)**	**104 842**	**77 163**	**73 487**	**77 509**
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–
Payments											
Capital assets		–	–	(45 430)	(47 778)	(72 931)	(72 931)	23 234	(44 396)	(46 115)	(47 783)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**–**	**(45 430)**	**(47 778)**	**(72 931)**	**(72 931)**	**23 234**	**(44 396)**	**(46 115)**	**(47 783)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits									–	–	–
Payments											
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**623 059**	**690 451**	**807 629**	**(14 863)**	**(83 638)**	**(83 638)**	**128 076**	**32 767**	**27 372**	**29 726**
Cash/cash equivalents at the year begin:	2	84 049	102 350	103 026	214 425	98 944	98 944	98 745	**180 568**	**213 334**	**240 706**
Cash/cash equivalents at the year end:	2	**707 108**	**792 801**	**910 655**	**199 563**	**15 306**	**15 306**	**226 822**	**213 334**	**240 706**	**270 433**

- The budgeted cash flow statement is the first measurement in determining if the budget is funded.
- It shows the expected level of cash inflow versus cash outflow that is likely to result from the implementation of the budget.
- The average collection rate that has been applied in this cash flow is 60% on all billed revenue and 100% on other revenue sources as it is assumed that it is cash based.
- Payment of suppliers and employee costs is assumed to be 100% which includes the payment of capital projects as well as other cash flow payments which will include the payment of retention fees and other payments as per table SA30
- It can be seen that the municipality's cash levels are increasing steadily
- Cash and cash equivalents are expected to improve steadily

Table 16 MBRR Table A8 – Cash-backed Reserves/Accumulated Surplus Reconciliation

KZN271 Umhlabuyalingana - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash and investments available											
Cash/cash equivalents at the year end	1	707 108	792 801	910 655	199 563	15 306	15 306	226 822	213 334	240 706	270 433
Other current investments > 90 days		(604 666)	(684 548)	(811 711)	47 778	72 931	72 931	(102 586)	–	(213 334)	(240 706)
Non current Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		**102 442**	**108 253**	**98 944**	**247 340**	**88 237**	**88 237**	**124 236**	**213 334**	**27 372**	**29 726**
Application of cash and investments											
Unspent conditional transfers		31 010	34 403	32 472	1 986	1 986	1 986	36 809	1 986	–	–
Unspent borrowing											
Statutory requirements	2	2 824	(1 188)	782	(22 069)	(27 085)	(27 085)	(1 049)	(15 767)	(17 946)	(17 215)
Other working capital requirements	3	2 302	19 699	17 636	11 751	(95 603)	(95 603)	(6 119)	17 201	(3 886)	(5 484)
Other provisions		–	–	2 495	–	–	–	3 055	–	–	–
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5	–	–	–	–	–	–	–	–	–	–
Total Application of cash and investments:		**36 136**	**52 913**	**53 385**	**(8 332)**	**(120 701)**	**(120 701)**	**32 696**	**3 420**	**(21 831)**	**(22 700)**
Surplus(shortfall) - Excluding Non-Current Creditors Trf to D		**66 306**	**55 339**	**45 559**	**255 672**	**208 938**	**208 938**	**91 539**	**209 914**	**49 204**	**52 426**
Creditors transferred to Debt Relief - Non-Current portion		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Surplus(shortfall) - Including Non-Current Creditors Trf to D		**66 306**	**55 339**	**45 559**	**255 672**	**208 938**	**208 938**	**91 539**	**209 914**	**49 204**	**52 426**

- Cash-backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42-Funding a Municipal Budget.
- The table evaluates 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 that exist.
- The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded"
- The end objective of the MTREF is to ensure that the budget is funded and aligned to Section 18 of the MFMA
- From the table it can be seen that the cash surplus is increasing over the years.

Table 17 MBRR Table A9 – Asset Management

KZN271 Umhlabuyalingana - Table A9 Asset Management

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
CAPITAL EXPENDITURE										
Total New Assets	1	132 857	186 332	134 804	40 589	58 054	58 054	38 606	40 100	41 551
Roads Infrastructure		84 378	116 103	112 903	34 111	43 149	43 149	34 432	40 100	41 551
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	174	174	174	–	–	–
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	1 565	1 565	1 565	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***84 378***	***116 103***	***112 903***	***35 850***	***44 888***	***44 888***	***34 432***	***40 100***	***41 551***
Community Facilities		43 548	58 488	3 372	1 043	696	696	–	–	–
Sport and Recreation Facilities		–	–	6 490	–	870	870	3 913	–	–
Community Assets		***43 548***	***58 488***	***9 862***	***1 043***	***1 565***	***1 565***	***3 913***	**–**	**–**
Heritage Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Operational Buildings		–	–	137	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		**–**	**–**	***137***	**–**	**–**	**–**	**–**	**–**	**–**
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		–	–	–	–	–	–	–	–	–
Intangible Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Computer Equipment		**458**	**1 393**	**1 159**	**–**	**435**	**435**	**130**	**–**	**–**
Furniture and Office Equipment		**48**	**641**	**662**	**–**	**261**	**261**	**130**	**–**	**–**
Machinery and Equipment		**3 641**	**8 281**	**5 038**	**2 826**	**9 609**	**9 609**	**–**	**–**	**–**
Transport Assets		**784**	**1 426**	**5 043**	**870**	**1 297**	**1 297**	**–**	**–**	**–**
Total Renewal of Existing Assets	2	1 575	3 447	979	87	5 103	5 103	–	–	–
Roads Infrastructure		–	–	–	–	–	–	–	–	–
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		343	947	421	–	–	–	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***343***	***947***	***421***	**–**	**–**	**–**	**–**	**–**	**–**
Community Facilities		–	–	–	87	5 103	5 103	–	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	–	–	–
Community Assets		**–**	**–**	**–**	***87***	***5 103***	***5 103***	**–**	**–**	**–**
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Operational Buildings		118	118	208	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		***118***	***118***	***208***	**–**	**–**	**–**	**–**	**–**	**–**
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		–	–	–	–	–	–	–	–	–
Intangible Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Computer Equipment		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Furniture and Office Equipment		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Machinery and Equipment		**1 114**	**1 114**	**350**	**–**	**–**	**–**	**–**	**–**	**–**
Transport Assets		**–**	**1 269**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Upgrading of Existing Assets	6	–	–	–	261	261	261	–	–	–
Roads Infrastructure		–	–	–	261	261	261	–	–	–
Infrastructure		**–**	**–**	**–**	***261***	***261***	***261***	**–**	**–**	**–**
Community Facilities		–	–	–	–	–	–	–	–	–

Total Capital Expenditure	4	**134 432**	**189 779**	**135 783**	**40 937**	**63 418**	**63 418**	**38 606**	**40 100**	**41 551**
Roads Infrastructure		84 378	116 103	112 903	34 372	43 410	43 410	34 432	40 100	41 551
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	174	174	174	–	–	–
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		343	947	421	1 565	1 565	1 565	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***84 720***	***117 050***	***113 324***	***36 111***	***45 149***	***45 149***	***34 432***	***40 100***	***41 551***
Community Facilities		43 548	58 488	3 372	1 130	5 799	5 799	–	–	–
Sport and Recreation Facilities		–	–	6 490	–	870	870	3 913	–	–
Community Assets		***43 548***	***58 488***	***9 862***	***1 130***	***6 669***	***6 669***	***3 913***	**–**	**–**
Heritage Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Operational Buildings		118	118	344	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		***118***	***118***	***344***	**–**	**–**	**–**	**–**	**–**	**–**
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		–	–	–	–	–	–	–	–	–
Intangible Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Computer Equipment		**458**	**1 393**	**1 159**	**–**	**435**	**435**	**130**	**–**	**–**
Furniture and Office Equipment		**48**	**641**	**662**	**–**	**261**	**261**	**130**	**–**	**–**
Machinery and Equipment		**4 755**	**9 395**	**5 388**	**2 826**	**9 609**	**9 609**	**–**	**–**	**–**
Transport Assets		**784**	**2 694**	**5 043**	**870**	**1 297**	**1 297**	**–**	**–**	**–**
Land		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Mature		–	-	-	-	-	-	-	-	-
Immature		–	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		**134 432**	**189 779**	**135 783**	**40 937**	**63 418**	**63 418**	**38 606**	**40 100**	**41 551**
ASSET REGISTER SUMMARY - PPE (WDV)	5	342 495	377 704	425 102	372 080	661 000	661 000	435 834	1 367	2 062
Roads Infrastructure		164 465	181 458	221 708	185 849	199 668	199 668	237 901	11 283	12 226
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	174	174	174	–	–	–
Water Supply Infrastructure		–	–	–	(303)	(303)	(303)	(183)	(191)	(196)
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		5 399	5 634	6 025	179	179	179	(864)	(903)	(926)
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***169 864***	***187 092***	***227 733***	***185 899***	***199 718***	***199 718***	***236 854***	***10 189***	***11 104***
Community Assets		128 661	143 443	150 491	139 196	151 874	151 874	156 558	(4 547)	(4 660)
Heritage Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Other Assets		25 881	24 238	22 122	22 449	277 665	277 665	(1 281)	(1 339)	(1 373)
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Intangible Assets		275	370	–	657	(132)	(132)	–	–	–
Computer Equipment		**1 643**	**1 532**	**1 980**	**1 319**	**1 367**	**1 367**	**17 521**	**(626)**	**(642)**
Furniture and Office Equipment		**(197)**	**696**	**877**	**1 241**	**1 867**	**1 867**	**1 170**	**(212)**	**(218)**
Machinery and Equipment		**13 034**	**16 947**	**15 777**	**15 055**	**24 773**	**24 773**	**19 729**	**(1 244)**	**(1 275)**
Transport Assets		**3 334**	**3 387**	**6 122**	**6 263**	**3 867**	**3 867**	**5 283**	**(853)**	**(875)**
Land		**0**	**0**	**0**	**–**	**–**	**–**	**–**	**–**	**–**
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Living Resources		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	**342 495**	**377 704**	**425 102**	**372 080**	**661 000**	**661 000**	**435 834**	**1 367**	**2 062**
EXPENDITURE OTHER ITEMS		**44 350**	**47 433**	**62 197**	**55 051**	**54 239**	**54 239**	**53 961**	**56 686**	**57 891**
Depreciation	7	27 901	24 864	25 491	37 654	34 653	34 653	37 654	38 733	39 488
Repairs and Maintenance by Asset Class	3	**16 449**	**22 569**	**36 707**	**17 396**	**19 586**	**19 586**	**16 306**	**17 954**	**18 402**
Roads Infrastructure		5 219	7 997	16 726	8 174	7 726	7 726	8 000	8 360	8 569
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	210	183	183	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***5 219***	***7 997***	***16 726***	***8 384***	***7 909***	***7 909***	***8 000***	***8 360***	***8 569***
Community Facilities		477	482	2 572	350	654	654	–	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	–	–	–
Community Assets		***477***	***482***	***2 572***	***350***	***654***	***654***	**–**	**–**	**–**
Heritage Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
Investment properties		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Operational Buildings		2 789	1 353	4 238	2 174	3 596	3 596	2 435	2 613	2 678
Housing		–	–	–	–	–	–	–	–	–
Other Assets		***2 789***	***1 353***	***4 238***	***2 174***	***3 596***	***3 596***	***2 435***	***2 613***	***2 678***
Biological or Cultivated Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		–	–	–	–	–	–	–	–	–
Intangible Assets		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Computer Equipment		**36**	**155**	**229**	**140**	**245**	**245**	**130**	**136**	**140**
Furniture and Office Equipment		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Machinery and Equipment		**7 927**	**10 847**	**470**	**696**	**391**	**391**	**741**	**836**	**857**
Transport Assets		**1**	**1 734**	**12 472**	**5 652**	**6 791**	**6 791**	**5 000**	**6 009**	**6 159**
Land		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Zoo's, Marine and Non-biological Animals		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Mature		–	-	-	-	-	-	-	-	-
Immature		–	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		**44 350**	**47 433**	**62 197**	**55 051**	**54 239**	**54 239**	**53 961**	**56 686**	**57 891**
Renewal and upgrading of Existing Assets as % of total capex		*1,2%*	*1,8%*	*0,7%*	*0,8%*	*8,5%*	*8,5%*	*0,0%*	*0,0%*	*0,0%*
Renewal and upgrading of Existing Assets as % of deprecn		*5,6%*	*13,9%*	*3,8%*	*0,9%*	*15,5%*	*15,5%*	*0,0%*	*0,0%*	*0,0%*
R&M as a % of PPE & Investment Property		*4,8%*	*6,0%*	*8,6%*	*4,7%*	*3,0%*	*3,0%*	*3,7%*	*1312,9%*	*892,4%*
Renewal and upgrading and R&M as a % of PPE and Investment Proper		*5,3%*	*6,9%*	*8,9%*	*4,8%*	*3,8%*	*3,8%*	*3,7%*	*1312,9%*	*892,4%*

- Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
- Capital budget has an allocation of 12% to the total budget in 2025/2026 financial year.

Table 18 MBRR Table A10 – Basic Service Delivery Measurement

KZN271 Umhlabuyalingana - Table A10 Basic service delivery measurement

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Household service targets	1									
Water:										
Piped water inside dwelling		628	628	628	628	628	628	635	635	–
Piped water inside yard (but not in dwelling)		11 694	11 694	11 694	11 694	11 694	11 694	11 800	11 800	–
Using public tap (at least min.service level)	2	1 118	1 118	1 118	1 118	1 118	1 118	1 120	1 120	–
Other water supply (at least min.service level)	4	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total		13 440	13 440	13 440	13 440	13 440	13 440	13 555	13 555	–
Using public tap (< min.service level)	3	1 518	1 518	1 518	1 518	1 518	1 518	413	413	–
Other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–
No water supply		–	–	–	–	–	–	–	–	–
Below Minimum Service Level sub-total		1 518	1 518	1 518	1 518	1 518	1 518	413	413	–
Total number of households	5	**14 958**	**14 958**	**14 958**	**14 958**	**14 958**	**14 958**	**13 968**	**13 968**	**–**
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		5 872	5 872	5 872	5 872	5 872	5 872	5 880	5 880	–
Flush toilet (with septic tank)		–	–	–	–	–	–	–	–	–
Chemical toilet		–	–	–	–	–	–	–	–	–
Pit toilet (ventilated)		27 314	27 314	27 314	27 314	27 314	27 314	28 400	28 400	–
Other toilet provisions (> min.service level)		–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total		33 186	33 186	33 186	33 186	33 186	33 186	34 280	34 280	–
Bucket toilet		23	23	23	23	23	23	21	21	–
Other toilet provisions (< min.service level)		–	–	–	–	–	–	–	–	–
No toilet provisions		–	–	–	–	–	–	–	–	–
Below Minimum Service Level sub-total		23	23	23	23	23	23	21	21	–
Total number of households	5	**33 209**	**33 209**	**33 209**	**33 209**	**33 209**	**33 209**	**34 301**	**34 301**	**–**
Refuse:										
Removed at least once a week		1	1	1	1	1	1	1	1	–
Minimum Service Level and Above sub-total		1	1	1	1	1	1	1	1	–
Removed less frequently than once a week		–	–	–	–	–	–	–	–	–
Using communal refuse dump		–	–	–	–	–	–	–	–	–
Using own refuse dump		–	–	–	–	–	–	–	–	–
Other rubbish disposal		–	–	–	–	–	–	–	–	–
No rubbish disposal		–	–	–	–	–	–	–	–	–
Below Minimum Service Level sub-total		–	–	–	–	–	–	–	–	–
Total number of households	5	**1**	**1**	**1**	**1**	**1**	**1**	**1**	**1**	**–**
Revenue cost of subsidised services provided (R'000)	9									
Property rates **(tariff adjustment) (impermissable values per section 17 of MPRA**)		–	–	–	–	–	–	–	–	–
Property rates exemptions, reductions and rebates **and impermissable values in excess of section 17 of MPRA)**		(0)	(0)	(0)	(7)	0	0	(640)	(668)	(685)
Water **(in excess of 6 kilolitres per indigent household per month)**		–	–	–	–	–	–	–	–	–
Sanitation **(in excess of free sanitation service to indigent households)**		–	–	–	–	–	–	–	–	–
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**		–	–	–	–	–	–	–	–	–
Refuse **(in excess of one removal a week for indigent households)**		–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates		–	–	–	–	–	–	–	–	–
Housing - top structure subsidies	6	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided		**(0)**	**(0)**	**(0)**	**(7)**	**0**	**0**	**(640)**	**(668)**	**(685)**

PART 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget.

