HANTAM LOCAL MUNICIPALITY

(NC065)

AN ANNUAL BUDGET AND SUPPORTING DOCUMENTATION OF THE HANTAM LOCAL MUNICIPALITY (NC065)

2025/26 – 2027/28

MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK BUDGET - FINAL

TABLE OF CONTENTS

BACKGROUND

Section 28 of the Municipal Finance Management Act, 2003 (MFMA) allows a municipality to revise its approved annual budget through an adjustment budget.

Municipalities have an obligation to execute the following objects of local government as stipulated in Section 152 of the Constitution of Republic of South Africa;

- to provide a democratic and accountable government for local communities;
- to ensure the provision of services to communities in a sustainable manner;
- to promote social and economic development;
- to promote a safe and healthy environment; and
- to encourage the involvement of communities and community organizations in the matters of local government

Section 21(1)(a) of the Municipal Finance Management Act, No. 56 of 2003 (MFMA), requires from the Mayor of Hantam Local Municipality to co-ordinate the process for preparing the annual budget and for reviewing the Municipality's Integrated Development Plan (IDP) and budget-related policies to ensure that the tabled budget and any revisions of the IDP and budget-related policies are mutually consistent and credible.

Section 16(2) of the MFMA determines that the Mayor must table the annual budget at a Council meeting at least 90 days before the start of a budget year.

Furthermore, section 17 of the MFMA, an annual budget of a Municipality must set out realistically anticipated revenue for the budget year and appropriate expenditure for the budget year under the different votes of the Municipality.

An annual budget must generally be divided into a capital and an operating budget in accordance with international best practice, as may be prescribed.

In terms of section 16 (1) of the Municipal Finance Management Act the Council of a Municipality must for each financial year approve an annual budget for the Municipality before the start of that financial year.

Section 24 of the Municipal Finance Management Act, states that:

(1) The municipal council must at least 30 days before the start of the budget year consider approval of the annual budget.

(2) An annual budget:
   - (a) must be approved before the start of the budget year;
   - (b) is approved by the adoption by the council of a resolution referred to in section 17(3)(a)(i); and
   - (c) must be approved together with the adoption of resolutions as may be necessary –
     - (i) imposing any municipal tax for the budget year;
     - (ii) setting any municipal tariffs for the budget year;
     - (iii) approving measurable performance objectives for revenue from each source and for each vote in the budget;
     - (iv) approving any changes to the municipality's integrated development plan; and
     - (v) approving any changes to the municipality's budget-related policies.

(3) The accounting officer of a municipality must submit the approved annual budget to the National Treasury and the relevant provincial treasury.

PART 1 – ANNUAL BUDGET

1.1 MAYOR'S REPORT

In order for a Municipality to comply with subsection 24 (1) of the MFMA prescribes that the municipal council must at least 30 days before the start of the budget year consider approval of the annual budget, i.e. 31 May 2025.

Attached herewith is the FINAL Annual budget of Hantam Local Municipality for the MTREF year 2025/2026 to 2027/28, for approval by the council.

SUMMARY

The Final 2025/2026 to 2027/28 MTREF Budget Report deals with the operating budget, tariffs, capital budget and funding sources proposals to ensure that Hantam Local Municipality render services to the local community in a financially sustainable manner.

The application of sound financial management principles for the compilation of the Municipality's Financial Plan are essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The process of developing the municipality's annual budget is largely guided by the strategic thrusts and operational priorities of Hantam's IDP as well as the MTREF that sets out the expected annual revenue and projected expenditure for the budget year under consideration, plus the two outer years.

- The total operating revenue for the 2025/2026 – 2027/28 MTREF Budget is projected at R165,3 million for the 2025/26 financial year (2026/27: R171,5 million; 2027/28: R179,1 million).

- The total capital revenue for the 2025/2026 – 2027/28 MTREF Budget is projected at R21,9 million for the 2025/26 financial year (2026/27: R34,3 million; 2027/28: 40,7 million).

- The total operating expenditure for the 2025/2026 – 2027/28 MTREF Budget is projected to be R174,5 million for the 2025/26 financial year (2026/27: R167,4 million; 2027/28: R171,7 million). This includes the budgeting of non-cash item such as debt impairment and depreciation which amounts to R29,7 million for the 2025/26 financial year (2026/27: R20,8 million; 2027/28: R20,8 million).

- Total capital expenditure for the 2025/2026 – 2027/28 MTREF Budget is projected at R20,3 million for the 2025/26 financial year (2026/27: R30,1 million; 2027/28: R35,7 million) excluding VAT. R1, 8 of the capital expenditure is funded from internally generated funds.

- A surplus for the 2025/26 financial year is projected based on revenue less expenditure at R12,9 million.

On 12 March 2025, the Minister of Finance tabled the 2025/26 Budget in Parliament. The budget as tabled includes various grant allocations to municipalities in terms of the requirements of the Division of Revenue Act (DORA). The municipality's Final budget includes the following grant allocations:

Grant Description	Type of Grant	2025/26 (R)	2026/27 (R)	2027/28 (R)
Municipal Infrastructure Grant (MIG)	Conditional Grant - Capital	19 882 550	11 477 000	11 795 000
Energy Efficiency and Demand-Side Management Grant (EEDSM)	Conditional Grant - Capital	-	-	5 000 000
Integrated National Electrification Programme (Municipal) Grant (INEP)	Conditional Grant - Capital	1 500 000	3 488 000	3 646 000
Regional Bulk Infrastructure Grant (RBIG)	Conditional Grant - Capital	-	-	-
Water Services Infrastructure Grant (WSIG)	Conditional Grant - Capital	-	19 356 000	20 324 000
Total Transfers and subsidies - Capital		**21 382 550**	**34 321 000**	**40 765 000**

Grant Description	Type of Grant	2025/26 (R)	2026/27 (R)	2027/28 (R)
Municipal Infrastructure Grant (MIG)	Conditional Grant - Operational	546 450	-	-
Financial Management Grant (FMG)	Conditional Grant – Operational	2 000 000	2 100 000	2 200 000
Expanded Public Works Programme (EPWP - Public Works)	Conditional Grant – Operational	1 269 000	-	-
DSAC - Libraries Grant	Conditional Grant – Operational	1 900 000	1 986 000	2 075 000
LG Seta	Conditional Grant – Operational	200 000	210 000	220 500
Equitable Share	Unconditional Grant	37 702 000	39 326 000	41 088 000
Total Transfers and subsidies - Operational		**43 617 450**	**43 622 000**	**45 583 500**
Total Transfers and subsidies		**65 000 000**	**77 943 000**	**86 348 500**

This results in a decreased in government funding from R165 363 000 prior year to R65 000 000, which is a decrease of 60.69%

In terms of the above table, the total Operating Grants amount to R43 617 450; R43 622 000 and R 45 583 500 for the three financial years, whilst the total Capital Grants amount to R21 382 550; R34 321 000 and R40 765 000 million over the same period.

Included in the above capital budget, the following capital projects for the 2025/26 financial year:

No	Project Description	Amount Incl. VAT
1	Nieuwoudtville Sewer Reticulation Network Phase 1 (MIG 1676)	R 3 297 055.90
2	Brandvlei Upgrading of Sport Facilities (MIG 1715)	R 10 843 599.76
3	Nieuwoudtville Extention of Oxidation Ponds (MIG)	R 5 741 894.34
4	Phase 2: Upgrading of Brandvlei Medium/Low Voltage Network (INEP)	R 1 500 000.00

Budget consultation processes with relevant stakeholders, including the community of Hantam Local Municipality and Provincial Treasury, were undertaken as required by section 23 of the MFMA. Improvements to the budget and amendments were made in the period leading up to the final approval of this 2025/26 to 2027/28 MTREF budget.

Lastly, let me take this opportunity to sincerely thank all role players who assisted in ensuring that the Final budget is submitted to Council for noting, leading up to the final approval of the budget on or before the end of May 2025**.**

I therefore table the Final budget 2025/26 to 2027/28 and the accompanying documents before Council for **ADOPTION**.

a) Summary of the medium-term service delivery objectives and the associated medium-term financial implications contained in the annual budget.