2.1.1 Budget Process Overview

The key deadlines for the compilation of the IDP and MTREF was submitted to council for approval during August 2024 as required by Section 21(b) of the MFMA. In terms of the approved key deadlines the draft IDP and Budget must be tabled to Council by the 31st of March 2025

The IDP unit conducted meetings with ward committees from August 2024 to November 2024 to get input for the review of the IDP.

IDP engagement meetings with other sector departments were in October 2024 to February 2025

Departments received budget compilation guidelines and templates to be submitted in support of their budget requests in December 2024

Department submitted their Operational Budget and Capital Budget requests to finance department for consolidation during February 2025. Consolidation of the departmental input received and analysis of the requests took place during February and March 2025

Key dates as approved by Council in August 2024 were as follows:

- First round public engagements at ward level with ward councilors and ward committees were in August 2024. The focus was on the following:
  - Feed back on how the priorities have / have not been accommodated in the 2024/2025 budget
  - Give strategic direction and obtain the 5 priorities for the 2025/2026 budget cycle.
- The Mid-Year Budget and Performance Assessments engagement with the National Treasury in February 2025
- Public meetings regarding the tabled 2025/2026 MTREF is scheduled to take place from the in April 2025
- Final approval of the 2025/2026 MTREF will be on the 30th of May 2025.

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The IDP is the municipal principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into planning statements covering the 5 year objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

All departments were part of the process of reviewing the IDP and SDBIP of the municipality for 2025/2026 financial year.

2.1.3 Community Consultation

Section 29(1)(b) of Chapter 5 of the Municipal Systems Act of 2000 states that municipalities through appropriate mechanisms, processes and procedures established in terms of public participation allow for communities to be consulted on their development needs and priorities and that the local community to participate in drafting of the IDP.

The municipality used ward committees as mechanism for the purpose of engaging and consulting communities on their needs and priorities. The IDP review meetings were held in 4 strategic points identified by the planning committee. The meetings took place in August 2024 until November 2024 in ward 16 and in ward 06

2.2 Overview of alignment of annual budget with IDP

The alignment of the budget with the IDP has been achieved through the setting of targets by departments which were guided by the following principles:

- It had to be aligned to the national outcome related to their mandate.
- Focus on basic service delivery in terms of the eradication of backlogs, provision of basic services as well as the maintenance of existing infrastructure and community needs.
- All targets set in the IDP were cross referenced to the budget as part of the result-based budget process. Each outcome with its supporting activities set for the coming year has been linked to specific votes in the budget to be utilized to achieve it.
- The 2025/2026 MTREF is informed by the IDP revision process as per the table below.

Table 19 MBRR Table SA4-Reconciliation between the IDP Strategic objectives and budgeted revenue

KZN271 Umhlabuyalingana - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

Strategic Objective	Goal	Goal Code	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Comply with financial reporting requirements as outlined in the MFMA	Responsive, accountable, effective and efficient local government	9	_	196 901	221 624	236 124	(264 679)	(251 055)	(251 055)	(249 958)	(249 973)	(259 304)
Comply with financial reporting as outlined in the MFMA	Responsive, accountable, effective and efficient local government	9	_	(50)	(844)	1 884	(26)	(26)	(26)	(31)	(33)	(34)
Comply with financial reporting requirements as outlined in the MFMA	Responsive, accountable, effective and efficient local government	9	_	2 684	7 603	9 910	(6 032)	(37 604)	(37 604)	(38 453)	(40 013)	(39 187)
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	A comprehensive, responsive and sustainable social protection system	13	_	(0)	(0)	(0)	7	(0)	(0)	640	668	685
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	Responsive, accountable, effective and efficient local government	9	_	30 676	28 678	30 967	(34 740)	(23 162)	(23 162)	(20 824)	(17 378)	(20 080)
Solid waste removal	Responsive, accountable, effective and efficient local government	9	_	–	4	–	–	–	–	–	–	–
To provide access and facilitate vehicular movement in Umhlabuyalingana	Responsive, accountable, effective and efficient local government	9	_	8 958	5 476	20 033	–	–	–	–	–	–
Allocations to other priorities			2									
Total Revenue (excluding capital transfers and contributions)			1	239 169	262 541	298 917	(305 470)	(311 848)	(311 848)	(308 626)	(306 729)	(317 919)

Table SA 20 MBRR Table SA5 – Reconciliation between the IDP strategic objectives and budgeted operating expenditure

KZN271 Umhlabuyalingana - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Strategic Objective	Goal	Goal Code	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Comply with financial reporting requirements as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	–	–	2 338	–	–	–	–	–	–
Comply with financial reporting requirements as outlined in the MFMA	Sustainable human settlements and improved quality of household life	8	_	–	958	1 106	2 768	3 854	3 854	2 406	3 216	3 337
Arts and sports	A comprehensive, responsive and sustainable social protection system	13	_	533	244	1 063	357	463	463	90	94	96
Arts and sports	An efficient, effective and development-oriented public service	12	_	4 465	4 656	4 691	1 821	2 520	2 520	1 480	1 284	1 446
Comply with financial reporting as outlined in the MFMA	A skilled and capable workforce to support an inclusive growth path	5	_	758	718	1 051	917	809	809	902	976	1 001
Comply with financial reporting as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	–	173	172	209	174	174	45	47	49
Comply with financial reporting as outlined in the MFMA	Responsive, accountable, effective and efficient local government	9	_	–	874	14 744	–	–	–	–	–	–
Comply with financial reporting as outlined in the MFMA	Sustainable human settlements and improved quality of household life	8	_	11 815	19 362	994	10 098	13 322	13 322	18 471	12 722	13 290
Comply with financial reporting requirements as outlined in the MFMA	A skilled and capable workforce to support an inclusive growth path	5	_	–	–	–	–	–	–	130	118	121
Comply with financial reporting requirements as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	185	–	893	435	1 762	1 762	435	454	466
Comply with financial reporting requirements as outlined in the MFMA	Responsive, accountable, effective and efficient local government	9	_	2	–	–	–	–	–	–	–	–
Comply with financial reporting requirements as outlined in the MFMA	Sustainable human settlements and improved quality of household life	8	_	25 371	22 412	21 957	34 475	31 473	31 473	34 475	35 410	36 083
Comply with MFMA, SCM regulations and related legislations	An efficient, effective and development-oriented public service	12	_	223	142	60	174	174	174	–	–	–
Comply with MFMA, SCM regulations and related legislations	Sustainable human settlements and improved quality of household life	8	_	430	545	200	518	553	553	350	376	388
Develop and introduce an intergrated information management system in compliance with section 75 of the MFMA.	An efficient, effective and development-oriented public service	12	_	978	797	1 360	1 537	1 190	1 190	1 726	1 804	1 892
Develop and introduce an intergrated information management system in compliance with section 75 of the MFMA.	Responsive, accountable, effective and efficient local government	9	_	311	242	495	692	518	518	391	409	419
Disaster managemnt	A comprehensive, responsive and sustainable social protection system	13	_	3 526	743	–	–	–	–	288	301	309
Driving license card production	All people in South Africa are and feel safe	3	_	–	–	–	–	264	264	–	–	–
Enhance knowledgeable economy	A skilled and capable workforce to support an inclusive growth path	5	_	–	–	–	622	–	–	–	–	–
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	An efficient, effective and development-oriented public service	12	_	–	2 001	3 202	–	26 230	26 230	20 570	17 391	20 040
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	Responsive, accountable, effective and efficient local government	9	_	–	–	–	1 984	150	150	1 108	2 203	1 187
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	Sustainable human settlements and improved quality of household life	8	_	–	–	–	7 436	6 642	6 642	9 460	6 590	6 754
Identify and implement tourism catalystic projects	An efficient, effective and development-oriented public service	12	_	424	863	316	875	574	574	652	569	583
Identify and implement tourism catalystic projects	Sustainable human settlements and improved quality of household life	8	_	84	31	156	–	87	87	–	–	–
Indigent support (poverty)	A comprehensive, responsive and sustainable social protection system	13	_	6 860	11 437	11 865	5 000	6 000	6 000	5 000	5 225	5 356
Municipal facilities	Sustainable human settlements and improved quality of household life	8	_	(4)	–	–	650	154	154	304	318	326
SMME Support and Capacity Building	An efficient, effective and development-oriented public service	12	_	60	184	68	1 274	830	830	2 502	2 198	2 259
Solid waste removal	A comprehensive, responsive and sustainable social protection system	13	_	173	99	1 454	500	–	–	261	242	248

Solid waste removal	All people in South Africa are and feel safe	3	_	–	38	191	430	430	430	391	409	419
Solid waste removal	An efficient, competitive and responsive economic infrastructure network	6	_	–	–	–	210	183	183	–	–	–
Solid waste removal	An efficient, effective and development-oriented public service	12	_	496	38	2 286	747	1 548	1 548	576	512	439
Solid waste removal	Protect and enhance our environmental assets and natural resources	10	_	11 080	10 055	11 904	2 039	1 662	1 662	722	754	773
Solid waste removal	Sustainable human settlements and improved quality of household life	8	_	–	453	–	2 774	112	112	52	55	56
Special programmes	A comprehensive, responsive and sustainable social protection system	13	_	1 840	3 666	2 149	1 918	1 239	1 239	1 338	1 398	1 433
Special programmes	All people in South Africa are and feel safe	3	_	156	315	273	275	145	145	696	727	745
Special programmes	Responsive, accountable, effective and efficient local government	9	_	–	58	118	43	250	250	500	523	536
Special programmes	Sustainable human settlements and improved quality of household life	8	_	2 266	454	587	76	70	70	140	146	150
To develop a credible IDP as a short - medium term guide for develoment and service delivery	Responsive, accountable, effective and efficient local government	9	_	355	95	–	157	279	279	180	188	196
To administaer the affaires of the Municipality in accodance to relevant legislations and policies	An efficient, effective and development-oriented public service	12	_	1 341	2 292	790	174	642	642	174	182	186
To administer the affairs of the municipality in accodance to relevant legislations and policies	Responsive, accountable, effective and efficient local government	9	_	–	271	99	196	157	157	187	195	200
TO administer the affairs of the municipality in accordance to relevant legislation	Sustainable human settlements and improved quality of household life	8	_	537	916	1 614	1 043	595	595	1 043	1 090	1 118
To develop credible IDP as short-medium term guide for development and service delivery	Responsive, accountable, effective and efficient local government	9	_	479	986	463	751	592	592	200	209	218
To develop long term infrastructure development plan	An efficient, competitive and responsive economic infrastructure network	6	_	–	160	–	–	–	–	–	–	–
To develop long term infrastructure development plans	An efficient, competitive and responsive economic infrastructure network	6	_	8 958	5 476	–	–	–	–	–	–	–
To develop long term infrastructure development plans	An efficient, effective and development-oriented public service	12	_	–	2	–	–	–	–	–	–	–
To develop workplace skills plan for effecient administration	A skilled and capable workforce to support an inclusive growth path	5	_	2 185	2 506	3 089	1 077	1 644	1 644	1 294	1 231	1 315
To develop workplace skills plan for effecient administration	Responsive, accountable, effective and efficient local government	9	_	–	–	1 594	–	–	–	–	–	–
To develop workplace skills plan for efficient administration	A skilled and capable workforce to support an inclusive growth path	5	_	–	1 143	–	87	–	–	87	91	93
To develop workskills place for efficient administration	A skilled and capable workforce to support an inclusive growth path	5	_	853	2 279	2 016	1 799	1 574	1 574	2 725	2 266	2 323
To develop workskills place for efficient administration	Responsive, accountable, effective and efficient local government	9	_	–	89	–	–	174	174	130	136	140
to develope workskills place for effecient administation	A skilled and capable workforce to support an inclusive growth path	5	_	–	622	329	10	–	–	9	10	11
To enable the organisation to account for the use of public funds	Responsive, accountable, effective and efficient local government	9	_	2 383	3 195	6 008	2 800	2 800	2 800	2 870	1 773	2 576
To enable the orginastion to account for the use of public funds.	Sustainable human settlements and improved quality of household life	8	_	1 460	2 754	2 850	3 130	3 130	3 130	3 600	3 758	3 924
To enable the orginsation to account for the use of public funds	A skilled and capable workforce to support an inclusive growth path	5	_	617	824	475	451	451	451	717	749	782
To enable the orginsation to account for the use of public funds	Responsive, accountable, effective and efficient local government	9	_	–	–	–	100	100	100	100	104	109
To enhance effective internal control and standard operating	A comprehensive, responsive and sustainable social protection system	13	_	–	–	–	85	–	–	60	63	64
To enhance effective internal control and standard operating	A long and healthy life for all South Africans	2	_	(28)	–	–	–	–	–	–	–	–
To enhance effective internal control and standard operating	A skilled and capable workforce to support an inclusive growth path	5	_	336	620	741	847	836	836	583	545	587
To enhance effective internal control and standard operating	All people in South Africa are and feel safe	3	_	–	–	1 169	717	812	812	600	627	643
To enhance effective internal control and standard operating	An efficient, competitive and responsive economic infrastructure network	6	_	5 219	6 320	48 320	22 870	21 981	21 981	8 989	9 259	9 490
To enhance effective internal control and standard operating	An efficient, effective and development-oriented public service	12	_	22 084	28 537	36 268	9 534	11 895	11 895	9 002	10 430	10 690
To enhance effective internal control and standard operating	Responsive, accountable, effective and efficient local government	9	_	2 353	(5 034)	7 717	48	48	48	70	18	19
To enhance effective internal control and standard operating	Sustainable human settlements and improved quality of household life	8	_	19 472	17 788	19 110	29 889	32 738	32 738	36 986	35 316	35 183
To enhance effective internal control and standard operating	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	477	482	234	–	304	304	–	–	–
To improve access to free bacis services among the indigent	A comprehensive, responsive and sustainable social protection system	13	_	450	769	463	978	1 455	1 455	1 160	1 210	1 225
To improve access to free bacis services among the indigent	Responsive, accountable, effective and efficient local government	9	_	–	–	–	50	–	–	–	–	–

To improve access to free bacis services among the indigent	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	–	–	–	1 000	1 000	1 000	1 100	1 200	1 230
To improve access to free basic among the indigent families	A comprehensive, responsive and sustainable social protection system	13	_	6 908	4 474	10 226	2 259	3 523	3 523	2 248	2 350	2 419
To involve community in shaping the municipal development agenda	Sustainable human settlements and improved quality of household life	8	_	–	120	195	174	174	174	200	209	218
To involve community in shaping the municipality's development agenda	Sustainable human settlements and improved quality of household life	8	_	11 212	12 853	8 493	1 678	2 732	2 732	1 784	1 863	1 939
To manage and enhance performance of the municipality	A skilled and capable workforce to support an inclusive growth path	5	_	–	–	–	–	160	160	–	–	–
To manage and enhance performance of the municipality	An efficient, effective and development-oriented public service	12	_	–	–	–	304	230	230	350	365	381
To manage and enhance performance of the municipality	Responsive, accountable, effective and efficient local government	9	_	3 508	5 578	6 377	1 346	3 121	3 121	1 334	1 309	1 341
To manage and enhance the performance of the municipality	A skilled and capable workforce to support an inclusive growth path	5	_	1 595	2 411	–	1 000	1 500	1 500	870	913	968
To manage and enhance the performance of the municipality	Responsive, accountable, effective and efficient local government	9	_	1 519	944	1 442	788	699	699	999	1 058	1 101
To manage and enhance the performance of the municipality	Sustainable human settlements and improved quality of household life	8	_	81 257	84 196	103 293	109 675	109 900	109 900	114 004	124 609	129 075
To proactively identify and address potential risks that may affect the functioning of the organisation	A skilled and capable workforce to support an inclusive growth path	5	_	78	–	121	656	293	293	464	484	506
To promote development of efficient and sustainable settlement pattern	A skilled and capable workforce to support an inclusive growth path	5	_	–	–	–	174	169	169	217	261	268
To promote development of efficient and sustainable settlement pattern	An efficient, effective and development-oriented public service	12	_	384	198	–	217	174	174	174	209	214
To promote development of efficient and sustainable settlement pattern	Sustainable human settlements and improved quality of household life	8	_	135	195	1 025	870	530	530	861	950	973
To provide and improve access to community/public facilities to minimum standards	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	–	–	139	–	–	–	174	227	233
To provide the optimal institutional structure to render effective and efficient services	Sustainable human settlements and improved quality of household life	8	_	2 787	4 884	5 482	8 661	8 527	8 527	8 961	9 459	9 696
To render employee assintance support	Responsive, accountable, effective and efficient local government	9	_	(95)	488	693	618	583	583	461	493	472
To render employee assintance support	Sustainable human settlements and improved quality of household life	8	_	191	–	–	–	80	80	–	–	–
Ward committes	Responsive, accountable, effective and efficient local government	9	_	2 489	3 374	2 892	3 440	3 247	3 247	4 460	4 756	4 861
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	Responsive, accountable, effective and efficient local government	9	_	–	–	–	1 984	–	–	1 984	1 363	669
Ensure collection of funds due to the municipality and specify optimal procedures in respect of non-collection	Sustainable human settlements and improved quality of household life	8	_	–	–	–	7 436	–	–	7 436	9 482	9 909
Identify and implement tourism catalystic projects	An efficient, effective and development-oriented public service	12	_	424	863	316	875	–	–	875	889	748
Identify and implement tourism catalystic projects	Sustainable human settlements and improved quality of household life	8	_	84	31	156	–	–	–	–	–	–
Indigent support (poverty)	A comprehensive, responsive and sustainable social protection system	13	_	6 860	11 437	11 865	5 000	–	–	5 000	5 230	5 465
Municipal facilities	Sustainable human settlements and improved quality of household life	8	_	(4)	–	–	650	–	–	650	366	383
SMME Support and Capacity Building	An efficient, effective and development-oriented public service	12	_	60	184	68	1 274	–	–	1 274	1 346	1 407
Solid waste removal	A comprehensive, responsive and sustainable social protection system	13	_	173	99	1 454	500	–	–	500	523	547
Solid waste removal	All people in South Africa are and feel safe	3	_	–	38	191	430	–	–	430	483	505
Solid waste removal	An efficient, competitive and responsive economic infrastructure network	6	_	–	–	–	210	–	–	210	220	230
Solid waste removal	An efficient, effective and development-oriented public service	12	_	496	38	2 286	747	–	–	747	826	864
Solid waste removal	Protect and enhance our environmental assets and natural resources	10	_	11 080	10 055	11 904	2 039	–	–	2 039	2 301	2 405

Solid waste removal	Sustainable human settlements and improved quality of household life	8	_	–	453	–	2 774	–	–	2 774	2 901	3 032
Special programmes	A comprehensive, responsive and sustainable social protection system	13	_	1 840	3 666	2 149	1 918	–	–	1 918	1 903	1 989
Special programmes	All people in South Africa are and feel safe	3	_	156	315	273	275	–	–	275	124	130
Special programmes	Responsive, accountable, effective and efficient local government	9	_	–	58	118	43	–	–	43	45	48
Special programmes	Sustainable human settlements and improved quality of household life	8	_	2 266	454	587	76	–	–	76	84	87
To develop a credible IDP as a short - medium term guide for develoment and service delivery	Responsive, accountable, effective and efficient local government	9	_	355	95	–	157	–	–	157	188	197
To administaer the affaires of the Municipality in accodance to relevant legislations and policies	An efficient, effective and developmentoriented public service	12	_	1 341	2 292	790	174	–	–	174	209	219
To administer the affairs of the municipality in accodance to relevant legislations and policies	Responsive, accountable, effective and efficient local government	9	_	–	271	99	196	–	–	196	219	229
TO administer the affairs of the municipality in accordance to relevant legislation	Sustainable human settlements and improved quality of household life	8	_	537	916	1 614	1 043	–	–	1 043	1 255	1 312
To develop credible IDP as short medium term guide for development and service delivery	Responsive, accountable, effective and efficient local government	9	_	479	986	463	751	–	–	751	785	820
To develop long term infrastructure development plan	An efficient, competitive and responsive economic infrastucture network	6	_	–	160	–	–	–	–	–	–	–
To develop long term infrastructure development plans	An efficient, competitive and responsive economic infrastucture network	6	_	8 958	5 476	–	–	–	–	–	–	–
To develop long term infrastructure development plans	An efficient, effective and developmentoriented public service	12	_	–	2	–	–	–	–	–	–	–
To develop workplace skills plan for effecient administration	A skilled and capable workforce to support an inclusive growth path	5	_	2 185	2 506	3 089	1 077	–	–	1 077	1 126	1 177
To develop workplace skills plan for effecient administration	Responsive, accountable, effective and efficient local government	9	_	–	–	1 594	–	–	–	–	–	–
To develop workplace skills plan for efficient administration	A skilled and capable workforce to support an inclusive growth path	5	_	–	1 143	–	87	–	–	87	105	109
To develop workskills place for efficient administration	A skilled and capable workforce to support an inclusive growth path	5	_	853	2 279	2 016	1 799	–	–	1 799	1 909	1 995
To develop workskills place for efficient administration	Responsive, accountable, effective and efficient local government	9	_	–	89	–	–	–	–	–	–	–
to develope workskills place for effecient administation	A skilled and capable workforce to support an inclusive growth path	5	_	–	622	329	10	–	–	10	10	11
To enable the organisation to account for the use of public funds	Responsive, accountable, effective and efficient local government	9	_	2 383	3 195	6 008	2 800	–	–	2 800	2 929	3 061
To enable the orginastion to account for the use of public funds.	Sustainable human settlements and improved quality of household life	8	_	1 460	2 754	2 850	3 130	–	–	3 130	3 274	3 422
To enable the orginsation to account for the use of public funds	A skilled and capable workforce to support an inclusive growth path	5	_	617	824	475	451	–	–	451	472	493
To enable the orginsation to account for the use of public funds	Responsive, accountable, effective and efficient local government	9	_	–	–	–	100	–	–	100	105	109
To enhance effective internal control and standard operating	A comprehensive, responsive and sustainable social protection system	13	_	–	–	–	85	–	–	85	89	93
To enhance effective internal control and standard operating	A long and healthy life for all South Africans	2	_	(28)	–	–	–	–	–	–	–	–
To enhance effective internal control and standard operating	A skilled and capable workforce to support an inclusive growth path	5	_	336	620	741	847	–	–	847	886	926
To enhance effective internal control and standard operating	All people in South Africa are and feel safe	3	_	–	–	1 169	717	–	–	717	863	902
To enhance effective internal control and standard operating	An efficient, competitive and responsive economic infrastucture network	6	_	5 219	6 320	48 320	22 870	–	–	22 870	18 294	20 243
To enhance effective internal control and standard operating	An efficient, effective and developmentoriented public service	12	_	22 084	28 537	36 268	9 534	–	–	9 534	11 412	11 936
To enhance effective internal control and standard operating	Responsive, accountable, effective and efficient local government	9	_	2 353	(5 034)	7 717	48	–	–	48	51	53
To enhance effective internal control and standard operating	Sustainable human settlements and improved quality of household life	8	_	19 472	17 788	19 130	29 889	–	–	29 889	34 274	35 816
To enhance effective internal control and standard operating	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	477	482	234	–	–	–	–	–	–
To improve access to free bacis services among the indigent	A comprehensive, responsive and sustainable social protection system	13	_	450	769	463	978	–	–	978	1 109	1 159
To improve access to free bacis services among the indigent	Responsive, accountable, effective and efficient local government	9	_	–	–	–	50	–	–	50	52	55
To improve access to free bacis services among the indigent	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	–	–	–	1 000	–	–	1 000	1 046	1 093
To improve access to free basic among the indigent families	A comprehensive, responsive and sustainable social protection system	13	_	6 908	4 474	10 226	2 259	–	–	2 259	2 378	2 485
To involve community in shaping the municipal development agenda	Sustainable human settlements and improved quality of household life	8	_	–	120	195	174	–	–	174	209	219
To involve community in shaping the municipality's development agenda	Sustainable human settlements and improved quality of household life	8	_	11 212	12 853	8 493	1 678	–	–	1 678	2 143	2 240
To manage and enhance performance of the municipality	An efficient, effective and developmentoriented public service	12	_	–	–	–	304	–	–	304	318	333
To manage and enhance performance of the municipality	Responsive, accountable, effective and efficient local government	9	_	3 508	5 578	6 377	1 346	–	–	1 346	1 587	1 532
To manage and enhance the performance of the municipality	A skilled and capable workforce to support an inclusive growth path	5	_	1 595	2 411	–	1 000	–	–	1 000	1 046	1 093
To manage and enhance the performance of the municipality	Responsive, accountable, effective and efficient local government	9	_	1 519	944	1 442	788	–	–	788	801	815
To manage and enhance the performance of the municipality	Sustainable human settlements and improved quality of household life	8	_	81 257	84 196	103 293	109 675	–	–	109 675	114 113	118 247
To proactively identify and address potential risks that may affect the functioning of the organisation	A skilled and capable workforce to support an inclusive growth path	5	_	78	–	121	656	–	–	656	496	518
To promote development of efficient and sustainable settlement pattern	A skilled and capable workforce to support an inclusive growth path	5	_	–	–	–	174	–	–	174	182	190
To promote development of efficient and sustainable settlement pattern	An efficient, effective and developmentoriented public service	12	_	384	198	–	217	–	–	217	262	274
To promote development of efficient and sustainable settlement pattern	Sustainable human settlements and improved quality of household life	8	_	135	195	1 025	870	–	–	870	1 034	1 080
To provide and improve access to community/public facilities to minimum standards	Vibrant, equitable, sustainable rural communities contributing towards food security for all	7	_	–	–	139	–	–	–	–	–	–
To provide the optimal institutional structure to render effective and efficient services	Sustainable human settlements and improved quality of household life	8	_	2 787	4 884	5 482	8 661	–	–	8 661	9 059	9 476
To render employee assintance support	Responsive, accountable, effective and efficient local government	9	_	(95)	488	693	618	–	–	618	636	559
To render employee assintance support	Sustainable human settlements and improved quality of household life	8	_	191	–	–	–	–	–	–	–	–
Ward committes	Responsive, accountable, effective and efficient local government	9	_	2 489	3 374	2 892	3 440	–	–	3 440	3 598	3 760
Allocations to other priorities												
Total Expenditure			1	**458 470**	**494 862**	**664 532**	**526 386**	**322 234**	**322 234**	**550 768**	**563 249**	**583 849**

Table 21 MBRR Table SA6 – Reconciliation between the IDP strategic objectives and budgeted capital expenditure

KZN271 Umhlabuyalingana - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

Strategic Objective	Goal	Goal Code	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Comply with financial reporting requirements as outlined in the MFMA	An efficient, competitive and responsive economic infrastructure network	6	_	–	–	–	955	441	441	31 621	35 153	38 609
Comply with financial reporting requirements as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	–	–	–	87	5 103	5 103	–	–	–
Comply with financial reporting as outlined in the MFMA	A long and healthy life for all South Africans	2	_	–	–	–	–	870	870	3 913	–	–
Comply with financial reporting as outlined in the MFMA	An efficient, competitive and responsive economic infrastructure network	6	_	343	947	421	957	957	957	–	–	–
Comply with financial reporting as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	4 917	12 379	11 986	2 652	10 297	10 297	130	–	–
Comply with financial reporting requirements as outlined in the MFMA	An efficient, effective and development-oriented public service	12	_	295	911	8	–	261	261	130	–	–
Comply with MFMA, SCM regulations and related legislations	A long and healthy life for all South Africans	2	_	–	–	6 490	–	–	–	–	–	–
Comply with MFMA, SCM regulations and related legislations	An efficient, competitive and responsive economic infrastructure network	6	_	45 727	45 727	45 727	174	174	174	–	–	–
Disaster managemnt	An efficient, effective and development-oriented public service	12	_	167	167	167	–	–	–	–	–	–
Equipment - Public Safety	An efficient, effective and development-oriented public service	12	_	–	–	–	783	783	783	–	–	–
Solid waste removal	An efficient, competitive and responsive economic infrastructure network	6	_	–	–	–	870	870	870	–	–	–
Solid waste removal	An efficient, effective and development-oriented public service	12	_	–	–	–	696	696	696	–	–	–
To develop long term infrastructure development plans	An efficient, effective and development-oriented public service	12	_	–	–	137	–	–	–	–	–	–
To provide access and facilitate vehicular movement in Umhlabuyalingana	An efficient, competitive and responsive economic infrastructure network	6	_	23 230	23 230	50 814	–	–	–	–	–	–
To provide and improve access to community/public facilities to minimum standards	An efficient, competitive and responsive economic infrastructure network	6	_	15 421	47 147	16 363	33 156	42 708	42 708	2 810	4 947	2 942
To provide and improve access to community/public facilities to minimum standards	An efficient, effective and development-oriented public service	12	_	43 548	58 488	2 887	609	261	261	–	–	–
To provide the optimal institutional structure to render effective and efficient services	An efficient, effective and development-oriented public service	12	_	784	784	784	–	–	–	–	–	–
Allocations to other priorities			3									
Total Capital Expenditure			1	**134 432**	**189 779**	**135 783**	**40 937**	**63 418**	**63 418**	**38 606**	**40 100**	**41 551**

2.3 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities.

The performance of the municipality relates directly to the extent to which it has achieved success in realizing its goals and objectives, complied with legislative requirements and meeting stakeholders expectations. The municipality has adopted one Integrated Performance Management System which comprises of planning, monitoring, measurement, review, reporting and improvement. The performance information concepts used by the municipality in its IPMS are aligned to the framework of managing programme performance information issued by National Treasury. The following table provides the main measurable performance objective the municipality undertakes to achieve this financial year.

Table 22 MBRR Table SA7 – Measurable performance objectives

KZN271 Umhlabuyalingana - Supporting Table SA7 Measureable performance objectives

Description	Unit of measurement	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Vote 1 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Vote 2 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Vote 3 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
And so on for the rest of the Votes										

The following table sets out the municipality's main performance objectives and benchmarks for 2025/2026 MTREF.