The executive summary and explanatory notes supporting schedules to the annual budget below explains in detail the medium-term service delivery objectives and the associated medium-term financial implications contained in the annual budget.

Refer to the FINAL service delivery and implementation plan for the 2025/26 financial year.

b) Summary of linkage between the annual budget, the Integrated Development Plan and the political priorities at the national, provincial, municipality and local levels.

The FINAL Integrated Development Plan and the political priorities at the national, provincial, municipality and local levels were considered and incorporated in compiling the annual budget.

Detail thereof is shown in the FINAL Integrated Development Plan 2025/26 as revised.

c) Summary of infrastructure development objectives.

The objective of infrastructure development is to eradicate backlogs in order to improve access to service and ensure proper operations and maintenance and to ensure that an efficient, competitive and responsive economic infrastructure network exist within the municipality.

The key capital projects have been planned for the 2025/26 financial year as indicated above.

d) Summary of material amendments made to the annual budget after the consultation processes

As this is a FINAL budget, these inputs from the budget consultation process will be reported on in the final budget, this includes the correction of data strings and budget alignment in terms of MSCOA.

The municipality conducted budget engagements and consultations with relevant stakeholders and the community during the May 2025. The inputs of the community were considered in the final budget; however, no significant changes were made in relation to inputs received from the community.

The municipality had its budget consultation process with the municipality on 24 April 2025 where treasury assessed the municipality's budget and proposed tariffs for the 2025/26 to 2027/28 MTREF years. Based on their assessment, the following were noted that:

a) errors were identified in the submitted data strings
b) the municipality's proposed tariffs for municipal services such as water, electricity, sanitation and refuge are not cost-reflective and that the municipality revenue generated is less than the expenses to carry out the services.
c) the draft budget is not funded.

Based on their assessment, we revisited the draft budget, and:

a) corrected the errors on the data strings.
b) corrected other errors on the budget document.
c) the municipal tariffs were corrected to reflect the 10% increase in the overall tariffs on municipal services. However, we could not adjust the tariffs to be cost-reflective as it would have imposed an undue burden on the community and ratepayers.
d) the revenue and expenditure were revisited and operating expenditure were reduced.

1.2 COUNCIL RESOLUTION

Dat die Raad –

(1) Die Finale begroting van Hantam Munisipaliteit vir die 2025/2026 "MTREF" ("Medium Term Revenue and Expenditure Framework") soos uiteengesit in die skedules goedgekeur word:

- (i) Tabel A1 – Finale begroting Opsomming;
- (ii) Tabel A2 – Finale begroting Finansiële Prestasie (per standaard klassifikasie);
- (iii) Tabel A3 – Finale begroting Finansiële Prestasie (per munisipale posnommer);
- (iv) Tabel A4 – Finale begroting Finansiële Prestasie (per inkomstebron); en
- (v) Tabel A5 – Finale begroting Kapitaal Uitgawes (per munisipale posnommer en befondsingsbron);
- (vi) Tabel A6 – Finale begroting Finansiële Posisie;
- (vii) Tabel A7 – Finale begroting Kontantvloei;
- (viii) Tabel A8 – Kontantgesteunde reserwes / opgehoopte surplus rekonsiliasie (Cash Backed reserves / accumulated surplus reconciliation)
- (ix) Tabel A9 – Batebestuur (Asset Management)
- (x) Tabel A10 - Basiese dienslewering meting (Basic service delivery measurement)

(2) Die Raad Finale tariewe soos vervat vir die 2025/26-begrotingsjaar goedkeur

(3) Die raad die jaarlikse verkrygingsplan (annual procurement plan) goedkeur.

(4) die Direkteure kontrole maatreëls in plek stel om enige oorspandering op die Bedryfs- en Kapitaalbegrotings te voorkom.

(5) Die finale begrotingsbeleide van Hantam Munisipaliteit vir die 2025/2026 finansiële jaar met voorgestelde wysigings goedgekeur word bestaande uit:

- (i) Eiendomsbelasting/Property Rates Policy;
- (ii) Tariewe Beleid/Tariff Policy;
- (iii) Kredietbeheer em skuld invorderings beleid/Credit Control and Debt Collection Policy;
- (iv) Hulpbehoewende Beleid/Indigent Policy;
- (v) Voorsieningskanaal beleid/Supply Chain Management Policy;
- (vi) Infrastructure Procurement and Delivery Management Policy;
- (vii) Oordragbeleid/Virement Policy;
- (viii) Fondse en reserwe/Funds and reserve Policy
- (ix) Reis en Verblyf/Travel and subsistence Policy
- (x) Langtermyn Finansiële beplanning en implimentering/Long Term Financial planning and Implimentation Policy
- (xi) Kontant en Beleggingsbeleid/Cash and Investment Policy
- (xii) Kontrakbestuurbeleid/Contract Management Policy
- (xiii) Voorkeurverkrygingsbeleidsraamwerk/Preferantial Procurment Policy
- (xiv) Konsultasieverminderingsbeleid/Consultancy Reduction Policy
- (xv) Kredietbeheer em skuld invorderings bywet /Credit Control and Debt Collection By-Law;
- (xvi) Eiendomsbelasting bywet/Property Rates By-Law;

1.3 EXECUTIVE SUMMARY

The Final 2025/2026 Medium Term Revenue and Expenditure Framework (MTREF) Budget Report addresses the operating budget and tariff proposals, as well as the capital budget and funding source proposals, to ensure that Hantam Municipality renders services to the local community in a financially sustainable manner.

The process in the Municipality's annual budget is mainly guided by the strategic thrusts and operational priorities of Hantam Municipality's Integrated Development Plan (IDP), as well as the MTREF that outlines the projected annual revenue and expenditure for the budget year under consideration and the two outer financial years.

The 2025/2026 MTREF Budget Report commences with a discussion on the legislative requirements to which the Municipality must comply with; the Budget Circulars containing directives published by the National and Provincial Treasuries; as well as the key budget projections for the next three financial years.

The 2025/2026 MTREF Budget report is based on these documents, as well as forecasted economic trends and national and provincial government grant allocations.

1.4 ANNUAL BUDGET TABLES

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2025/26 FINAL budget and MTREF