Table 23 MBRR Table SA8 – Performance indicators and benchmarks

KZN271 Umhlabuyalingana - Supporting Table SA8 Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Borrowing Management											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	0,1%	0,2%	0,4%	0,3%	0,3%	0,3%	0,0%	0,3%	0,3%	0,3%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	0,1%	0,2%	0,6%	0,3%	0,3%	0,3%	0,0%	0,3%	0,3%	0,3%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
Safety of Capital											
Gearing	Long Term Borrowing/ Funds & Reserves	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
Liquidity											
Current Ratio	Current assets/current liabilities	2,0	1,8	1,6	16,8	(1,2)	(1,2)	2,3	9,0	43,7	(87,9)
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	2,0	1,8	1,6	16,8	(1,2)	(1,2)	2,3	9,0	43,7	(87,9)
Liquidity Ratio	Monetary Assets/Current Liabilities	1,9	1,7	1,6	14,4	(1,0)	(1,0)	2,0	8,3	26,8	(56,9)
Revenue Management											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		2141,3%	3092,4%	3093,3%	4113,2%	150,3%	150,3%	1612,5%	139,1%	213,2%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		2141,3%	3092,4%	3093,3%	4113,2%	150,3%	150,3%	1612,5%	139,1%	213,2%	218,6%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	3,3%	2,6%	1,8%	14,0%	8,0%	8,0%	7,7%	5,7%	5,6%	5,1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
Creditors Management											
Creditors System Efficiency	% of Creditors Paid Within Terms (within`MFMA' s 65(e))										
Creditors to Cash and Investments		3,1%	3,5%	2,5%	7,6%	-619,3%	-619,3%	9,2%	10,6%	-0,3%	-0,9%
Other Indicators											
Electricity Distribution Losses (2)	Total Volume Losses (kW) technical										
	Total Volume Losses (kW) non technical										
	Total Cost of Losses (Rand '000)										
	% Volume (units purchased and generated less units sold)/units purchased and generated										
Water Volumes :System input	Bulk Purchase										
	Water treatment works										
	Natural sources										
	Total Volume Losses (kℓ)										
Water Distribution Losses (2)	Total Cost of Losses (Rand '000)										
	% Volume (units purchased and generated less units sold)/units purchased and generated										
Employee costs	Employee costs/(Total Revenue - capital revenue)	32,1%	29,8%	31,6%	33,6%	34,3%	34,3%	31,6%	36,8%	38,6%	38,6%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	32,1%	29,8%	37,2%	39,0%	38,2%	38,2%		42,4%	44,6%	44,6%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	7,1%	8,8%	13,1%	5,7%	6,3%	6,3%		5,3%	5,9%	5,8%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	12,2%	10,2%	14,4%	12,7%	11,5%	11,5%	8,4%	12,5%	12,9%	12,7%
IDP regulation financial viability indicators											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	18,2	7,5	53,7	23,6	23,6	23,6	17,1	22,8	22,1	22,9
ii.O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	885,9%	1233,8%	820,9%	8593,1%	178,3%	178,3%	3238,4%	135,0%	185,2%	170,6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	45,9	48,8	41,0	10,6	0,7	0,7	16,8	10,6	12,0	13,0

2.3.1 Performance indicators and benchmarks

2.3.1.1 Borrowing Management

The municipality does not have borrowings

2.3.1.2 Liquidity

The municipality's ability to adhere to its short term obligations is better since the ratios is high. For the 2025/2026 MTREF the ratios is expected to be 9%

2.3.1.3 Revenue Management

- Current debtors collection rate payment levels is 60%

2.3.1.4 Repairs and maintenance as a percentage of revenue (excluding capital revenue)

- It has increased from 8% in 2025/2026

2.3.2 Free Basic Services: basic social services package for indigent households

The social package assist residents that have difficulty paying for services and registered as indigent households in terms of the Indigent Policy of the municipality. The municipality provides for free basic electricity through Eskom only since they do not provide other services to the residents of umhlabuyalingana except for refuse removal which is also not yet been rolled out to residential properties. For 2025/2026 there is no provision for Free Basic Electricity as yet because the municipality is still busy with the compilation of the Indigent register. This provision will be finalized before the final budget is approved by council

2.4 Overview of budget related policies

The following is the list of budget related policies of Umhlabuyalingana Municipality, all these policies are currently under review and will be adopted by council by 30 May 2025

- Budget policy
- Asset management policy
- Asset disposal policy
- Asset maintenance policy
- Credit control and debt collection policy
- Indigent policy
- Cash and Investment policy
- Petty cash policy
- Property rates policy
- Supply Chain Management Policy
- Tariffs policy
- Virement policy
- Inventory management policy
- Contract management policy
- Revenue enhancement strategy
- Cost containment policy

Attached to budget document as annexure C

2.5 Overview of budget assumptions

2.5.1 General inflation outlook and its impact on the municipal activities

The following factors have been taken into consideration in the compilation of the 2025/2026 MTREF.

- National Government macro –economic targets.
- General inflationary outlook and the impact on the municipality's residents and business.
- The impact of municipal cost drivers
- The increase in the cost of remuneration

The inflation outlook for the MTREF is as follows

The following table reflects the inflation forecast as contained in circular 91 of National Treasury

Fiscal Year	2022/2023	2023/2024	2024/2025	2025/2026	2026/2027
	Actual	Estimate	Forecast		
CPI Inflation	6,9%	6,0%	4.4%	4.5%	2,5%

2.5.3 Collection rate for revenue services

The rate of revenue collection is currently expressed as a percentage 60% of annual billings. Cash flow is assumed to be 62% of billings for property rates, 73% for refuse removal, 42% for rental of facilities and 15% for fines. Other cash flows are assumed to be 100% as they are not based on billing but cash based.

2.5.4 Salary increases

Salaries have been increase by 4,4% as per the CPI inflation plus 0,75% as per the conditions of salaries and wages collective agreement and for S57 employees or senior managers it is increased by the same percentage.

2.5.5 Impact of national, provincial and local policies

Integration of service delivery between national, provincial and local government is critical to ensure focused service delivery and in this regard various measures were implemented to align IDP's provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- National Development Plan addressing inter alia economic growth and job creation.
- Enhancing education and skills development.
- Improving health services.
- Rural development and agriculture
- Fighting crime and corruption

2.5.6. Ability of the municipality to spend and deliver on the programmes

it is estimated that a spending rate of 100% will be achieved on operational expenditure and capital programme for the 2025/2026 MTREF of which performance has been factored into the cash flow budget

2.6 Overview of budget funding

2.6.1 Medium-term outlook: Operating Revenue

Tariffs changes

- Tariffs for property rates were adjusted after the compilation of the new general valuation roll to be implemented on the 1st of July 2025. Other tariffs did not change from the 2024/2025 financial year.

The table below provide detailed investment information and investment particulars by maturity.

Table 24 MBRR SA15- Detailed Investment Information

KZN271 Umhlabuyalingana - Supporting Table SA15 Investment particulars by type

Investment type	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Parent municipality										
Securities - National Government		–	–	–	–	–	–	–	–	–
Listed Corporate Bonds		–	–	–	–	–	–	–	–	–
Deposits - Bank		75 283	89 443	88 254	28 872	49 182	49 182	86 727	–	–
Deposits - Public Investment Commissioners		–	–	–	–	–	–	–	–	–
Deposits - Corporation for Public Deposits		–	–	–	–	–	–	–	–	–
Bankers Acceptance Certificates		–	–	–	–	–	–	–	–	–
Negotiable Certificates of Deposit - Banks		–	–	–	–	–	–	–	–	–
Guaranteed Endowment Policies (sinking)		–	–	–	–	–	–	–	–	–
Repurchase Agreements - Banks		–	–	–	–	–	–	–	–	–
Municipal Bonds		–	–	–	–	–	–	–	–	–
Municipality sub-total	1	**75 283**	**89 443**	**88 254**	**28 872**	**49 182**	**49 182**	**86 727**	**–**	**–**
Entities										
Securities - National Government		–	–	–	–	–	–	–	–	–
Listed Corporate Bonds		–	–	–	–	–	–	–	–	–
Deposits - Bank		–	–	–	–	–	–	–	–	–
Deposits - Public Investment Commissioners		–	–	–	–	–	–	–	–	–
Deposits - Corporation for Public Deposits		–	–	–	–	–	–	–	–	–
Bankers Acceptance Certificates		–	–	–	–	–	–	–	–	–
Negotiable Certificates of Deposit - Banks		–	–	–	–	–	–	–	–	–
Guaranteed Endowment Policies (sinking)		–	–	–	–	–	–	–	–	–
Repurchase Agreements - Banks		–	–	–	–	–	–	–	–	–
Entities sub-total		–	–	–	–	–	–	–	–	–
Consolidated total:		**75 283**	**89 443**	**88 254**	**28 872**	**49 182**	**49 182**	**86 727**	**–**	**–**

Table 25 MBRR SA16 – Investment particulars by maturity

KZN271 Umhlabuyalingana - Supporting Table SA16 Investment particulars by maturity

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Name of institution & investment ID	1	Yrs/Months												
Parent municipality														
First National Bank		12 months	Call account	Yes	Fixed	4,0%			30 June 2025	2 303	92			2 395
Standard Bank		12 months	32 Days notice	Yes	Fixed	4,0%			30 June 2025	25	1			26
First National Bank		12 months	Money market	Yes	Fixed	6			30 June 2025	6 454	387			6 841
First National Bank		12 months	Money market	Yes	Fixed	4,0%			30 June 2025	1 578	63			1 641
First National Bank		12 months	Call account	Yes	Fixed	5,0%			30 June 2025	2 387	119			2 506
First National Bank		12 months	Fixed maturity notice	Yes	Fixed	4,0%			30 June 2025	9 281	371			9 652
Ned Bank		12 months	7 Days notice	Yes	Fixed	8,5%			30 June 2025	26 844	1 342			28 186
Municipality sub-total										48 872		–	–	51 248
Entities														
														–
														–
														–
														–
														–
														–
Entities sub-total										–		–	–	–
TOTAL INVESTMENTS AND INTEREST	1									48 872		–	–	51 248

2.6.2 Medium-term outlook : capital revenue

Table 26 MBRR SA17 – Detail of borrowings

KZN271 Umhlabuyalingana - Supporting Table SA17 Borrowing

Borrowing - Categorised by type	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Parent municipality										
Annuity and Bullet Loans		–	–	–	–	–	–	–	–	–
Long-Term Loans (non-annuity)		–	–	–	–	–	–	–	–	–
Local registered stock		–	–	–	–	–	–	–	–	–
Instalment Credit		–	–	–	–	–	–	–	–	–
Financial Leases		–	–	–	–	–	–	–	–	–
PPP liabilities		–	–	–	–	–	–	–	–	–
Finance Granted By Cap Equipment Supplier		–	–	–	–	–	–	–	–	–
Marketable Bonds		–	–	–	–	–	–	–	–	–
Non-Marketable Bonds		–	–	–	–	–	–	–	–	–
Bankers Acceptances		(16)	(16)	(16)	–	–	–	–	–	–
Financial derivatives		–	–	–	–	–	–	–	–	–
Other Securities		–	–	–	–	–	–	–	–	–
Municipality sub-total	1	**(16)**	**(16)**	**(16)**	**–**	**–**	**–**	**–**	**–**	**–**
Entities										
Annuity and Bullet Loans		–	–	–	–	–	–	–	–	–
Long-Term Loans (non-annuity)		–	–	–	–	–	–	–	–	–
Local registered stock		–	–	–	–	–	–	–	–	–
Instalment Credit		–	–	–	–	–	–	–	–	–
Financial Leases		–	–	–	–	–	–	–	–	–
PPP liabilities		–	–	–	–	–	–	–	–	–
Finance Granted By Cap Equipment Supplier		–	–	–	–	–	–	–	–	–
Marketable Bonds		–	–	–	–	–	–	–	–	–
Non-Marketable Bonds		–	–	–	–	–	–	–	–	–
Bankers Acceptances		–	–	–	–	–	–	–	–	–
Financial derivatives		–	–	–	–	–	–	–	–	–
Other Securities		–	–	–	–	–	–	–	–	–
Entities sub-total	1	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Borrowing	1	**(16)**	**(16)**	**(16)**	**–**	**–**	**–**	**–**	**–**	**–**

Unspent Borrowing - Categorised by type										
Parent municipality										
Long-Term Loans (annuity/reducing balance)		–	–	–	–	–	–	–	–	–
Long-Term Loans (non-annuity)		–	–	–	–	–	–	–	–	–
Local registered stock		–	–	–	–	–	–	–	–	–
Instalment Credit		–	–	–	–	–	–	–	–	–
Financial Leases		–	–	–	–	–	–	–	–	–
PPP liabilities		–	–	–	–	–	–	–	–	–
Finance Granted By Cap Equipment Supplier		–	–	–	–	–	–	–	–	–
Marketable Bonds		–	–	–	–	–	–	–	–	–
Non-Marketable Bonds		–	–	–	–	–	–	–	–	–
Bankers Acceptances		–	–	–	–	–	–	–	–	–
Financial derivatives		–	–	–	–	–	–	–	–	–
Other Securities		–	–	–	–	–	–	–	–	–
Municipality sub-total	1	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Entities										
Long-Term Loans (annuity/reducing balance)		–	–	–	–	–	–	–	–	–
Long-Term Loans (non-annuity)		–	–	–	–	–	–	–	–	–
Local registered stock		–	–	–	–	–	–	–	–	–
Instalment Credit		–	–	–	–	–	–	–	–	–
Financial Leases		–	–	–	–	–	–	–	–	–
PPP liabilities		–	–	–	–	–	–	–	–	–
Finance Granted By Cap Equipment Supplier		–	–	–	–	–	–	–	–	–
Marketable Bonds		–	–	–	–	–	–	–	–	–
Non-Marketable Bonds		–	–	–	–	–	–	–	–	–
Bankers Acceptances		–	–	–	–	–	–	–	–	–
Financial derivatives		–	–	–	–	–	–	–	–	–
Other Securities		–	–	–	–	–	–	–	–	–
Entities sub-total	1	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Unspent Borrowing	1	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**

The above table is blank because the municipality does not have any borrowings

Table 27 MBRR SA18 – Capital transfers and grant receipts

KZN271 Umhlabuyalingana - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		**191 998**	**217 451**	**234 038**	**248 084**	**247 993**	**247 993**	**247 552**	**246 911**	**256 741**
EPWP Incentive	_	1 759	1 975	2 037	2 452	2 452	2 452	2 336	2 500	2 610
Finance Management	_	1 950	1 950	1 950	1 800	1 800	1 800	1 900	2 200	2 300
Local Government Equitable Share	_	188 289	213 526	230 051	242 421	242 421	242 421	241 779	240 607	251 480
Municipal Infrastructure Grant	_	–	–	–	1 411	1 320	1 320	1 537	1 604	351
Other transfers/grants [insert description]										
Provincial Government:		**4 677**	**5 019**	**4 019**	**3 062**	**3 062**	**3 062**	**2 406**	**3 062**	**2 563**
KwaZulu-Natal_Capacity Building and Other_Specif	_	4 515	4 857	3 857	3 062	3 062	3 062	2 406	3 062	2 563
KwaZulu-Natal_Infrastructure_Specify (Add grant de	_	162	162	162	–	–	–	–	–	–
Other transfers/grants [insert description]										
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Total Operating Transfers and Grants	5	**196 675**	**222 471**	**238 057**	**251 146**	**251 055**	**251 055**	**249 958**	**249 973**	**259 304**
Capital Transfers and Grants										
National Government:		**48 060**	**46 229**	**71 349**	**39 130**	**39 221**	**39 221**	**44 096**	**46 115**	**47 783**
Municipal Infrastructure Grant (MIG)	_	36 754	39 523	45 883	39 130	39 221	39 221	44 096	46 115	47 783
Integrated National Electrification Programme Gran	_	11 306	6 706	25 466	–	–	–	–	–	–
Other capital transfers/grants [insert desc]										
Provincial Government:		**3 907**	**5 407**	**5 407**	**–**	**–**	**–**	**–**	**–**	**–**
KwaZulu-Natal_Capacity Building and Other_Capacity Building and Other_RECEIPTS	_	3 907	5 407	5 407	–	–	–	–	–	–
KwaZulu-Natal_Infrastructure_Infrastructure_RECEIPTS	_	–	2 500	–	–	–	–	–	–	–
KwaZulu-Natal_Infrastructure_Infrastructure_RECEIPTS	_	–	2 500	–	–	–	–	–	–	–
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Total Capital Transfers and Grants	5	**51 967**	**51 636**	**76 756**	**39 130**	**39 221**	**39 221**	**44 096**	**46 115**	**47 783**
TOTAL RECEIPTS OF TRANSFERS & GRANTS		**248 643**	**274 107**	**314 814**	**290 276**	**290 276**	**290 276**	**294 054**	**296 088**	**307 087**

The table above indicate the capital transfers and grants received in 2025/2026 financial year.

2.6.3 Cash flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understanding of councilors and management. It includes :

- Clear separation of receipts and payments within each cash flow category/
- Clear separation of capital and operating receipts from government

- Separation of borrowings and loan agreements to assist with MFMA compliance assessment regarding the use of long term borrowing

Table 28 MBRR Table A7 – Budgeted Cash Flows

KZN271 Umhlabuyalingana - Table A7 Budgeted Cash Flows

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		17 736	15 952	18 193	20 168	20 739	20 739	8 162	17 598	19 186	20 185
Service charges		640	797	401	306	400	400	338	412	590	604
Other revenue		302 190	283 474	334 450	3 749	17 908	17 908	230 543	17 840	15 276	15 924
Transfers and Subsidies - Operational	1	8 124	7 758	6 820	264 679	251 055	251 055	7 314	249 958	249 973	259 304
Transfers and Subsidies - Capital	1	50 354	52 523	75 143	39 130	39 221	39 221	35 791	44 096	46 115	47 783
Interest		2 681	12 632	34 546	5 200	12 957	12 957	67 715	12 957	13 540	13 879
Dividends		–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees		241 334	317 316	383 505	(288 471)	(338 961)	(338 961)	(245 022)	(253 914)	(259 812)	(268 521)
Interest		–	–	–	(6)	(66)	(66)	–	(5)	(5)	(6)
Transfers and Subsidies	1	–	–	–	(11 840)	(13 960)	(13 960)	–	(11 779)	(11 375)	(11 643)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**623 059**	**690 451**	**853 059**	**32 915**	**(10 707)**	**(10 707)**	**104 842**	**77 163**	**73 487**	**77 509**
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–
Payments											
Capital assets		–	–	(45 430)	(47 778)	(72 931)	(72 931)	23 234	(44 396)	(46 115)	(47 783)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**–**	**(45 430)**	**(47 778)**	**(72 931)**	**(72 931)**	**23 234**	**(44 396)**	**(46 115)**	**(47 783)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits									–	–	–
Payments											
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**623 059**	**690 451**	**807 629**	**(14 863)**	**(83 638)**	**(83 638)**	**128 076**	**32 767**	**27 372**	**29 726**
Cash/cash equivalents at the year begin:	2	84 049	102 350	103 026	214 425	98 944	98 944	98 745	**180 568**	**213 334**	**240 706**
Cash/cash equivalents at the year end:	2	**707 108**	**792 801**	**910 655**	**199 563**	**15 306**	**15 306**	**226 822**	**213 334**	**240 706**	**270 433**

Table 29 MBRR Table SA30 –Budgeted monthly cash flow

KZN271 Umhlabuyalingana - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash Receipts By Source															
Property rates	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 466	17 598	19 186	20 185
Service charges - electricity revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - water revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	34	34	34	34	34	34	34	34	34	34	34	34	412	590	604
Rental of facilities and equipment	23	23	23	23	23	23	23	23	23	23	23	23	276	584	599
Interest earned - external investments	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	12 957	13 540	13 879
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	21	21	21	21	21	21	21	21	21	21	21	21	247	1 616	1 656
Licences and permits	205	205	205	205	205	205	205	205	205	205	205	205	2 466	2 577	2 641
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and Subsidies - Operational	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	249 958	249 973	259 304
Other revenue	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	14 852	10 499	11 028
Cash Receipts by Source	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**298 765**	**298 565**	**309 896**
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	44 096	46 115	47 783
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
VAT Control (receipts)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**342 861**	**344 680**	**357 679**
Cash Payments by Type															
Employee related costs	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	113 203	117 957	122 103
Remuneration of councillors	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	17 363	18 276	19 137
Interest	0	0	0	0	0	0	0	0	0	0	0	0	5	5	6
Bulk purchases - electricity	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Acquisitions - water & other inventory	200	200	200	200	200	200	200	200	200	200	200	200	2 402	3 680	4 025
Contracted services	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	74 684	72 528	74 875
Transfers and subsidies - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - other	982	982	982	982	982	982	982	982	982	982	982	982	11 779	11 375	11 643
Other expenditure	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	46 262	47 371	48 380
Cash Payments by Type	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 141**	**265 698**	**271 193**	**280 170**
Other Cash Flows/Payments by Type															
Capital assets	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	44 396	46 115	47 783
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**310 095**	**317 308**	**327 953**
NET INCREASE/(DECREASE) IN CASH HELD	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**32 767**	**27 372**	**29 726**
Cash/cash equivalents at the month/year begin:	180 568	183 298	186 029	188 759	191 490	194 220	196 951	199 681	202 412	205 142	207 873	210 604	180 568	213 334	240 706
Cash/cash equivalents at the month/year end:	183 298	186 029	188 759	191 490	194 220	196 951	199 681	202 412	205 142	207 873	210 604	213 334	213 334	240 706	270 433

2.6.4 Cash-backed Reserves/Accumulated Surplus Reconciliation

The table below meets the requirements of MFMA circular 42 which deals with the funding of a municipal budget in accordance with Section 18 and 19 of the MFMA.

The table shows the predicted cash and cash investments that are available at the end of the budget year, how these funds are used and what is the net fund available or funding deficit?

Table 30 MBRR Table A8 – Cash-backed reserves/ accumulated surplus reconciliation

KZN271 Umhlabuyalingana - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash and investments available											
Cash/cash equivalents at the year end	1	707 108	792 801	910 655	199 563	15 306	15 306	226 822	213 334	240 706	270 433
Other current investments > 90 days		(604 666)	(684 548)	(811 711)	47 778	72 931	72 931	(102 586)	–	(213 334)	(240 706)
Non current Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		**102 442**	**108 253**	**98 944**	**247 340**	**88 237**	**88 237**	**124 236**	**213 334**	**27 372**	**29 726**
Application of cash and investments											
Unspent conditional transfers		31 010	34 403	32 472	1 986	1 986	1 986	36 809	1 986	–	–
Unspent borrowing											
Statutory requirements	2	2 824	(1 188)	782	(22 069)	(27 085)	(27 085)	(1 049)	(15 767)	(17 946)	(17 215)
Other working capital requirements	3	2 302	19 699	17 636	11 751	(95 603)	(95 603)	(6 119)	17 201	(3 886)	(5 484)
Other provisions		–	–	2 495	–	–	–	3 055	–	–	–
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5	–	–	–	–	–	–	–	–	–	–
Total Application of cash and investments:		**36 136**	**52 913**	**53 385**	**(8 332)**	**(120 701)**	**(120 701)**	**32 696**	**3 420**	**(21 831)**	**(22 700)**
Surplus(shortfall) - Excluding Non-Current Creditors Trf to D		**66 306**	**55 339**	**45 559**	**255 672**	**208 938**	**208 938**	**91 539**	**209 914**	**49 204**	**52 426**
Creditors transferred to Debt Relief - Non-Current portion		–	–	–	–	–	–	–	–	–	–
Surplus(shortfall) - Including Non-Current Creditors Trf to D		**66 306**	**55 339**	**45 559**	**255 672**	**208 938**	**208 938**	**91 539**	**209 914**	**49 204**	**52 426**

Unspent conditional grants reflected in the table above relates to old balances as per Annual Financial Statements that have not been spent.

2.6.5 Funding compliance measurement

The funding compliance measurement table essentially measures the degree to which the proposed budget complies with the funding requirements of the MFMA

Table 31 MBRR Table A10 –Basic service delivery measurement

KZN271 Umhlabuyalingana - Table A10 Basic service delivery measurement

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Household service targets	1									
Water:										
Piped water inside dwelling		628	628	628	628	628	628	635	635	–
Piped water inside yard (but not in dwelling)		11 694	11 694	11 694	11 694	11 694	11 694	11 800	11 800	–
Using public tap (at least min.service level)	2	1 118	1 118	1 118	1 118	1 118	1 118	1 120	1 120	–
Other water supply (at least min.service level)	4	–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total		13 440	13 440	13 440	13 440	13 440	13 440	13 555	13 555	–
Using public tap (< min.service level)	3	1 518	1 518	1 518	1 518	1 518	1 518	413	413	–
Other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–
No water supply		–	–	–	–	–	–	–	–	–
Below Minimum Service Level sub-total		1 518	1 518	1 518	1 518	1 518	1 518	413	413	–
Total number of households	5	**14 958**	**14 958**	**14 958**	**14 958**	**14 958**	**14 958**	**13 968**	**13 968**	**–**
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		5 872	5 872	5 872	5 872	5 872	5 872	5 880	5 880	–
Flush toilet (with septic tank)		–	–	–	–	–	–	–	–	–
Chemical toilet		–	–	–	–	–	–	–	–	–
Pit toilet (ventilated)		27 314	27 314	27 314	27 314	27 314	27 314	28 400	28 400	–
Other toilet provisions (> min.service level)		–	–	–	–	–	–	–	–	–
Minimum Service Level and Above sub-total		33 186	33 186	33 186	33 186	33 186	33 186	34 280	34 280	–
Bucket toilet		23	23	23	23	23	23	21	21	–
Other toilet provisions (< min.service level)		–	–	–	–	–	–	–	–	–
No toilet provisions		–	–	–	–	–	–	–	–	–
Below Minimum Service Level sub-total		23	23	23	23	23	23	21	21	–
Total number of households	5	**33 209**	**33 209**	**33 209**	**33 209**	**33 209**	**33 209**	**34 301**	**34 301**	**–**
Revenue cost of subsidised services provided (R'000)	9									
Property rates **(tariff adjustment)** (**impermissable values per section 17 of MPRA**)		–	–	–	–	–	–	–	–	–
Property rates exemptions, reductions and rebates **and impermissable values in excess of section 17 of MPRA)**		(0)	(0)	(0)	(7)	0	0	(640)	(668)	(685)
Water **(in excess of 6 kilolitres per indigent household per month)**		–	–	–	–	–	–	–	–	–
Sanitation **(in excess of free sanitation service to indigent households)**		–	–	–	–	–	–	–	–	–
Electricity/other energy **(in excess of 50 kwh per indigent household per month)**		–	–	–	–	–	–	–	–	–
Refuse **(in excess of one removal a week for indigent households)**		–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates		–	–	–	–	–	–	–	–	–
Housing - top structure subsidies	6	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–
Total revenue cost of subsidised services provided		**(0)**	**(0)**	**(0)**	**(7)**	**0**	**0**	**(640)**	**(668)**	**(685)**

2.7 Expenditure on grants and reconciliation of unspent funds

Table 32 MBRR Table SA 19 – Expenditure on transfers and grant programmes

KZN271 Umhlabuyalingana - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:		**191 998**	**217 451**	**234 038**	**(248 084)**	**(247 993)**	**(247 993)**	**(247 552)**	**(246 911)**	**(256 741)**
EPWP Incentive	_	1 759	1 975	2 037	(2 452)	(2 452)	(2 452)	(2 336)	(2 500)	(2 610)
Finance Management	_	1 950	1 950	1 950	(1 800)	(1 800)	(1 800)	(1 900)	(2 200)	(2 300)
Local Government Equitable Share	_	188 289	213 526	230 051	(242 421)	(242 421)	(242 421)	(241 779)	(240 607)	(251 480)
Municipal Infrastructure Grant	_	–	–	–	(1 411)	(1 320)	(1 320)	(1 537)	(1 604)	(351)
Other transfers/grants [insert description]										
Provincial Government:		**28 927**	**29 117**	**29 568**	**3 062**	**3 062**	**3 062**	**2 406**	**3 062**	**2 563**
KwaZulu-Natal	_	28 927	29 117	29 568	3 062	3 062	3 062	2 406	3 062	2 563
KwaZulu-Natal_Infrastructure_Specify (Add grant description)_Receipts										
Other transfers/grants [insert description]										
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Other grant providers:		**–**	**–**	**–**	**13 533**	**–**	**–**	**13 533**	**8 500**	**10 000**
Other Transfers Public Corporations	_	–	–	–	13 533	–	–	13 533	8 500	10 000
Total operating expenditure of Transfers and Grants:		**220 925**	**246 568**	**263 606**	**(231 489)**	**(244 931)**	**(244 931)**	**(231 613)**	**(235 349)**	**(244 178)**
Capital expenditure of Transfers and Grants										
National Government:		**(47 327)**	**(48 297)**	**(74 061)**	**39 130**	**–**	**–**	**44 096**	**46 115**	**47 783**
Integrated National Electrification Programme Gran	_	(10 302)	(6 297)	(23 038)	–	–	–	–	–	–
KwaZulu-Natal	_	(271)	(3 247)	(5 814)	–	–	–	–	–	–
Municipal Infrastructure Grant	_	(36 754)	(38 753)	(45 210)	39 130	–	–	44 096	46 115	47 783
Other capital transfers/grants [insert desc]										
Provincial Government:		**271**	**3 247**	**5 814**	**–**	**–**	**–**	**–**	**–**	**–**
KwaZulu-Natal	_	271	3 247	5 814	–	–	–	–	–	–
District Municipality:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Other grant providers:		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
[insert description]										
Total capital expenditure of Transfers and Grants		**(47 056)**	**(45 051)**	**(68 248)**	**39 130**	**–**	**–**	**44 096**	**46 115**	**47 783**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**173 869**	**201 517**	**195 358**	**(192 359)**	**(244 931)**	**(244 931)**	**(187 516)**	**(189 234)**	**(196 395)**

Table 33 MBRR Table SA20 – Reconciliation between transfers, grant receipts and unspent funds

KZN271 Umhlabuyalingana - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year										
Current year receipts		3 709	3 925	3 987	5 663	5 572	5 572	5 773	6 304	5 261
Repayment of grants										
Conditions met - transferred to revenue		**195 707**	**221 376**	**238 025**	**(242 421)**	**(242 421)**	**(242 421)**	**(241 779)**	**(240 607)**	**(251 480)**
Conditions still to be met - transferred to liabilities		(191 998)	(217 451)	(234 038)	248 084	247 993	247 993	247 552	246 911	256 741
Provincial Government:										
Balance unspent at beginning of the year										
Current year receipts		4 677	5 019	4 019	3 062	3 062	3 062	2 406	3 062	2 563
Conditions met - transferred to revenue		**33 605**	**34 136**	**33 587**	**6 124**	**6 124**	**6 124**	**4 812**	**6 124**	**5 126**
Conditions still to be met - transferred to liabilities		(28 927)	(29 117)	(29 568)	(3 062)	(3 062)	(3 062)	(2 406)	(3 062)	(2 563)
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Conditions still to be met - transferred to liabilities		–	–	–	–	–	–	–	–	–
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		**–**	**–**	**–**	**13 533**	**–**	**–**	**13 533**	**8 500**	**10 000**
Conditions still to be met - transferred to liabilities		–	–	–	(13 533)	–	–	(13 533)	(8 500)	(10 000)
Total operating transfers and grants revenue		**229 312**	**255 512**	**271 612**	**(222 764)**	**(236 297)**	**(236 297)**	**(223 434)**	**(225 983)**	**(236 354)**
Total operating transfers and grants - CTBM	2	**(220 925)**	**(246 568)**	**(263 606)**	**231 489**	**244 931**	**244 931**	**231 613**	**235 349**	**244 178**
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year										
Current year receipts		48 060	46 229	71 349	39 130	39 221	39 221	44 096	46 115	47 783
Conditions met - transferred to revenue		**95 387**	**94 527**	**145 410**	**–**	**39 221**	**39 221**	**–**	**–**	**–**
Conditions still to be met - transferred to liabilities		(47 327)	(48 297)	(74 061)	39 130	–	–	44 096	46 115	47 783
Provincial Government:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		**271**	**3 247**	**5 814**	**–**	**–**	**–**	**–**	**–**	**–**
Conditions still to be met - transferred to liabilities		(271)	(3 247)	(5 814)	–	–	–	–	–	–
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Conditions still to be met - transferred to liabilities		–	–	–	–	–	–	–	–	–
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts		51 967	51 636	76 756	39 130	39 221	39 221	44 096	46 115	47 783
Conditions met - transferred to revenue		**51 967**	**51 636**	**76 756**	**39 130**	**39 221**	**39 221**	**44 096**	**46 115**	**47 783**
Conditions still to be met - transferred to liabilities		–	–	–	–	–	–	–	–	–
Total capital transfers and grants revenue		**147 625**	**149 410**	**227 980**	**39 130**	**78 442**	**78 442**	**44 096**	**46 115**	**47 783**
Total capital transfers and grants - CTBM	2	**(47 597)**	**(51 544)**	**(79 875)**	**39 130**	**–**	**–**	**44 096**	**46 115**	**47 783**
TOTAL TRANSFERS AND GRANTS REVENUE		**376 937**	**404 922**	**499 592**	**(183 634)**	**(157 855)**	**(157 855)**	**(179 338)**	**(179 868)**	**(188 571)**
TOTAL TRANSFERS AND GRANTS - CTBM		**(268 523)**	**(298 112)**	**(343 480)**	**270 619**	**244 931**	**244 931**	**275 709**	**281 464**	**291 961**