NC065 Hantam - Table A1 Budget Summary

Description	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousands	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
Financial Performance										
Property rates	16 355	18 106	19 520	20 506	20 506	20 506	19 929	36 740	38 357	40 045
Service charges	54 528	53 698	53 990	68 174	68 174	68 174	56 128	74 336	77 736	81 158
Investment revenue	472	1 783	2 402	2 106	2 106	2 106	1 958	2 209	2 306	2 407
Transfer and subsidies - Operational	32 202	36 763	39 027	40 920	41 002	41 002	32 514	43 071	43 622	45 583
Other own revenue	7 013	8 615	13 912	8 363	8 363	8 363	2 725	9 172	9 576	9 997
Total Revenue (excluding capital transfers and contributions)	110 571	118 966	128 850	140 069	140 151	140 151	113 253	165 528	171 596	179 191
Employee costs	35 853	44 483	47 600	57 567	54 890	54 890	45 626	58 316	60 578	62 391
Remuneration of councillors	4 563	5 389	5 710	5 870	5 870	5 870	4 596	6 100	6 319	6 548
Depreciation and amortisation	9 651	9 017	7 800	17 620	18 091	18 091	–	18 091	18 131	18 051
Interest	2 099	1 907	1 661	2 239	2 309	2 309	0	2 309	2 416	2 522
Inventory consumed and bulk purchases	43 687	23 801	40 207	32 784	34 966	34 966	19 113	32 636	34 041	35 405
Transfers and subsidies	217	119	150	–	68	68	68	500	800	800
Other expenditure	39 538	41 627	52 024	36 079	47 796	47 796	31 973	56 556	45 127	45 997
Total Expenditure	135 608	126 343	155 152	152 160	163 991	163 991	101 377	174 509	167 411	171 713
Surplus/(Deficit)	(25 037)	(7 377)	(26 301)	(12 091)	(23 840)	(23 840)	11 876	(8 980)	4 185	7 477
Transfers and subsidies - capital (monetary allocations)	23 051	75 807	154 724	124 376	124 361	124 361	111 366	21 929	34 321	40 765
Transfers and subsidies - capital (in-kind)	26 217	5 519	2 064	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	24 231	73 949	130 488	112 285	100 521	100 521	123 243	12 949	38 506	48 242
Share of Surplus/Deficit attributable to Associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	24 231	73 949	130 488	112 285	100 521	100 521	123 243	12 949	38 506	48 242
Capital expenditure & funds sources										
Capital expenditure	22 100	65 351	138 791	133 826	133 811	133 811	99 736	20 392	30 105	35 684
Transfers recognised - capital	20 521	63 581	137 176	124 526	124 511	124 511	95 954	18 513	29 715	35 294
Borrowing	–	1 413	–	–	–	–	–	600	–	–
Internally generated funds	1 579	357	1 616	9 300	9 300	9 300	3 782	1 279	390	390
Total sources of capital funds	22 100	65 351	138 791	133 826	133 811	133 811	99 736	20 392	30 105	35 684
Financial position										
Total current assets	22 410	35 016	42 270	43 240	55 642	55 642	80 520	67 469	93 699	128 532
Total non current assets	510 135	567 000	698 642	826 715	814 361	814 361	798 378	816 662	828 636	846 269
Total current liabilities	45 696	55 423	63 609	27 599	27 563	27 563	34 849	56 066	52 968	54 271
Total non current liabilities	34 578	32 400	34 782	57 612	56 075	56 075	34 782	58 739	61 536	64 455
Community wealth/Equity	444 794	527 782	644 865	773 920	771 352	771 352	767 999	668 780	794 883	817 568
Cash flows										
Net cash from (used) operating	6 412	80 969	117 915	135 071	128 277	128 277	128 551	26 808	40 242	51 452
Net cash from (used) investing	(22 100)	(65 351)	(138 791)	(133 826)	(133 811)	(133 811)	(77 835)	(23 451)	(34 620)	(41 037)
Net cash from (used) financing	(214)	(248)	466	–	–	–	89	–	–	–
Cash/cash equivalents at the year end	(6 669)	18 488	(14 173)	5 676	12 126	12 126	50 805	10 148	15 770	26 186
Cash backing/surplus reconciliation										
Cash and investments available	3 117	6 238	17 661	326	6 791	6 791	56 124	11 577	20 860	35 749
Application of cash and investments	26 050	16 557	22 126	3 170	2 933	2 933	(255 686)	(273)	(15 271)	(32 603)
Balance - surplus (shortfall)	(22 932)	(10 319)	(4 466)	(2 844)	3 858	3 858	311 810	11 850	36 131	68 352
Asset management										
Asset register summary (WDV)	405 668	456 763	588 405	716 478	704 125	704 125		706 426	718 400	736 033
Depreciation	9 651	9 017	7 800	17 620	18 091	18 091		18 091	18 131	18 051
Renewal and Upgrading of Existing Assets	8 290	3 755	15 947	36 176	36 161	36 161		18 513	12 957	17 698
Repairs and Maintenance	8 934	13 047	9 389	12 231	15 088	15 088		8 363	8 065	8 420
Free services										
Cost of Free Basic Services provided	7 145	6 224	7 876	9 042	9 042	9 042		9 768	10 217	10 667
Revenue cost of free services provided	9 013	9 148	10 612	10 411	10 411	10 411		(4 306)	(4 489)	(4 687)
Households below minimum service level										
Water:	–	–	–	–	–	–		–	–	–
Sanitation/sewerage:	–	–	–	–	–	–		–	–	–
Energy:	–	–	–	–	–	–		–	–	–
Refuse:	–	–	–	–	–	–		–	–	–

NC065 Hantam - 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		**39 398**	**46 624**	**54 837**	**50 851**	**50 933**	**50 933**	**68 983**	**72 012**	**75 207**
Executive and council		2 296	4 435	3 512	4 008	4 008	4 008	4 062	4 237	4 427
Finance and administration		37 102	42 190	51 325	46 843	46 925	46 925	64 921	67 774	70 780
Internal audit		–	–	–	–	–	–	–	–	–
Community and public safety		**10 694**	**7 515**	**14 958**	**21 299**	**21 284**	**21 284**	**11 720**	**2 148**	**7 244**
Community and social services		4 477	1 828	5 883	5 956	5 956	5 956	2 005	2 017	7 107
Sport and recreation		6 217	5 688	9 075	15 344	15 329	15 329	9 714	132	137
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		**5 047**	**5 575**	**5 900**	**6 533**	**6 533**	**6 533**	**1 157**	**669**	**698**
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		4 697	5 487	5 575	6 192	6 192	6 192	782	277	289
Environmental protection		349	88	325	341	341	341	375	392	409
Trading services		**104 700**	**140 578**	**209 943**	**185 761**	**185 761**	**185 761**	**105 598**	**131 089**	**136 806**
Energy sources		34 950	30 822	33 177	48 734	48 734	48 734	52 232	56 546	59 039
Water management		23 006	86 539	151 754	113 060	113 060	113 060	16 784	36 671	38 406
Waste water management		37 676	13 126	15 030	13 635	13 635	13 635	25 414	26 607	27 597
Waste management		9 068	10 091	9 982	10 332	10 332	10 332	11 167	11 265	11 764
Other	4	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Total Revenue - Functional	2	**159 839**	**200 292**	**285 639**	**264 445**	**264 512**	**264 512**	**187 457**	**205 917**	**219 956**
Expenditure - Functional										
Governance and administration		**39 654**	**48 154**	**58 539**	**54 786**	**60 826**	**60 826**	**67 894**	**60 169**	**60 858**
Executive and council		14 332	17 365	19 317	19 389	20 540	20 540	18 376	19 481	20 255
Finance and administration		23 324	29 050	37 348	32 907	37 977	37 977	47 857	39 008	38 834
Internal audit		1 998	1 740	1 873	2 490	2 309	2 309	1 662	1 680	1 769
Community and public safety		**4 553**	**4 682**	**4 736**	**5 552**	**6 007**	**6 007**	**6 062**	**5 932**	**6 102**
Community and social services		3 035	3 094	3 038	3 529	3 338	3 338	3 433	3 264	3 379
Sport and recreation		1 519	1 589	1 698	2 022	2 669	2 669	2 629	2 668	2 723
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		**11 748**	**12 808**	**10 853**	**11 690**	**11 224**	**11 224**	**14 138**	**13 036**	**13 535**
Planning and development		1 968	1 850	2 027	2 871	2 429	2 429	4 406	4 006	4 182
Road transport		9 765	10 955	8 670	8 816	8 794	8 794	9 732	9 030	9 352
Environmental protection		14	3	157	4	0	0	0	0	0
Trading services		**72 094**	**74 228**	**83 300**	**80 052**	**85 820**	**85 820**	**86 330**	**88 186**	**91 127**
Energy sources		35 816	32 122	29 783	37 036	38 681	38 681	42 310	43 874	45 556
Water management		17 685	22 198	26 445	21 358	24 408	24 408	22 844	23 669	24 228
Waste water management		5 740	7 636	11 215	7 463	10 259	10 259	8 903	8 806	9 066
Waste management		12 854	12 272	15 856	14 195	12 472	12 472	12 273	11 837	12 276
Other	4	**82**	**61**	**68**	**81**	**85**	**85**	**85**	**88**	**91**
Total Expenditure - Functional	3	**128 131**	**139 934**	**157 496**	**152 160**	**163 961**	**163 961**	**174 509**	**167 411**	**171 713**
Surplus/(Deficit) for the year		**31 708**	**60 359**	**128 143**	**112 285**	**100 551**	**100 551**	**12 949**	**38 506**	**48 242**