Table 34 MBRR Table SA 21 Transfers and grants made by the municipality

KZN271 Umhlabuyalingana - Supporting Table SA21 Transfers and grants made by the municipality

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2025/26	Budget Year +1 2026/27	
Cash Transfers to other municipalities											
Insert description	1	–	–	–	–	–	–	–	–	–	-
		–	–	–	–	–	–	–	–	–	-
		–	–	–	–	–	–	–	–	–	
Total Cash Transfers To Municipalities:		–	–	–	–	–	–	–	–	–	
Cash Transfers to Entities/Other External Mechanisms											
Insert description	2	–	–	–	1 100	700	700	–	1 000	1 044	1 07
		–	–	–	–	–	–	–	–	–	-
		–	–	–	–	–	–	–	–	–	
Total Cash Transfers To Entities/Ems'		–	–	–	1 100	700	700	–	1 000	1 044	
Cash Transfers to other Organs of State											
Insert description	3	–	–	–	–	–	–	–	–	–	-
		–	–	–	–	–	–	–	–	–	-
		–	–	–	–	–	–	–	–	–	
Total Cash Transfers To Other Organs Of State:		–	–	–	–	–	–	–	–	–	
Cash Transfers to Organisations											
Insert description		–	493	357	–	–	–	–	1 000	949	97
		–	–	–	–	–	–	–	–	–	-
Total Cash Transfers To Organisations		–	493	357	–	–	–	–	1 000	949	
Cash Transfers to Groups of Individuals											
Insert description		16 125	17 460	20 770	10 740	12 860	12 860	10 869	9 838	10 331	10 57
		–	–	–	–	–	–	–	–	–	-
Total Cash Transfers To Groups Of Individuals:		16 125	17 460	20 770	10 740	12 860	12 860	10 869	9 838	10 331	
TOTAL CASH TRANSFERS AND GRANTS	6	16 125	17 952	21 127	11 840	13 560	13 560	10 869	11 838	12 324	

The above table is indicating the grants in kind made by the municipality to communities as progammes donated to communities.

2.8 Councilor and employee benefits

Table 35 MBRR Table SA 22 – Summary of councilor and staff benefits

KZN271 Umhlabuyalingana - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
	1	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		–	–	10 242	11 101	11 101	11 101	11 612	12 156	12 821
Pension and UIF Contributions		–	–	–	–	–	–	–	–	–
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		–	–	–	–	–	–	–	–	–
Cellphone Allowance		–	–	2 068	1 948	1 948	1 948	1 880	1 974	2 083
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		–	–	3 414	3 700	3 700	3 700	3 871	4 146	4 234
Sub Total - Councillors		**–**	**–**	**15 724**	**16 750**	**16 750**	**16 750**	**17 363**	**18 276**	**19 137**
% increase	4		**–**	**–**	**6,5%**	**–**	**–**	**3,7%**	**5,3%**	**4,7%**
Senior Managers of the Municipality	2									
Basic Salaries and Wages		3 968	9 674	5 417	5 738	5 738	5 738	6 207	6 530	6 806
Pension and UIF Contributions		61	318	206	269	269	269	321	336	349
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		36	210	226	551	551	551	581	611	634
Motor Vehicle Allowance	3	661	628	828	828	828	828	828	1 040	1 081
Cellphone Allowance	3	115	102	133	133	133	133	140	147	153
Housing Allowances	3	430	360	437	574	574	574	489	513	534
Other benefits and allowances	3	0	73	(72)	1	1	1	1	1	1
Payments in lieu of leave		–	–	–	473	473	473	519	545	566
Long service awards		–	–	–	–	–	–	568	598	621
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		–	41	–	–	–	–	–	–	–
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		**5 272**	**11 408**	**7 177**	**8 568**	**8 568**	**8 568**	**9 654**	**10 322**	**10 745**
% increase	4		**116,4%**	**(37,1%)**	**19,4%**	**–**	**–**	**12,7%**	**6,9%**	**4,1%**
Other Municipal Staff										
Basic Salaries and Wages		46 576	43 862	55 757	61 487	61 487	61 487	69 618	71 106	73 493
Pension and UIF Contributions		6 337	6 830	8 509	10 404	10 404	10 404	10 490	11 040	11 454
Medical Aid Contributions		2 568	2 826	3 119	3 366	3 366	3 366	5 237	5 512	5 719
Overtime		1 968	1 736	1 504	2 034	2 034	2 034	2 102	2 212	2 295
Performance Bonus		3 228	3 322	3 744	4 167	4 167	4 167	4 354	4 582	4 754
Motor Vehicle Allowance	3	3 654	3 948	4 167	4 369	4 369	4 369	4 266	5 305	5 504
Cellphone Allowance	3	956	1 068	1 281	1 325	1 325	1 325	1 056	1 111	1 153
Housing Allowances	3	123	251	315	230	230	230	211	222	230
Other benefits and allowances	3	1 628	1 247	1 424	1 579	1 579	1 579	1 281	1 348	1 399
Payments in lieu of leave		667	(479)	685	4 544	4 544	4 544	5 227	5 501	5 707
Long service awards		734	432	479	435	435	435	118	124	129
Post-retirement benefit obligations	6	43	–	–	–	–	–	–	–	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		195	142	59	–	–	–	–	–	–
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		**68 678**	**65 185**	**81 041**	**93 938**	**93 938**	**93 938**	**103 958**	**108 064**	**111 836**
% increase	4		**(5,1%)**	**24,3%**	**15,9%**	**–**	**–**	**10,7%**	**3,9%**	**3,5%**
Total Parent Municipality		**73 950**	**76 593**	**103 942**	**119 256**	**119 256**	**119 256**	**130 975**	**136 662**	**141 718**
			3,6%	**35,7%**	**14,7%**	**–**	**–**	**9,8%**	**4,3%**	**3,7%**
TOTAL SALARY, ALLOWANCES & BENEFITS		**73 950**	**76 593**	**103 942**	**119 256**	**119 256**	**119 256**	**130 975**	**136 662**	**141 718**
% increase	4		**3,6%**	**35,7%**	**14,7%**	**–**	**–**	**9,8%**	**4,3%**	**3,7%**
TOTAL MANAGERS AND STAFF	5,7	**73 950**	**76 593**	**88 218**	**102 506**	**102 506**	**102 506**	**113 612**	**118 386**	**122 581**

A provision of 5,15% increase on employee related costs , including senior managers or S57 employees and councilors allowances has been made in 2025/2026 financial year

Table 36 MBRR Table SA24 – Summary of personnel numbers

KZN271 Umhlabuyalingana - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers	Ref	2023/24			Current Year 2024/25			Budget Year 2025/26		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities										
Councillors (Political Office Bearers plus Other Councillors)		39	–	39	–	–	39	–	39	–
Board Members of municipal entities	4	–	–	–	–	–	–	–	–	–
Municipal employees	5	–	–	–	–	–	–	–	–	–
Municipal Manager and Senior Managers	3	5	1	4	4	–	4	1	4	–
Other Managers	7	23	23	–	23	23	–	22	–	–
Professionals		*26*	*26*	–	*29*	*29*	–	*32*	–	–
Finance		7	7	–	6	6	–	6	–	–
Spatial/town planning		1	1	–	1	1	–	1	–	–
Information Technology		2	2	–	1	1	–	2	–	–
Roads		–	–	–	1	1	–	1	–	–
Electricity		–	–	–	1	1	–	1	–	–
Water		–	–	–	–	–	–	–	–	–
Sanitation		–	–	–	–	–	–	–	–	–
Refuse		–	–	–	1	1	–	1	–	–
Other		16	16	–	18	18	–	20	–	–
Technicians		*2*	*2*	–	*5*	*5*	–	*4*	–	–
Finance		–	–	–	–	–	–	–	–	–
Spatial/town planning		1	1	–	–	–	–	–	–	–
Information Technology		1	1	–	2	2	–	1	–	–
Roads		–	–	–	–	–	–	–	–	–
Electricity		–	–	–	1	1	–	1	–	–
Water		–	–	–	–	–	–	–	–	–
Sanitation		–	–	–	–	–	–	–	–	–
Refuse		–	–	–	–	–	–	–	–	–
Other		–	–	–	2	2	–	2	–	–
Clerks (Clerical and administrative)		11	11	–	47	36	11	37	12	–
Service and sales workers		–	–	–	18	18	–	18	–	–
Skilled agricultural and fishery workers		–	–	–	–	–	–	–	–	–
Craft and related trades		–	–	–	–	–	–	–	–	–
Plant and Machine Operators		5	5	–	11	11	–	11	–	–
Elementary Occupations		–	–	–	31	31	–	–	–	–
TOTAL PERSONNEL NUMBERS	9	**111**	**68**	**43**	**168**	**153**	**54**	**125**	**55**	**–**
% increase					51,4%	125,0%	25,6%	(25,6%)	(64,1%)	(100,0%)
Total municipal employees headcount	6, 10	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Finance personnel headcount	8, 10	**439**	**169**	**270**	**23**	**23**	**–**	**–**	**23**	**–**
Human Resources personnel headcount	8, 10	**–**	**–**	**–**	**3**	**3**	**–**	**3**	**–**	**–**

2.9 Monthly targets for revenue, expenditure and cash flow

Table 37 MBRR Table SA 25 – Budgeted monthly revenue and expenditure

KZN271 Umhlabuyalingana - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue																
Exchange Revenue																
Service charges - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Water Management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Management		41	41	41	41	41	41	41	41	41	41	41	41	491	513	526
Sale of Goods and Rendering of Services		1 038	1 038	1 038	1 038	1 038	1 038	1 038	1 038	1 038	1 038	1 038	1 038	12 457	8 764	8 983
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest earned from Receivables		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Interest earned from Current and Non Current Assets		1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	12 957	13 540	13 879
Dividends		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rent on Land		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Rental from Fixed Assets		41	41	41	41	41	41	41	41	41	41	41	41	486	508	521
Licence and permits		179	179	179	179	179	179	179	179	179	179	179	179	2 144	2 241	2 297
Special rating levies		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Operational Revenue		24	24	24	24	24	24	24	24	24	24	24	24	290	173	443
Non-Exchange Revenue																
Property rates		2 358	2 358	2 358	2 358	2 358	2 358	2 358	2 358	2 358	2 358	2 358	2 358	28 298	29 401	30 311
Surcharges and Taxes		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		129	129	129	129	129	129	129	129	129	129	129	129	1 546	1 616	1 656
Licences or permits		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfer and subsidies - Operational		20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	249 958	249 973	259 304
Interest		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fuel Levy		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Gains		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contrib		**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**25 719**	**308 626**	**306 729**	**317 919**
Expenditure																
Employee related costs		9 468	9 468	9 468	9 468	9 468	9 468	9 468	9 468	9 468	9 468	9 468	9 468	113 612	118 386	122 581
Remuneration of councillors		1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	17 363	18 276	19 137
Bulk purchases - electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Inventory consumed		172	172	172	172	172	172	172	172	172	172	172	172	2 062	2 845	2 916
Debt impairment		788	788	788	788	788	788	788	788	788	788	788	788	9 460	6 590	6 754
Depreciation and amortisation		3 138	3 138	3 138	3 138	3 138	3 138	3 138	3 138	3 138	3 138	3 138	3 138	37 654	38 733	39 488
Interest		83	83	83	83	83	83	83	83	83	83	83	83	995	904	927
Contracted services		5 940	5 940	5 940	5 940	5 940	5 940	5 940	5 940	5 940	5 940	5 940	5 940	71 279	66 108	67 992
Transfers and subsidies		987	987	987	987	987	987	987	987	987	987	987	987	11 838	12 324	12 615
Irrecoverable debts written off		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Operational costs		3 568	3 568	3 568	3 568	3 568	3 568	3 568	3 568	3 568	3 568	3 568	3 568	42 816	43 779	44 755
Losses on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Losses		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure		**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**307 079**	**307 944**	**317 166**
Surplus/(Deficit)		**129**	**129**	**129**	**129**	**129**	**129**	**129**	**129**	**129**	**129**	**129**	**129**	**1 547**	**(1 216)**	**753**
Transfers and subsidies - capital (monetary allocations)		3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	44 096	46 115	47 783
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**
Income Tax		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax		**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	1	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**

Table 38 MBRR – Table 26 – Budgeted Monthly income and expenditure revenue (municipal vote)

KZN271 Umhlabuyalingana - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue by Vote																
Vote 1 - Finance and Admin		23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	285 430	286 266	298 500
Vote 2 - Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 3 - Community and social services		216	216	216	216	216	216	216	216	216	216	216	216	2 594	3 259	2 765
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		41	41	41	41	41	41	41	41	41	41	41	41	491	513	526
Vote 6 - Energy Sources		1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	12 391	8 696	8 913
Vote 7 - Planning and Development		326	326	326	326	326	326	326	326	326	326	326	326	3 914	4 147	3 005
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Roads		3 803	3 803	3 803	3 803	3 803	3 803	3 803	3 803	3 803	3 803	3 803	3 803	45 635	47 723	49 431
Vote 10 - Sport and Recreation		185	185	185	185	185	185	185	185	185	185	185	185	2 221	2 191	2 512
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue by Vote		**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**29 390**	**352 675**	**352 794**	**365 651**
Expenditure by Vote to be appropriated																
Vote 1 - Finance and Admin		9 134	9 134	9 134	9 134	9 134	9 134	9 134	9 134	9 134	9 134	9 134	9 134	109 612	109 312	110 420
Vote 2 - Executive and council		3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	47 978	50 313	52 364
Vote 3 - Community and social services		4 025	4 025	4 025	4 025	4 025	4 025	4 025	4 025	4 025	4 025	4 025	4 025	48 298	50 697	51 960
Vote 4 - Internal Audit		248	248	248	248	248	248	248	248	248	248	248	248	2 970	1 877	2 685
Vote 5 - Waste Management		184	184	184	184	184	184	184	184	184	184	184	184	2 205	2 169	2 224
Vote 6 - Energy Sources		1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	12 763	8 696	10 020
Vote 7 - Planning and Development		2 121	2 121	2 121	2 121	2 121	2 121	2 121	2 121	2 121	2 121	2 121	2 121	25 457	31 590	32 947
Vote 8 - Public Safety		14	14	14	14	14	14	14	14	14	14	14	14	174	182	186
Vote 9 - Roads		2 989	2 989	2 989	2 989	2 989	2 989	2 989	2 989	2 989	2 989	2 989	2 989	35 863	36 860	37 569
Vote 10 - Sport and Recreation		1 722	1 722	1 722	1 722	1 722	1 722	1 722	1 722	1 722	1 722	1 722	1 722	20 659	15 048	15 562
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure by Vote		**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**25 498**	**305 979**	**306 744**	**315 936**
Surplus/(Deficit) before assoc.		**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**46 696**	**46 049**	**49 715**
Income Tax		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**3 891**	**46 696**	**46 049**	**49 715**

Table 39 MBRR Table SA27 – Budgeted Income and expenditure (standard classification)

KZN271 Umhlabuyalingana - Supporting Table SA27 Budg 0

Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue - Functional																
Governance and administration		**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**23 786**	**285 430**	**286 266**	**298 500**
Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance and administration		23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	23 786	285 430	286 266	298 500
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Community and public safety		**216**	**216**	**216**	**216**	**216**	**216**	**216**	**216**	**216**	**216**	**216**	**216**	**2 594**	**3 259**	**2 765**
Community and social services		216	216	216	216	216	216	216	216	216	216	216	216	2 594	3 259	2 765
Sport and recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**4 314**	**51 769**	**54 061**	**54 948**
Planning and development		326	326	326	326	326	326	326	326	326	326	326	326	3 914	4 147	3 005
Road transport		3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	47 855	49 913	51 943
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**1 073**	**12 882**	**9 208**	**9 439**
Energy sources		1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	1 033	12 391	8 696	8 913
Water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		41	41	41	41	41	41	41	41	41	41	41	41	491	513	526
Other		**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**48**	**50**	**51**
Total Revenue - Functional		**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**29 394**	**352 723**	**352 844**	**365 702**
Expenditure - Functional																
Governance and administration		**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**13 397**	**160 761**	**161 711**	**165 687**
Executive and council		3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	3 998	47 978	50 313	52 364
Finance and administration		9 151	9 151	9 151	9 151	9 151	9 151	9 151	9 151	9 151	9 151	9 151	9 151	109 812	109 521	110 638
Internal audit		248	248	248	248	248	248	248	248	248	248	248	248	2 970	1 877	2 685
Community and public safety		**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**4 282**	**51 388**	**53 978**	**55 312**
Community and social services		4 238	4 238	4 238	4 238	4 238	4 238	4 238	4 238	4 238	4 238	4 238	4 238	50 852	53 396	54 716
Sport and recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Public safety		28	28	28	28	28	28	28	28	28	28	28	28	335	372	381
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		17	17	17	17	17	17	17	17	17	17	17	17	201	210	216
Economic and environmental services		**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**6 664**	**79 963**	**81 390**	**83 924**
Planning and development		2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	32 884	32 735	34 134
Road transport		3 923	3 923	3 923	3 923	3 923	3 923	3 923	3 923	3 923	3 923	3 923	3 923	47 079	48 655	49 789
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**1 247**	**14 968**	**10 865**	**12 243**
Energy sources		1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	1 064	12 763	8 696	10 020
Water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		184	184	184	184	184	184	184	184	184	184	184	184	2 205	2 169	2 224
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional		**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**25 590**	**307 079**	**307 944**	**317 166**
Surplus/(Deficit) before assoc.		**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**3 804**	**45 644**	**44 899**	**48 536**

Table 39 MBRR Table SA28 – Budgeted Income and expenditure (standard classification)

KZN271 Umhlabuyalingana - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Multi-year expenditure *to be appropriated*	1															
Vote 1 - Finance and Admin		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 3 - Community and social services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Energy Sources		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 7 - Planning and Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Roads		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 10 - Sport and Recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	2	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Single-year expenditure *to be appropriated*																
Vote 1 - Finance and Admin		22	22	22	22	22	22	22	22	22	22	22	22	261	–	–
Vote 2 - Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 3 - Community and social services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 4 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Waste Management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Energy Sources		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 7 - Planning and Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Roads		3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	38 345	40 100	41 551
Vote 10 - Sport and Recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total	2	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	38 606	40 100	41 551
Total Capital Expenditure	2	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	38 606	40 100	41 551

Table 39 MBRR Table SA29 – Budgeted monthly capital expenditure (functional classification)

KZN271 Umhlabuyalingana - Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)

Description	Ref	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Capital Expenditure - Functional	1															
Governance and administration		22	22	22	22	22	22	22	22	22	22	22	22	261	–	–
Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance and administration		22	22	22	22	22	22	22	22	22	22	22	22	261	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Community and public safety		326	326	326	326	326	326	326	326	326	326	326	326	3 913	–	–
Community and social services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Sport and recreation		326	326	326	326	326	326	326	326	326	326	326	326	3 913	–	–
Public safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	34 432	40 100	41 551
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	2 869	34 432	40 100	41 551
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Energy sources		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	2	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	38 606	40 100	41 551
Funded by:																
National Government		3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	38 345	35 153	38 609
Provincial Government		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital		3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	3 195	38 345	35 153	38 609
Borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Internally generated funds		22	22	22	22	22	22	22	22	22	22	22	22	261	4 947	2 942
Total Capital Funding		3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	3 217	38 606	40 100	41 551

Table 40 MBR SA 30 – Budgeted monthly cash flow

KZN271 Umhlabuyalingana - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Cash Receipts By Source															
Property rates	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 467	1 466	17 598	19 186	20 185
Service charges - electricity revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - water revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	34	34	34	34	34	34	34	34	34	34	34	34	412	590	604
Rental of facilities and equipment	23	23	23	23	23	23	23	23	23	23	23	23	276	584	599
Interest earned - external investments	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	1 080	12 957	13 540	13 879
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	21	21	21	21	21	21	21	21	21	21	21	21	247	1 616	1 656
Licences and permits	205	205	205	205	205	205	205	205	205	205	205	205	2 466	2 577	2 641
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and Subsidies - Operational	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	20 830	249 958	249 973	259 304
Other revenue	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	1 238	14 852	10 499	11 028
Cash Receipts by Source	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**24 897**	**298 765**	**298 565**	**309 896**
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	3 675	44 096	46 115	47 783
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
VAT Control (receipts)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**28 572**	**342 861**	**344 680**	**357 679**
Cash Payments by Type															
Employee related costs	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	9 434	113 203	117 957	122 103
Remuneration of councillors	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	1 447	17 363	18 276	19 137
Interest	0	0	0	0	0	0	0	0	0	0	0	0	5	5	6
Bulk purchases - electricity	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Acquisitions - water & other inventory	200	200	200	200	200	200	200	200	200	200	200	200	2 402	3 680	4 025
Contracted services	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	6 224	74 684	72 528	74 875
Transfers and subsidies - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - other	982	982	982	982	982	982	982	982	982	982	982	982	11 779	11 375	11 643
Other expenditure	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	3 855	46 262	47 371	48 380
Cash Payments by Type	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 142**	**22 141**	**265 698**	**271 193**	**280 170**
Other Cash Flows/Payments by Type															
Capital assets	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	3 700	44 396	46 115	47 783
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**25 841**	**310 095**	**317 308**	**327 953**
NET INCREASE/(DECREASE) IN CASH HELD	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**2 731**	**32 767**	**27 372**	**29 726**
Cash/cash equivalents at the month/year begin:	180 568	183 298	186 029	188 759	191 490	194 220	196 951	199 681	202 412	205 142	207 873	210 604	180 568	213 334	240 706
Cash/cash equivalents at the month/year end:	183 298	186 029	188 759	191 490	194 220	196 951	199 681	202 412	205 142	207 873	210 604	213 334	213 334	240 706	270 433

2.10 SDBIP's – Internal departments

Departmental draft SDBIP's for 2025/2026 financial year are attached to this report as annexure D

2.11 Capital expenditure details

The tables below indicates the capital expenditure by asset class, repairs and maintenance expenditure by asset class, depreciation by asset class, future implication of capital budget and detailed capital budget.

Table 41 MBRR Table SA 34a – Capital expenditure on new assets by asset class

KZN271 Umhlabuyalingana - Supporting Table SA34a Capital expenditure on new assets by asset class

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		**84 378**	**116 103**	**112 903**	**35 850**	**44 888**	**44 888**	**34 432**	**40 100**	**41 551**
Roads Infrastructure		84 378	116 103	112 903	34 111	43 149	43 149	34 432	40 100	41 551
Roads		84 378	116 103	112 903	34 111	43 149	43 149	34 432	40 100	41 551
Electrical Infrastructure		–	–	–	174	174	174	–	–	–
Power Plants		–	–	–	–	–	–	–	–	–
HV Substations		–	–	–	–	–	–	–	–	–
HV Switching Station		–	–	–	–	–	–	–	–	–
HV Transmission Conductors		–	–	–	–	–	–	–	–	–
MV Substations		–	–	–	–	–	–	–	–	–
MV Switching Stations		–	–	–	–	–	–	–	–	–
MV Networks		–	–	–	–	–	–	–	–	–
LV Networks		–	–	–	174	174	174	–	–	–
Solid Waste Infrastructure		–	–	–	1 565	1 565	1 565	–	–	–
Landfill Sites		–	–	–	1 043	1 043	1 043	–	–	–
Waste Transfer Stations		–	–	–	–	–	–	–	–	–
Waste Processing Facilities		–	–	–	–	–	–	–	–	–
Waste Drop-off Points		–	–	–	522	522	522	–	–	–
Community Assets		**43 548**	**58 488**	**9 862**	**1 043**	**1 565**	**1 565**	**3 913**	**–**	**–**
Community Facilities		43 548	58 488	3 372	1 043	696	696	–	–	–
Halls		37 328	46 908	–	–	–	–	–	–	–
Centres		3 434	5 476	–	609	261	261	–	–	–
Public Open Space		–	–	484	435	435	435	–	–	–
Nature Reserves		–	–	–	–	–	–	–	–	–
Public Ablution Facilities		–	–	–	–	–	–	–	–	–
Markets		2 786	6 104	2 887	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	6 490	–	870	870	3 913	–	–
Indoor Facilities		–	–	–	–	–	–	–	–	–
Outdoor Facilities		–	–	6 490	–	870	870	3 913	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Computer Equipment		458	1 393	1 159	–	435	435	130	–	–
Computer Equipment		458	1 393	1 159	–	435	435	130	–	–
Furniture and Office Equipment		48	641	662	–	261	261	130	–	–
Furniture and Office Equipment		48	641	662	–	261	261	130	–	–
Machinery and Equipment		3 641	8 281	5 038	2 826	9 609	9 609	–	–	–
Machinery and Equipment		3 641	8 281	5 038	2 826	9 609	9 609	–	–	–
Transport Assets		784	1 426	5 043	870	1 297	1 297	–	–	–
Transport Assets		784	1 426	5 043	870	1 297	1 297	–	–	–
Total Capital Expenditure on new assets	1	**132 857**	**186 332**	**134 804**	**40 589**	**58 054**	**58 054**	**38 606**	**40 100**	**41 551**

Table 42 MBRR Table SA34c Repairs and maintenance expenditure by asset class

KZN271 Umhlabuyalingana - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		**5 219**	**7 997**	**16 726**	**8 384**	**7 909**	**7 909**	**8 000**	**8 360**	**8 569**
Roads Infrastructure		5 219	7 997	16 726	8 174	7 726	7 726	8 000	8 360	8 569
Roads		5 219	7 838	16 726	8 174	7 726	7 726	8 000	8 360	8 569
Road Structures		–	–	–	–	–	–	–	–	–
Road Furniture		–	160	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	210	183	183	–	–	–
Landfill Sites		–	–	–	210	183	183	–	–	–
Community Assets		**477**	**482**	**2 572**	**350**	**654**	**654**	**–**	**–**	**–**
Community Facilities		477	482	2 572	350	654	654	–	–	–
Halls		–	–	–	350	350	350	–	–	–
Parks		–	–	2 338	–	–	–	–	–	–
Public Open Space		–	–	–	–	–	–	–	–	–
Nature Reserves		–	–	–	–	–	–	–	–	–
Public Ablution Facilities		–	–	–	–	–	–	–	–	–
Markets		–	–	–	–	–	–	–	–	–
Stalls		–	–	–	–	–	–	–	–	–
Abattoirs		477	482	234	–	304	304	–	–	–
Other assets		**2 789**	**1 353**	**4 238**	**2 174**	**3 596**	**3 596**	**2 435**	**2 613**	**2 678**
Operational Buildings		2 789	1 353	4 238	2 174	3 596	3 596	2 435	2 613	2 678
Municipal Offices		2 789	1 353	4 238	2 174	3 596	3 596	2 435	2 613	2 678
Computer Equipment		36	155	229	140	245	245	130	136	140
Computer Equipment		36	155	229	140	245	245	130	136	140
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
Machinery and Equipment		7 927	10 847	470	696	391	391	741	836	857
Machinery and Equipment		7 927	10 847	470	696	391	391	741	836	857
Transport Assets		1	1 734	12 472	5 652	6 791	6 791	5 000	6 009	6 159
Transport Assets		1	1 734	12 472	5 652	6 791	6 791	5 000	6 009	6 159
Total Repairs and Maintenance Expenditure	1	**16 449**	**22 569**	**36 707**	**17 396**	**19 586**	**19 586**	**16 306**	**17 954**	**18 402**
R&M as a % of PPE & Investment Property		*4,8%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*	*0,0%*
R&M as % Operating Expenditure		*6,5%*	*8,2%*	*10,5%*	*6,0%*	*6,3%*	*6,3%*	*8,0%*	*5,8%*	*6,0%*

Table 43 MBRR Table SA34d – Depreciation by asset class

KZN271 Umhlabuyalingana - Supporting Table SA34d Depreciation by asset class

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Depreciation by Asset Class/Sub-class										
Infrastructure		**19 512**	**20 931**	**13 615**	**28 889**	**26 387**	**26 387**	**29 213**	**29 911**	**30 446**
Roads Infrastructure		18 836	20 857	13 451	27 722	25 220	25 220	28 166	28 817	29 325
Roads		18 836	20 857	13 451	27 539	25 037	25 037	27 863	28 500	29 000
Road Structures		–	–	–	183	183	183	303	317	325
Water Supply Infrastructure		–	–	–	303	303	303	183	191	196
Dams and Weirs		–	–	–	–	–	–	–	–	–
Boreholes		–	–	–	–	–	–	–	–	–
Reservoirs		–	–	–	–	–	–	–	–	–
Pump Stations		–	–	–	303	303	303	183	191	196
Solid Waste Infrastructure		677	74	164	864	864	864	864	903	926
Landfill Sites		617	22	–	494	494	494	494	516	529
Waste Transfer Stations		–	–	–	–	–	–	–	–	–
Waste Processing Facilities		59	52	164	370	370	370	370	387	397
Community Assets		**4 356**	**(84)**	**6 694**	**4 351**	**3 851**	**3 851**	**4 351**	**4 547**	**4 660**
Community Facilities		3 303	–	–	3 192	2 692	2 692	3 192	3 336	3 419
Halls		–	–	–	–	–	–	–	–	–
Centres		3 307	–	–	2 377	1 877	1 877	2 377	2 484	2 546
Crèches		–	–	–	36	36	36	36	38	38
Clinics/Care Centres		(4)	–	–	45	45	45	45	47	48
Fire/Ambulance Stations		–	–	–	–	–	–	–	–	–
Libraries		–	–	–	80	80	80	80	84	86
Cemeteries/Crematoria		–	–	–	–	–	–	–	–	–
Stalls		–	–	–	654	654	654	654	684	701
Abattoirs		–	–	–	–	–	–	–	–	–
Airports		–	–	–	–	–	–	–	–	–
Taxi Ranks/Bus Terminals		–	–	–	–	–	–	–	–	–
Capital Spares		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		1 054	(84)	6 694	1 159	1 159	1 159	1 159	1 211	1 241
Indoor Facilities		–	–	–	–	–	–	–	–	–
Outdoor Facilities		1 054	(84)	6 694	1 159	1 159	1 159	1 159	1 211	1 241
Capital Spares		–	–	–	–	–	–	–	–	–
Other assets		**1 299**	**1 486**	**1 539**	**1 281**	**1 281**	**1 281**	**1 281**	**1 339**	**1 373**
Operational Buildings		1 299	1 486	1 539	1 281	1 281	1 281	1 281	1 339	1 373
Municipal Offices		1 299	1 486	1 539	1 281	1 281	1 281	1 281	1 339	1 373
Pay/Enquiry Points		–	–	–	–	–	–	–	–	–
Other assets		**1 299**	**1 486**	**1 539**	**1 281**	**1 281**	**1 281**	**1 281**	**1 339**	**1 373**
Operational Buildings		1 299	1 486	1 539	1 281	1 281	1 281	1 281	1 339	1 373
Municipal Offices		1 299	1 486	1 539	1 281	1 281	1 281	1 281	1 339	1 373
Pay/Enquiry Points		–	–	–	–	–	–	–	–	–