NC065 Hantam - 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 01 - Executive & Council		2 296	4 435	3 512	4 008	4 008	4 008	4 062	4 237	4 427
Vote 02 - Budget & Treasury Office		19 604	22 370	31 607	25 671	25 671	25 671	42 332	44 207	46 159
Vote 03 - Corporate Services		17 499	19 819	19 717	21 172	21 254	21 254	22 589	23 567	24 621
Vote 04 - Community & Social Services		4 477	1 828	5 883	5 956	5 956	5 956	2 005	2 017	7 107
Vote 05 - Sports & Recreation		6 567	5 776	9 400	15 685	15 670	15 670	10 089	523	546
Vote 06 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 07 - Planning & Development		–	–	–	–	–	–	–	–	–
Vote 08 - Road Transport		4 697	5 487	5 575	6 192	6 192	6 192	782	277	289
Vote 09 - Electricity		34 950	30 822	33 177	48 734	48 734	48 734	52 232	56 546	59 039
Vote 10 - Water		23 006	86 539	151 754	113 060	113 060	113 060	16 784	36 671	38 406
Vote 11 - Waste Water Management		37 676	13 126	15 030	13 635	13 635	13 635	25 414	26 607	27 597
Vote 12 - Solid Waste		9 068	10 091	9 982	10 332	10 332	10 332	11 167	11 265	11 764
Vote 13 - Own Other		–	–	–	–	–	–	–	–	–
Vote 14 - Environmental Health		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	**159 839**	**200 292**	**285 639**	**264 445**	**264 512**	**264 512**	**187 457**	**205 917**	**219 956**
Expenditure by Vote ***to be appropriated***	1									
Vote 01 - Executive & Council		16 331	19 105	21 191	21 879	22 849	22 849	20 037	21 161	22 024
Vote 02 - Budget & Treasury Office		13 784	16 919	26 378	19 045	24 227	24 227	23 497	23 156	23 669
Vote 03 - Corporate Services		9 371	12 040	9 383	14 261	13 846	13 846	25 098	16 570	15 915
Vote 04 - Community & Social Services		2 847	2 971	2 991	3 379	3 268	3 268	3 363	3 193	3 306
Vote 05 - Sports & Recreation		1 485	1 527	1 784	1 969	2 613	2 613	2 572	2 609	2 661
Vote 06 - Public Safety		182	117	41	144	64	64	64	65	66
Vote 07 - Planning & Development		663	488	584	923	784	784	2 119	1 656	1 729
Vote 08 - Road Transport		9 624	10 812	8 533	8 527	8 505	8 505	9 443	8 725	9 034
Vote 09 - Electricity		37 374	34 197	32 920	38 630	40 275	40 275	43 904	45 554	47 310
Vote 10 - Water		17 794	21 788	26 551	21 665	24 715	24 715	23 151	23 992	24 566
Vote 11 - Waste Water Management		5 740	7 636	11 215	7 463	10 259	10 259	8 903	8 806	9 066
Vote 12 - Solid Waste		12 854	12 272	15 856	14 195	12 472	12 472	12 273	11 837	12 276
Vote 13 - Own Other		82	61	68	81	85	85	85	88	91
Vote 14 - Environmental Health		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	**128 131**	**139 934**	**157 496**	**152 160**	**163 961**	**163 961**	**174 509**	**167 411**	**171 713**
Surplus/(Deficit) for the year	2	**31 708**	**60 359**	**128 143**	**112 285**	**100 551**	**100 551**	**12 949**	**38 506**	**48 242**

NC065 Hantam - 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	32 335	27 998	30 149	42 940	42 940	42 940	32 617	47 234	49 406	51 580
Service charges - Water	2	10 021	12 112	11 128	12 051	12 051	12 051	10 922	12 784	13 353	13 942
Service charges - Waste Water Management	2	6 166	6 976	6 363	6 630	6 630	6 630	6 523	7 109	7 436	7 763
Service charges - Waste Management	2	6 006	6 613	6 351	6 554	6 554	6 554	6 065	7 209	7 541	7 872
Sale of Goods and Rendering of Services		193	142	212	292	292	292	247	321	335	350
Agency services		107	216	182	212	212	212	(59)	234	244	255
Interest											
Interest earned from Receivables		1 434	1 452	1 555	1 684	1 684	1 684	1 373	1 853	1 934	2 019
Interest earned from Current and Non Current Assets		472	1 783	2 402	2 106	2 106	2 106	1 958	2 209	2 306	2 407
Dividends											
Rent on Land											
Rental from Fixed Assets		217	232	264	259	259	259	268	283	295	308
Licence and permits		687	423	333	348	348	348	221	383	400	417
Special rating levies											
Operational Revenue		2 547	2 419	1 001	3 924	3 924	3 924	11	4 317	4 507	4 705
Non-Exchange Revenue											
Property rates	2	16 355	18 106	19 520	20 506	20 506	20 506	19 929	36 740	38 357	40 045
Surcharges and Taxes											
Fines, penalties and forfeits		28	45	6	30	30	30	4	33	34	36
Licences or permits											
Transfer and subsidies - Operational		32 202	36 763	39 027	40 920	41 002	41 002	32 514	43 071	43 622	45 583
Interest		1 328	2 344	2 183	1 129	1 129	1 129	660	1 242	1 296	1 353
Fuel Levy											
Operational Revenue											
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-
Other Gains		471	1 342	8 176	485	485	485	-	509	531	554
Discontinued Operations											
Total Revenue (excluding capital transfers and contributions)		**110 571**	**118 966**	**128 850**	**140 069**	**140 151**	**140 151**	**113 253**	**165 528**	**171 596**	**179 191**
Expenditure											
Employee related costs	2	35 853	44 483	47 600	57 567	54 890	54 890	45 626	58 316	60 578	62 391
Remuneration of councillors		4 563	5 389	5 710	5 870	5 870	5 870	4 596	6 100	6 319	6 548
Bulk purchases - electricity	2	25 839	24 877	30 183	29 704	31 704	31 704	29 708	32 131	33 513	34 853
Inventory consumed	8	17 848	(1 076)	10 024	3 079	3 262	3 262	(10 595)	505	528	552
Debt impairment	3	11 394	10 790	17 705	-	1 357	1 357	-	11 697	2 682	2 800
Depreciation and amortisation		9 651	9 017	7 800	17 620	18 091	18 091	-	18 091	18 131	18 051
Interest		2 099	1 907	1 661	2 239	2 309	2 309	0	2 309	2 416	2 522
Contracted services		12 184	14 733	13 093	16 942	23 837	23 837	21 580	22 028	18 307	18 602
Transfers and subsidies		217	119	150	-	68	68	68	500	800	800
Irrecoverable debts written off		3 477	4 511	6 257	6 072	6 072	6 072	-	6 376	6 771	6 787
Operational costs		6 885	8 416	9 418	11 735	15 500	15 500	10 394	15 425	16 282	16 675
Losses on disposal of Assets		5 598	3 177	5 035	-	-	-	-	-	-	-
Other Losses		-	-	515	1 329	1 029	1 029	-	1 029	1 085	1 132
Total Expenditure		**135 608**	**126 343**	**155 152**	**152 160**	**163 991**	**163 991**	**101 377**	**174 509**	**167 411**	**171 713**
Surplus/(Deficit)		**(25 037)**	**(7 377)**	**(26 301)**	**(12 091)**	**(23 840)**	**(23 840)**	**11 876**	**(8 980)**	**4 185**	**7 477**
Transfers and subsidies - capital (monetary allocations)	6	23 051	75 807	154 724	124 376	124 361	124 361	111 366	21 929	34 321	40 765
Transfers and subsidies - capital (in-kind)	6	26 217	5 519	2 064	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**24 231**	**73 949**	**130 488**	**112 285**	**100 521**	**100 521**	**123 243**	**12 949**	**38 506**	**48 242**
Income Tax											
Surplus/(Deficit) after income tax		**24 231**	**73 949**	**130 488**	**112 285**	**100 521**	**100 521**	**123 243**	**12 949**	**38 506**	**48 242**
Share of Surplus/Deficit attributable to Joint Venture											
Share of Surplus/Deficit attributable to Minorities											
Surplus/(Deficit) attributable to municipality		**24 231**	**73 949**	**130 488**	**112 285**	**100 521**	**100 521**	**123 243**	**12 949**	**38 506**	**48 242**
Share of Surplus/Deficit attributable to Associate	7										
Intercompany/Parent subsidiary transactions											
Surplus/(Deficit) for the year	1	**24 231**	**73 949**	**130 488**	**112 285**	**100 521**	**100 521**	**123 243**	**12 949**	**38 506**	**48 242**