Intangible Assets	80	78	108	324	324	324	–	–	–
Servitudes	–	–	–	–	–	–	–	–	–
Licences and Rights	80	78	108	324	324	324	–	–	–
Water Rights	–	–	–	–	–	–	–	–	–
Effluent Licenses	–	–	–	–	–	–	–	–	–
Solid Waste Licenses	–	–	–	–	–	–	–	–	–
Computer Software and Applications	80	78	108	324	324	324	–	–	–
Load Settlement Software Applications	–	–	–	–	–	–	–	–	–
Unspecified	–	–	–	–	–	–	–	–	–
Computer Equipment	458	434	634	599	599	599	599	626	642
Computer Equipment	458	434	634	599	599	599	599	626	642
Furniture and Office Equipment	122	147	370	203	203	203	203	212	218
Furniture and Office Equipment	122	147	370	203	203	203	203	212	218
Machinery and Equipment	1 214	1 049	1 670	1 191	1 191	1 191	1 191	1 244	1 275
Machinery and Equipment	1 214	1 049	1 670	1 191	1 191	1 191	1 191	1 244	1 275
Transport Assets	860	821	859	817	817	817	817	853	875
Transport Assets	860	821	859	817	817	817	817	853	875

Total Depreciation	1	**27 901**	**24 864**	**25 491**	**37 654**	**34 653**	**34 653**	**37 654**	**38 733**	**39 488**

Table 45 MBRR Table SA 36 – Detailed capital budget

KZN271 Umhlabuyalingana - Supporting Table SA36 Detailed capital budget

R thousand														2025/26 Medium Term Revenue & Expenditure Framework		
Function	Project Description	Project Number	Type	MTSF Service Outcome	IUDF	Own Strategic Objectives	Asset Class	Asset Sub-Class	Ward Location	GPS Longitude	GPS Latitude	Audited Outcome 2023/24	Current Year 2024/25 Full Year Forecast	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Parent municipality:																
List all capital projects grouped by Function																
028ec582-fa32-4462-bc8f-b90c38e453ae	Take on	4800000000000000	…	competitive and responsive economic infrastru	Growth	th financial reporting as outlined in	Solid Waste Infrastructure	Waste Drop-off Points	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	–	2 609	–	–	–
028ec582-fa32-4462-bc8f-b90c38e453ae	Waste Management	5000000000000000	…	ent, effective and development-oriented public	Growth	Solid waste removal	Machinery and Equipment	Machinery and Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	–	1 739	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	aintain and Updating of Fixed Asset Regis	6000000000000000	…	ent, effective and development-oriented public	Growth	cial reporting requirements as outli	Furniture and Office Equipment	Furniture and Office Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	–	1 304	652	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Municipal Building	1001000000000000	…	ent, effective and development-oriented public	Growth	o long term infrastructure developm	Operational Buildings	Municipal Offices	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	0	0	683	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	3001010000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	–	–	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	208	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	3001010000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	Operational Buildings	Municipal Offices	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	1 038	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	9000000000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	–	–	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	701	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	9000000000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	1 401	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	1014000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Community Facilities	Public Open Space	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	2 421	2 174	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	8000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Computer Equipment	Computer Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	5 627	2 174	652	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	8000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Furniture and Office Equipment	Furniture and Office Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	3 070	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	5000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Furniture and Office Equipment	Furniture and Office Equipment	83aee6cf-b940-4f39-8281-2be4cfc23cc4	1	1	208	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	6000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	1 135	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	6000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	–	39 130	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c9	Take on	5000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Transport Assets	Transport Assets	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	21 297	5 483	–	–	–
24184d52-0ad6-4caf-83da-d1d3059425b6	Take on	8000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Computer Equipment	Computer Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	130	–	–	–	–
24184d52-0ad6-4caf-83da-d1d3059425b6	Take on	6000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	17 371	–	–	–	–
35f914ad-b699-4a38-8904-69e6f0c9e51c	Take on	2002000000000000	…	A long and healthy life for all South Africans	Growth	th financial reporting as outlined in	Sport and Recreation Facilities	Outdoor Facilities	7e864813-36a2-4f83-9457-53080f78fe49	1	1	–	4 348	19 565	–	–
35f914ad-b699-4a38-8904-69e6f0c9e51c	Update Supplier Database	2002000000000000	…	A long and healthy life for all South Africans	Growth	MFMA, SCM regulations and related	Sport and Recreation Facilities	Outdoor Facilities	a80c49f5-3393-435a-94f8-5913a8b5446d	10000000	10000000	32 452	–	–	–	–
39643a95-c86d-4bfc-bca2-b4e17f63b624	Disaster relief	8000000000000000	…	ent, effective and development-oriented public	Growth	Disaster management	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	0	0	835	–	–	–	–
0e5c2fda-c78d-4faf-bd35-44dfb2f0b7f1	Update Supplier Database	6000000000000000	…	competitive and responsive economic infrastru	Growth	MFMA, SCM regulations and related	Electrical Infrastructure	LV Networks	f5fa2e3c-37d5-4178-bcb3-945cd912603c	10000000	10000000	–	870	–	–	–
67347f05-1b52-421f-a8ba-f67a772911ab	aintain and Updating of Fixed Asset Regis	6000000000000000	…	e, accountable, effective and efficient local go	Governance	cial reporting requirements as outli	Computer Equipment	Computer Equipment	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	39	–	–	–	–
6fe14a15-e164-42cb-a283-a6b0978523c5	Community Centres	1002000000000000	…	ent, effective and development-oriented public	Growth	access to community/public facilitie	Community Facilities	Centres	db244a82-fac4-4899-9764-e49d3850ba4f	0	0	–	1 304	–	–	–
8193f3e5-bf16-4f4d-8938-6ab01eaa337a	Jikijela Electrification	6000000000000000	…	e, accountable, effective and efficient local go	Governance	o long term infrastructure developm	–	–	8b933017-8fa7-4241-a453-d5d578be8f6	1	1	(0)	–	–	–	–
8193f3e5-bf16-4f4d-8938-6ab01eaa337a	Kwasanto Electrification	6000000000000000	…	e, accountable, effective and efficient local go	Governance	o long term infrastructure developm	–	–	865fa19b-d1c5-4afe-b1ba-379c13c3f54d	1	1	(0)	–	–	–	–
81e28825-8a7a-485a-b96d-814b817bc7e2	Equipment - Public Safety	6000000000000000	…	ent, effective and development-oriented public	Growth	Equipment - Public Safety	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	–	3 913	–	–	–
84c38bc3-3b7f-4f9e-b3e1-ca68036fdc85	Take on	2001000000000000	…	competitive and responsive economic infrastru	Inclusion and access	th financial reporting as outlined in	–	–	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	421	–	–	–	–
84c38bc3-3b7f-4f9e-b3e1-ca68036fdc85	Take on	2001000000000000	…	competitive and responsive economic infrastru	Inclusion and access	th financial reporting as outlined in	Solid Waste Infrastructure	Landfill Sites	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	2 104	–	–	–	–
84c38bc3-3b7f-4f9e-b3e1-ca68036fdc85	Take on	1000000000000000	…	competitive and responsive economic infrastru	Growth	th financial reporting as outlined in	Solid Waste Infrastructure	Landfill Sites	f5fa2e3c-37d5-4178-bcb3-945cd912603c	1	1	–	870	–	–	–
84c38bc3-3b7f-4f9e-b3e1-ca68036fdc85	Waste Management	1000000000000000	…	competitive and responsive economic infrastru	Growth	Solid waste removal	Solid Waste Infrastructure	Landfill Sites	db244a82-fac4-4899-9764-e49d3850ba4f	1	1	–	4 348	–	–	–
84c38bc3-3b7f-4f9e-b3e1-ca68036fdc85	Waste Management	1000000000000000	…	competitive and responsive economic infrastru	Growth	Solid waste removal	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	–	1 739	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	eeeefbd6-96ad-4305-a6ea-d0e399b833a5	10000	10000	–	–	47 518	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	426d5704-6872-496a-ab64-bd1fecda1195	10000	10000	–	–	4 966	106 201	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	f5fa2e3c-37d5-4178-bcb3-945cd912603c	10000	10000	–	–	–	34 783	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	e80c49f5-3393-435a-94f8-5913a8b5446d	10000	10000	–	–	63 274	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	865fa19b-d1c5-4afe-b1ba-379c13c3f54d	10000	10000	–	2 304	42 349	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	ee5259a4-5122-49f0-ad0c-09b49ee429d7	10000	10000	–	–	–	34 783	–
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	426d5704-6872-496a-ab64-bd1fecda1195	10000	10000	–	–	–	–	83 478
be28bae6-58a3-4467-b52c-0bf597282837	Grants Reconciliations	1000000000000000	…	competitive and responsive economic infrastru	Growth	cial reporting requirements as outli	Roads Infrastructure	Roads	d7349885-5ebc-4f7a-9256-8b67fecd9123	10000	10000	–	–	–	–	109 565
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	ee5259a4-5122-49f0-ad0c-09b49ee429d7	0	0	(0)	20 223	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	83aee6cf-b940-4f39-8281-2be4cfc23cc4	0	0	0	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	f5fa2e3c-37d5-4178-bcb3-945cd912603c	0	0	(0)	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	18d3ada2-2b72-4874-a97c-e51f894b3b26	0	0	41 092	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	f42aa8be-a83a-4a3a-89b1-ca8bda6825ab	0	0	–	9 304	14 651	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Internal Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	ee5259a4-5122-49f0-ad0c-09b49ee429d7	0	0	–	–	–	24 734	14 759
be28bae6-58a3-4467-b52c-0bf597282837	IYK Access Roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	ed facilitate vehicular movement in	Roads Infrastructure	Roads	7e864813-36a2-4f83-9457-53080f78fe49	1	1	137 920	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Mangusi Internal Roads Phase 2	1000000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Roads Infrastructure	Roads	83aee6cf-b940-4f39-8281-2be4cfc23cc4	0	0	40 723	184 013	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Masakeni Access roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	ed facilitate vehicular movement in	Roads Infrastructure	Roads	f42aa8be-a83a-4a3a-89b1-ca8bda6825ab	1	1	42 889	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Masakeni Access roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	ed facilitate vehicular movement in	Roads Infrastructure	Roads	7e864813-36a2-4f83-9457-53080f78fe49	1	1	25 380	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Masakeni Access roads	1000000000000000	…	competitive and responsive economic infrastru	Growth	ed facilitate vehicular movement in	Roads Infrastructure	Roads	14e8b541-2fab-4bf5-adc7-f772fda3f1a7	1	1	47 880	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	usiness to KwaNkolla Blacktop Access ro	6000000000000000	…	competitive and responsive economic infrastru	Growth	ed facilitate vehicular movement in	Roads Infrastructure	Roads	f5fa2e3c-37d5-4178-bcb3-945cd912603c	1	1	(0)	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Take on	6003000000000000	…	competitive and responsive economic infrastru	Inclusion and access	th financial reporting as outlined in	–	–	f5fa2e3c-37d5-4178-bcb3-945cd912603c	1	1	–	261	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Take on	6003000000000000	…	competitive and responsive economic infrastru	Inclusion and access	th financial reporting as outlined in	Roads Infrastructure	Road Furniture	f5fa2e3c-37d5-4178-bcb3-945cd912603c	1	1	–	1 304	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Update Supplier Database	1000000000000000	…	competitive and responsive economic infrastru	Growth	MFMA, SCM regulations and related	Roads Infrastructure	Roads	eaf6d68a-399f-47 2a-9194-6f8a81c5e4c5	10000000	10000000	173 120	–	–	–	–
be28bae6-58a3-4467-b52c-0bf597282837	Update Supplier Database	1000000000000000	…	competitive and responsive economic infrastru	Growth	MFMA, SCM regulations and related	Roads Infrastructure	Roads	f42aa8be-a83a-4a3a-89b1-ca8bda6825ab	10000000	10000000	55 935	–	–	–	–
c8faf397-59b6-4ef6-b0e3-76b19b04d071	Grants Reconciliations	2001017000000000	…	ent, effective and development-oriented public	Inclusion and access	cial reporting requirements as outli	–	–	7e864813-36a2-4f83-9457-53080f78fe49	10000	10000	–	5 103	–	–	–
c8faf397-59b6-4ef6-b0e3-76b19b04d071	Grants Reconciliations	2001017000000000	…	ent, effective and development-oriented public	Inclusion and access	cial reporting requirements as outli	Community Facilities	Markets	7e864813-36a2-4f83-9457-53080f78fe49	10000	10000	–	25 517	–	–	–
c57d4368-34c4-4b9b-8479-2264a2fdd49c	Fleet Management	6000000000000000	…	competitive and responsive economic infrastru	Growth	ubstational structure to render effect	Transport Assets	Transport Assets	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	3 920	–	–	–	–
c57d4368-34c4-4b9b-8479-2264a2fdd49c	Take on	6000000000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	–	–	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	0	–	–	–	–
c57d4368-34c4-4b9b-8479-2264a2fdd49c	Take on	6000000000000000	…	ent, effective and development-oriented public	Governance	th financial reporting as outlined in	Transport Assets	Transport Assets	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	0	–	–	–	–
cd68a82d-1a8f-457b-97f9-59897f9f1e5	Community Centres	1017000000000000	…	competitive and responsive economic infrastru	Growth	access to community/public facilitie	Community Facilities	Markets	7e864813-36a2-4f83-9457-53080f78fe49	0	0	14 437	–	–	–	–
d322a6b8-8a77-4f3a-b499-e49d9b85f089	Take on	8000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Furniture and Office Equipment	Furniture and Office Equipment	83aee6cf-b940-4f39-8281-2be4cfc23cc4	1	1	33	–	–	–	–
d6954b4d-c3fb-4eb6-b042-e597efaec386	Take on	6000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	83aee6cf-b940-4f39-8281-2be4cfc23cc4	1	1	5 850	–	–	–	–
fbd6aaa9-529a-40d1-b981-722b3f743267	Take on	8000000000000000	…	ent, effective and development-oriented public	Growth	th financial reporting as outlined in	Machinery and Equipment	Machinery and Equipment	4d0b14f1-65a9-4c1b-b08d-9b23b7f66091	1	1	–	1 522	–	–	–

2.12 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

- In year reporting
  Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Mayor (within 10 working days) has progressively improved.
- Internship programme
  The municipality is participating in the Municipal Financial Management internship programme and has employed 5 interns undergoing training on various divisions of the Financial Services Department.
- Budget and Treasury Office
  The Budget and Treasury Office has been established in accordance with the MFMA.
- Audit Committee
  An Audit Committee has been established as is fully functional
- Service Delivery and Implementation Plan
  The detail SDBIP document is at a draft stage a final plan will be finalized after the approval of the 2025/2026 MTERF in May 2025
- Annual Report
  Annual report is compiled in terms of the MFMA and National Treasury requirements and was tabled to Council in January 2025
- Policies
  Budget related policies are being reviewed currently and will be finalized and approved by council in May 2025

2.13 Other supporting documents

IDP copy is attached to this document as annexure E supporting document.

2.14 Municipal manager's quality certificate

Municipal Manager's quality certificate

I, NPE Myeni the Municipal Manager of uMhlabuyalingana Municipality hereby certify that-

[X]	The Draft budget of 2025-2026
[ ]	Quarterly report on the implementation of the budget and financial state affairs of the municipality
[ ]	Mid-year budget and performance assessment

For the year of 2025-2026 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: **Mr Nkosinathi PE Myeni**

Municipal Manager of uMhlabuyalingana Municipality KZ271

Signature: NPE M

Date: 31/03/2025