NC065 Hantam - Table A5 Capital budget

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
Capital expenditure - Vote											
Multi-year expenditure *to be appropriated*	2										
Vote 08 - Road Transport		8 290	3 533	1 267	7 500	7 500	7 500	3 272	–	–	–
Vote 09 - Electricity		–	–	3 912	6 547	6 547	6 547	4 330	1 299	3 020	7 486
Vote 10 - Water		12 231	59 742	122 433	97 200	97 200	97 200	81 009	–	16 758	17 597
Vote 11 - Waste Water Management		–	174	10 768	20 629	20 614	20 614	10 469	7 826	9 937	10 212
Vote 15 - Other		–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	7	**20 521**	**63 449**	**138 380**	**131 876**	**131 861**	**131 861**	**99 079**	**9 125**	**29 715**	**35 294**
Single-year expenditure *to be appropriated*	2										
Vote 01 - Executive & Council		–	1 533	63	150	150	150	146	600	–	–
Vote 02 - Budget & Treasury Office		–	–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		1 579	164	187	300	300	300	159	606	390	390
Vote 04 - Community & Social Services		–	–	–	–	–	–	–	500	–	–
Vote 05 - Sports & Recreation		–	–	33	–	–	–	–	9 388	–	–
Vote 06 - Public Safety		–	12	–	–	–	–	–	–	–	–
Vote 09 - Electricity		–	–	88	1 500	1 500	1 500	351	–	–	–
Vote 10 - Water		–	–	41	–	–	–	–	173	–	–
Vote 12 - Solid Waste		–	193	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		**1 579**	**1 902**	**411**	**1 950**	**1 950**	**1 950**	**657**	**11 268**	**390**	**390**
Total Capital Expenditure - Vote		**22 100**	**65 351**	**138 791**	**133 826**	**133 811**	**133 811**	**99 736**	**20 392**	**30 105**	**35 684**
Capital Expenditure - Functional											
Governance and administration		**1 579**	**1 696**	**250**	**450**	**450**	**450**	**305**	**1 206**	**390**	**390**
Executive and council		–	1 413	–	–	–	–	–	600	–	–
Finance and administration		1 579	164	187	300	300	300	159	606	390	390
Internal audit		–	120	63	150	150	150	146	–	–	–
Community and public safety		**–**	**12**	**33**	**–**	**–**	**–**	**–**	**9 888**	**–**	**–**
Community and social services		–	12	–	–	–	–	–	500	–	–
Sport and recreation		–	–	33	–	–	–	–	9 388	–	–
Economic and environmental services		**8 290**	**3 533**	**1 267**	**7 500**	**7 500**	**7 500**	**3 272**	**–**	**–**	**–**
Planning and development		–	–	–	–	–	–	–	–	–	–
Road transport		8 290	3 533	1 267	7 500	7 500	7 500	3 272	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		**12 231**	**60 109**	**137 242**	**125 876**	**125 861**	**125 861**	**96 159**	**9 298**	**29 715**	**35 294**
Energy sources		–	–	3 999	8 047	8 047	8 047	4 681	1 299	3 020	7 486
Water management		12 231	59 742	122 474	97 200	97 200	97 200	81 009	173	16 758	17 597
Waste water management		–	174	10 768	20 629	20 614	20 614	10 469	7 826	9 937	10 212
Waste management		–	193	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	3	**22 100**	**65 351**	**138 791**	**133 826**	**133 811**	**133 811**	**99 736**	**20 392**	**30 105**	**35 684**
Funded by:											
National Government		20 521	63 581	137 176	124 526	124 511	124 511	95 954	18 513	29 715	35 294
Provincial Government											
District Municipality											
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	**20 521**	**63 581**	**137 176**	**124 526**	**124 511**	**124 511**	**95 954**	**18 513**	**29 715**	**35 294**
Borrowing	6	–	1 413	–	–	–	–	–	600	–	–
Internally generated funds		1 579	357	1 616	9 300	9 300	9 300	3 782	1 279	390	390
Total Capital Funding	7	**22 100**	**65 351**	**138 791**	**133 826**	**133 811**	**133 811**	**99 736**	**20 392**	**30 105**	**35 684**

NC065 Hantam - 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		3 117	6 238	17 661	326	6 791	6 791	56 124	11 577	20 860	35 749
Trade and other receivables from exchange transactions	1	8 438	10 068	6 277	18 151	16 497	16 497	7 259	16 299	27 507	39 491
Receivables from non-exchange transactions	1	5 744	6 902	2 703	12 763	28 865	28 865	4 665	24 622	31 703	39 094
Current portion of non-current receivables											
Inventory	2	51	54	93	247	256	256	93	282	308	336
VAT		4 283	10 986	14 608	10 986	2 304	2 304	11 482	13 761	12 393	12 935
Other current assets		777	768	928	768	928	928	896	928	928	928
Total current assets		**22 410**	**35 016**	**42 270**	**43 240**	**55 642**	**55 642**	**80 520**	**67 469**	**93 699**	**128 532**
Non current assets											
Investments											
Investment property		37 734	37 734	45 717 950.00	37 734	45 718	45 718	45 718	45 718	45 718	45 718
Property, plant and equipment	3	469 154	526 093	649 875	785 835	765 609	765 609	749 611	767 923	779 911	797 558
Biological assets		–	–	–	–	–	–	–	–	–	–
Living and non-living resources											
Heritage assets		1 618	1 618	1 618	1 618	1 618	1 618	1 618	1 618	1 618	1 618
Intangible assets		1 628	1 554	1 431	1 527	1 417	1 417	1 431	1 403	1 389	1 375
Trade and other receivables from exchange transactions		–	–	–	–	–	–	–	–	–	–
Non-current receivables from non-exchange transactions											
Other non-current assets											
Total non current assets		**510 135**	**567 000**	**698 642**	**826 715**	**814 361**	**814 361**	**798 378**	**816 662**	**828 636**	**846 269**
TOTAL ASSETS		**532 545**	**602 015**	**740 912**	**869 955**	**870 003**	**870 003**	**878 898**	**884 131**	**922 336**	**974 801**
LIABILITIES											
Current liabilities											
Bank overdraft											
Financial liabilities		248	22	186	22	186	186	186	186	186	186
Consumer deposits		1 299	1 430	1 561	1 430	1 561	1 561	1 667	1 561	1 561	1 561
Trade and other payables from exchange transactions	4	39 030	42 954	55 272	16 944	19 177	19 177	31 786	31 786	27 064	24 703
Trade and other payables from non-exchange transactions	5	–	5 836	2 148	–	–	–	–	–	–	–
Provision		4 006	4 242	4 138	8 263	6 638	6 638	4 138	9 502	12 520	15 674
VAT		1 112	939	304	939	–	–	(2 928)	13 032	11 637	12 147
Other current liabilities											
Total current liabilities		**45 696**	**55 423**	**63 609**	**27 599**	**27 563**	**27 563**	**34 849**	**56 066**	**52 968**	**54 271**
Non current liabilities											
Financial liabilities	6	22	0	335	–	335	335	335	335	335	335
Provision	7	34 555	32 400	34 447	38 965	37 135	37 135	34 447	39 800	42 597	45 516
Long term portion of trade payables		–	–	–	18 647	18 604	18 604	–	18 604	18 604	18 604
Other non-current liabilities											
Total non current liabilities		**34 578**	**32 400**	**34 782**	**57 612**	**56 075**	**56 075**	**34 782**	**58 739**	**61 536**	**64 455**
TOTAL LIABILITIES		**80 274**	**87 824**	**98 391**	**85 211**	**83 637**	**83 637**	**69 631**	**114 806**	**114 504**	**118 727**
NET ASSETS		**452 271**	**514 192**	**642 521**	**784 744**	**786 366**	**786 366**	**809 267**	**769 326**	**807 832**	**856 074**
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)	8	442 243	525 231	642 314	771 369	768 801	768 801	765 447	666 228	792 332	815 017
Reserves and funds	9	2 551	2 551	2 551	2 551	2 551	2 551	2 551	2 551	2 551	2 551
Other											
TOTAL COMMUNITY WEALTH/EQUITY	10	**444 794**	**527 782**	**644 865**	**773 920**	**771 352**	**771 352**	**767 999**	**668 780**	**794 883**	**817 568**

Store Type	Classification	2021/22	2022/23	2023/24	Current Year 2024/25				2025/26 Medium Term Revenue & Expenditure Framework		
R thousands		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
Agricultural	Opening balance - Agricultural	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Agricultural	-	-	-	-	-	-	-	-	-	-
	Adjustments - Agricultural	-	-	-	-	-	-	-	-	-	-
	Issues - Agricultural	-	-	-	-	-	-	-	-	-	-
	Write Off - Agricultural	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Agricultural	-	-	-	-	-	-	-	-	-	-
Agricultural Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Consumables Standard Rated	Opening balance - Consumables Standard Rated	-	-	-	-	-	-	-	25	51	77
	Acquisitions - Consumables Standard Rated	-	-	-	571	530	530	-	530	555	579
	Adjustments - Consumables Standard Rated	-	-	-	(543)	(505)	(505)	-	(505)	(528)	(552)
	Issues - Consumables Standard Rated	-	-	-	-	-	-	-	-	-	-
	Write Off - Consumables Standard Rated	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Consumables Standard Rated	-	-	-	-	-	-	-	-	-	-
Consumables Standard Rated Total		**-**	**-**	**-**	**27**	**25**	**25**	**-**	**51**	**77**	**104**
Consumables Zero Rated	Opening balance - Consumables Zero Rated	-	-	-	-	-	-	-	138	138	138
	Acquisitions - Consumables Zero Rated	-	-	-	2 663	2 895	2 895	-	-	-	-
	Adjustments - Consumables Zero Rated	-	-	-	(2 536)	(2 757)	(2 757)	-	-	-	-
	Issues - Consumables Zero Rated	-	-	-	-	-	-	-	-	-	-
	Write Off - Consumables Zero Rated	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Consumables Zero Rated	-	-	-	-	-	-	-	-	-	-
Consumables Zero Rated Total		**-**	**-**	**-**	**127**	**138**	**138**	**-**	**138**	**138**	**138**
Finished Goods	Opening balance - Finished Goods	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Finished Goods	-	-	-	-	-	-	-	-	-	-
	Adjustments - Finished Goods	-	-	-	-	-	-	-	-	-	-
	Issues -Finished Goods	-	-	-	-	-	-	-	-	-	-
	Write Off - Finished Goods	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Finished Goods	-	-	-	-	-	-	-	-	-	-
Finished Goods Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Housing Stock	Opening balance - Housing Stock	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Housing Stock	-	-	-	-	-	-	-	-	-	-
	Sales - Housing Stock	-	-	-	-	-	-	-	-	-	-
	Transfer - Housing stock	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Housing stock	-	-	-	-	-	-	-	-	-	-
Housing Stock Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Land	Opening balance - Land	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Land	-	-	-	-	-	-	-	-	-	-
	Sales - land	-	-	-	-	-	-	-	-	-	-
	Adjustments - Land	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Land	-	-	-	-	-	-	-	-	-	-
	Transfers - Land	-	-	-	-	-	-	-	-	-	-
Land Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Materials and Supplies	Opening balance - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
	Adjustments - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
	Issues - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
	Write Off - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Materials and Supplies	-	-	-	-	-	-	-	-	-	-
Materials and Supplies Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Water	Opening balance - Water	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Water bulk purchases	-	(1 073)	(4 597)	-	-	-	(10 595)	-	-	-
	Acquisitions - Water natural sources	-	-	-	-	-	-	-	-	-	-
	Acquisitions - Water treatment works	-	-	-	-	-	-	-	-	-	-
	Billed Authorised Consumption:Billed Metered Consumption:Free Basic Water	-	-	-	-	-	-	-	-	-	-
	Billed Authorised Consumption:Billed Metered Consumption:Revenue Water	-	1 073	4 597	-	-	-	10 595	-	-	-
	Billed Authorised Consumption:Billed Metered Consumption:Subsidised Water	-	-	-	-	-	-	-	-	-	-
	Billed Authorised Consumption:Billed Unmetered Consumption:Free Basic Water	-	-	-	-	-	-	-	-	-	-
	Billed Authorised Consumption:Billed Unmetered Consumption:Revenue Water	-	-	-	-	-	-	-	-	-	-
	Billed Authorised Consumption:Billed Unmetered Consumption:Subsidised Water	-	-	-	-	-	-	-	-	-	-
	Data Transfer and Management Errors	-	-	-	-	-	-	-	-	-	-
	Non-revenue Water	-	-	-	-	-	-	-	-	-	-
	Unavoidable Annual Real Losses	-	-	-	-	-	-	-	-	-	-
	Unbilled Authorised Consumption:Unbilled Metered Consumption	-	-	-	-	-	-	-	-	-	-
	Unbilled Authorised Consumption:Unbilled Unmetered Consumption	-	-	-	-	-	-	-	-	-	-
	Water Losses:Apparent Losses:Customer Meter Inaccuracies	-	-	-	-	-	-	-	-	-	-
	Water Losses:Apparent Losses:Unauthorised Consumption	-	-	-	-	-	-	-	-	-	-
	Water Losses:Real Losses:Leakage and Overflows at Storage Tanks/Reservoirs	-	-	-	-	-	-	-	-	-	-
	Water Losses:Real Losses:Leakage on Service Connections up to the point of Customer Meter	-	-	-	-	-	-	-	-	-	-
	Water Losses:Real Losses:Leakage on Transmission and Distribution Mains	-	-	-	-	-	-	-	-	-	-
	Correction of Prior period errors - Water	-	-	-	-	-	-	-	-	-	-
Water Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Work-in-progress	Opening balance - WIP	-	-	-	-	-	-	-	-	-	-
	Materials - WIP	-	-	-	-	-	-	-	-	-	-
	Transfer - WIP	-	-	-	-	-	-	-	-	-	-
Work-in-progress Total		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Grand Total		**-**	**-**	**-**	**154**	**163**	**163**	**-**	**188**	**215**	**242**

NC065 Hantam - 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		10 172	11 527	12 897	17 110	17 110	17 110	11 405	34 786	32 253	33 672
Service charges		60 272	50 967	43 013	62 473	62 473	62 473	56 902	75 686	71 273	74 411
Other revenue		97 639	217 853	446 493	4 793	19 097	19 097	235 580	5 634	7 586	8 553
Transfers and Subsidies - Operational	1	39 572	52 702	33 279	40 920	41 002	41 002	33 960	43 071	43 622	45 583
Transfers and Subsidies - Capital	1	13 051	51 966	(1 306)	124 376	124 361	124 361	123 063	21 929	34 321	40 765
Interest		472	1 721	2 611	2 106	2 106	2 106	1 620	2 209	2 306	2 407
Dividends									–	–	–
Payments											
Suppliers and employees		(214 765)	(305 767)	(419 072)	(116 610)	(137 706)	(137 706)	(333 978)	(156 342)	(150 947)	(153 760)
Interest		–	–	–	(95)	(165)	(165)	–	(165)	(173)	(180)
Transfers and Subsidies	1	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**6 412**	**80 969**	**117 915**	**135 071**	**128 277**	**128 277**	**128 551**	**26 808**	**40 242**	**51 452**
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		(22 100)	(65 351)	(138 791)	(133 826)	(133 811)	(133 811)	(77 835)	(23 451)	(34 620)	(41 037)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(22 100)**	**(65 351)**	**(138 791)**	**(133 826)**	**(133 811)**	**(133 811)**	**(77 835)**	**(23 451)**	**(34 620)**	**(41 037)**
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans									–	–	–
Borrowing long term/refinancing		–	–	521	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	(56)	–	–	–	89	–	–	–
Payments											
Repayment of borrowing		(214)	(248)	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(214)**	**(248)**	**466**	**–**	**–**	**–**	**89**	**–**	**–**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**(15 902)**	**15 371**	**(20 411)**	**1 245**	**(5 534)**	**(5 534)**	**50 805**	**3 357**	**5 622**	**10 416**
Cash/cash equivalents at the year begin:	2	**9 233**	**3 117**	**6 238**	**4 430**	**17 661**	**17 661**	**–**	**6 791**	**10 148**	**15 770**
Cash/cash equivalents at the year end:	2	**(6 669)**	**18 488**	**(14 173)**	**5 676**	**12 126**	**12 126**	**50 805**	**10 148**	**15 770**	**26 186**

NC065 Hantam - 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	(6 669)	18 488	(14 173)	5 676	12 126	12 126	50 805	10 148	15 770	26 186
Other current investments > 90 days		9 787	(12 250)	31 834	(5 350)	(5 335)	(5 335)	5 319	1 429	5 090	9 563
Non current Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		**3 117**	**6 238**	**17 661**	**326**	**6 791**	**6 791**	**56 124**	**11 577**	**20 860**	**35 749**
Application of cash and investments											
Unspent conditional transfers		–	5 836	2 148	–	–	–	18 142	–	–	–
Unspent borrowing											
Statutory requirements	2	(3 171)	(10 047)	(14 304)	(10 047)	(2 304)	(2 304)	(14 410)	(729)	(757)	(788)
Other working capital requirements	3	25 214	16 526	30 145	4 953	(1 401)	(1 401)	(263 556)	(9 045)	(27 034)	(47 489)
Other provisions		4 006	4 242	4 138	8 263	6 638	6 638	4 138	9 502	12 520	15 674
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		**26 050**	**16 557**	**22 126**	**3 170**	**2 933**	**2 933**	**(255 686)**	**(273)**	**(15 271)**	**(32 603)**
Surplus(shortfall) - Excluding Non-Current Creditors Trf to Debt Relief Benefits		**(22 932)**	**(10 319)**	**(4 466)**	**(2 844)**	**3 858**	**3 858**	**311 810**	**11 850**	**36 131**	**68 352**
Creditors transferred to Debt Relief - Non-Current portion		–	–	–	–	–	–	–	–	–	–
Surplus(shortfall) - Including Non-Current Creditors Trf to Debt Relief Benefits		**(22 932)**	**(10 319)**	**(4 466)**	**(2 844)**	**3 858**	**3 858**	**311 810**	**11 850**	**36 131**	**68 352**

NC065 Hantam - Table A9 Asset Management

NC065 Hantam - 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	**13 810**	**61 596**	**122 844**	**97 650**	**97 650**	**97 650**	**1 879**	**17 148**	**17 986**
Water Supply Infrastructure		12 231	59 742	122 433	97 200	97 200	97 200	–	16 758	17 597
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***12 231***	***59 742***	***122 433***	***97 200***	***97 200***	***97 200***	–	***16 758***	***17 597***
Community Facilities		–	–	–	–	–	–	500	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	–	–	–
Community Assets		–	–	–	–	–	–	***500***	–	–
Heritage Assets		–	–	–	–	–	–	–	–	–
Intangible Assets		***975***	–	–	–	–	–	–	–	–
Computer Equipment		**604**	**206**	**127**	**300**	**300**	**300**	**476**	**260**	**260**
Furniture and Office Equipment		–	**223**	**123**	**150**	**150**	**150**	**130**	**130**	**130**
Machinery and Equipment		–	**12**	**162**	–	–	–	**173**	–	–
Transport Assets		–	**1 413**	–	–	–	–	**600**	–	–
Total Upgrading of Existing Assets	6	**8 290**	**3 755**	**15 947**	**36 176**	**36 161**	**36 161**	**18 513**	**12 957**	**17 698**
Roads Infrastructure		8 290	3 533	1 267	7 500	7 500	7 500	–	–	–
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	3 912	8 047	8 047	8 047	1 299	3 020	7 486
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	174	10 768	20 629	20 614	20 614	7 826	9 937	10 212
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***8 290***	***3 707***	***15 947***	***36 176***	***36 161***	***36 161***	***9 125***	***12 957***	***17 698***
Community Facilities		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	9 388	–	–
Community Assets		–	–	–	–	–	–	***9 388***	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Operational Buildings		–	48	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		–	***48***	–	–	–	–	–	–	–
Total Capital Expenditure	4	**22 100**	**65 351**	**138 791**	**133 826**	**133 811**	**133 811**	**20 392**	**30 105**	**35 684**
Roads Infrastructure		8 290	3 533	1 267	7 500	7 500	7 500	–	–	–
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	3 912	8 047	8 047	8 047	1 299	3 020	7 486
Water Supply Infrastructure		12 231	59 742	122 433	97 200	97 200	97 200	–	16 758	17 597
Sanitation Infrastructure		–	174	10 768	20 629	20 614	20 614	7 826	9 937	10 212
Infrastructure		***20 521***	***63 449***	***138 380***	***133 376***	***133 361***	***133 361***	***9 125***	***29 715***	***35 294***
Community Facilities		–	–	–	–	–	–	500	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	9 388	–	–
Community Assets		–	–	–	–	–	–	***9 888***	–	–
Operational Buildings		–	48	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		–	***48***	–	–	–	–	–	–	–
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		975	–	–	–	–	–	–	–	–
Intangible Assets		***975***	–	–	–	–	–	–	–	–
Computer Equipment		**604**	**206**	**127**	**300**	**300**	**300**	**476**	**260**	**260**
Furniture and Office Equipment		–	**223**	**123**	**150**	**150**	**150**	**130**	**130**	**130**
Machinery and Equipment		–	**12**	**162**	–	–	–	**173**	–	–
Transport Assets		–	**1 413**	–	–	–	–	**600**	–	–
TOTAL CAPITAL EXPENDITURE - Asset class		**22 100**	**65 351**	**138 791**	**133 826**	**133 811**	**133 811**	**20 392**	**30 105**	**35 684**

ASSET REGISTER SUMMARY - PPE (WDV)	5	405 668	456 763	588 405	716 478	704 125	704 125	706 426	718 400	736 033
Roads Infrastructure		45 633	47 936	48 172	55 253	53 938	53 938	52 204	50 477	48 750
Storm water Infrastructure		–	–	(212)	–	(212)	(212)	(212)	(212)	(212)
Electrical Infrastructure		46 922	45 730	48 185	54 812	54 714	54 714	54 495	56 002	61 976
Water Supply Infrastructure		177 592	227 202	339 409	444 278	428 086	428 086	419 563	427 333	435 941
Sanitation Infrastructure		52 811	51 574	60 495	84 945	79 122	79 122	84 960	93 315	101 945
Solid Waste Infrastructure		3 056	357	1 532	(53)	1 322	1 322	1 112	903	694
Rail Infrastructure										
Coastal Infrastructure										
Information and Communication Infrastructure										
Infrastructure		***326 015***	***372 800***	***497 580***	***639 236***	***616 969***	***616 969***	***612 122***	***627 818***	***649 094***
Community Assets		27 901	31 242	29 534	27 094	27 382	27 382	35 118	33 003	30 888
Heritage Assets		**1 618**	**1 618**	**1 618**	**1 618**	**1 618**	**1 618**	**1 618**	**1 618**	**1 618**
Investment properties		**37 734**	**37 734**	**45 718**	**37 734**	**45 718**	**45 718**	**45 718**	**45 718**	**45 718**
Other Assets		1 353	1 313	1 313	1 083	1 184	1 184	1 055	921	804
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Intangible Assets		1 628	1 554	1 431	1 527	1 417	1 417	1 403	1 389	1 375
Computer Equipment		**1 834**	**1 767**	**1 730**	**2 141**	**1 774**	**1 774**	**1 993**	**1 985**	**2 078**
Furniture and Office Equipment		**792**	**1 278**	**1 649**	**732**	**1 424**	**1 424**	**1 179**	**917**	**615**
Machinery and Equipment		**576**	**373**	**327**	**(14)**	**34**	**34**	**(86)**	**(378)**	**(670)**
Transport Assets		**4 431**	**5 299**	**5 720**	**3 542**	**4 820**	**4 820**	**4 521**	**3 624**	**2 728**
Land		**1 785**	**1 785**	**1 785**	**1 785**	**1 785**	**1 785**	**1 785**	**1 785**	**1 785**
Zoo's, Marine and Non-biological Animals										
Living Resources										
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	**405 668**	**456 763**	**588 405**	**716 478**	**704 125**	**704 125**	**706 426**	**718 400**	**736 033**
EXPENDITURE OTHER ITEMS		**18 585**	**22 064**	**17 188**	**29 851**	**33 179**	**33 179**	**26 454**	**26 196**	**26 471**
Depreciation	7	9 651	9 017	7 800	17 620	18 091	18 091	18 091	18 131	18 051
Repairs and Maintenance by Asset Class	3	**8 934**	**13 047**	**9 389**	**12 231**	**15 088**	**15 088**	**8 363**	**8 065**	**8 420**
Roads Infrastructure		597	997	313	381	350	350	380	398	415
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		522	358	312	506	471	471	471	493	514
Information and Communication Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		***1 119***	***1 355***	***625***	***887***	***821***	***821***	***851***	***890***	***929***
Community Facilities		136	253	265	197	70	70	70	73	76
Sport and Recreation Facilities		134	235	187	314	214	214	214	224	234
Community Assets		***270***	***488***	***452***	***511***	***284***	***284***	***284***	***297***	***310***
Investment properties		–	–	–	–	–	–	–	–	–
Operational Buildings		327	339	113	451	544	544	644	674	703
Housing		–	–	–	–	–	–	–	–	–
Other Assets		***327***	***339***	***113***	***451***	***544***	***544***	***644***	***674***	***703***
Intangible Assets		–	–	–	–	–	–	–	–	–
Computer Equipment		**66**	**34**	**38**	**50**	**5**	**5**	**2**	**3**	**3**
Furniture and Office Equipment		**5 018**	**7 230**	**5 347**	**6 568**	**9 260**	**9 260**	**5 182**	**4 738**	**4 946**
Machinery and Equipment		**768**	**601**	**152**	**854**	**856**	**856**	**838**	**876**	**915**
Transport Assets		**1 366**	**3 000**	**2 661**	**2 910**	**3 318**	**3 318**	**561**	**587**	**613**
TOTAL EXPENDITURE OTHER ITEMS		**18 585**	**22 064**	**17 188**	**29 851**	**33 179**	**33 179**	**26 454**	**26 196**	**26 471**
Renewal and upgrading of Existing Assets as % of total capex		*37.5%*	*5.7%*	*11.5%*	*27.0%*	*27.0%*	*27.0%*	*90.8%*	*43.0%*	*49.6%*
Renewal and upgrading of Existing Assets as % of deprecn		*85.9%*	*41.6%*	*204.5%*	*205.3%*	*199.9%*	*199.9%*	*102.3%*	*71.5%*	*98.0%*
R&M as a % of PPE & Investment Property		*2.2%*	*2.9%*	*1.6%*	*1.7%*	*2.2%*	*2.2%*	*1.2%*	*1.1%*	*1.1%*
Renewal and upgrading and R&M as a % of PPE and Investment Property		*4.3%*	*3.7%*	*4.3%*	*6.8%*	*7.3%*	*7.3%*	*3.8%*	*2.9%*	*3.6%*

NC065 Hantam - 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
Cost of Free Basic Services provided - Formal Settlements (R'000)										
Water (6 kilolitres per **indigent** household per month)		2 816	2 199	2 768	3 552	3 552	3 552	3 729	3 901	4 073
Sanitation (free sanitation service to **indigent households**)		–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per **indigent** household per month)		1 514	1 380	1 751	1 846	1 846	1 846	2 030	2 123	2 217
Refuse (removed once a week **for indigent households**)		2 815	2 645	3 356	3 644	3 644	3 644	4 009	4 193	4 377
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		–	–	–	–	–	–	–	–	–
Total cost of FBS provided	8	**7 145**	**6 224**	**7 876**	**9 042**	**9 042**	**9 042**	**9 768**	**10 217**	**10 667**
Highest level of free service provided per household										
Property rates (R value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)										
Refuse (average litres per week)										
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)**		6 274	6 738	7 453	7 259	7 259	7 259	(7 615)	(7 950)	(8 300)
Water **(in excess of 6 kilolitres per indigent household per month)**		(3)	(181)	(175)	–	–	–	–	–	–
Sanitation **(in excess of free sanitation service to indigent households)**		2 742	2 591	3 334	3 151	3 151	3 151	3 309	3 461	3 613
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		**9 013**	**9 148**	**10 612**	**10 411**	**10 411**	**10 411**	**(4 306)**	**(4 489)**	**(4 687)**

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. In addition, Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

Community participation meetings were held between the 4- 11 March 2025 where community needs were identified for inputs in the 2025/26 MTREF budget. Budget and IDP community consultations will be held during April – May 2025, where the Final budget and revised IDP communicated to the community for further input and consultation.

Budget and IDP review were conducted in May 2025, with management and councillors, where the budget and IDP indicators were discussed a considering the consultations with the community and key stakeholders, including IGR meetings. This includes the review of the Final budget related policies.

The Final budget, policies and tariffs will be assessed by provincial treasury in May 2025 to ensure that that it complies with relevant legislations and norms and standards. This includes the review of data strings and the alignment thereof in terms of mSCOA. Any misalignment of Final budget data strings were reviewed to ensure accurate reporting prior to the adoption final budget in May 2025.

The time schedule of key deadlines for the compilation of the 2025/26 to 2028/29 MTREF was submitted to Council for approval on the 31st of August 2024 as required by Section 21(b) of the MFMA. These key deadlines were met accordingly in preparation for Final budget.

The MFMA Circulars 129 issued on the 10th of December 2024 and MFMA Circulars 130 issued on the 19th of March 2025, provide guidance to municipalities and their entities on the preparation of their 2025/26 Medium Term Revenue and Expenditure Framework (MTREF). These circulars were considered in the preparation of final annual budget.

2.2 OVERVIEW OF ALIGNMENT OF ANNUAL BUDGET WITH INTEGRATED DEVELOPMENT PLAN

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five-year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The IDP drives the strategic development of the Municipality. The Municipality's budget is influenced by the strategic objectives identified in the IDP. The service delivery budget implementation plan (SDBIP) ensures that the Municipality implements programmes and projects based on the IDP targets and associated budgets. The performance of the Municipality is tabled in its Annual Report.

The 2025/26 MTREF has therefore been directly informed by the IDP revision process, and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure, and capital expenditure.

Refer to the detailed FINAL Revised IDP

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. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality targets, monitors, assess and reviews organisational performance which in turn is directly linked to individual employee's performance.

At any given time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly during the last stage, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages.

The performance of the district relates directly to the extent to which it has achieved success in realising its goals and objectives, complied with legislative requirements and meeting stakeholder expectations. The district therefore has adopted one integrated performance management system which encompasses:

1. Planning (setting goals, objectives, targets and benchmarks);
2. Monitoring (regular monitoring and checking on the progress against plan);
3. Measurement (indicators of success);
4. Review (identifying areas requiring change and improvement);
5. Reporting (what information, to whom, from whom, how often and for what purpose); and
6. Improvement (making changes where necessary).

Hantam Municipality continuously ensures that a culture of performance management is institutionalised. Performance agreements are therefore concluded with senior management. The Human Resources Department is in process of implementing Performance Management and cascading to All post Levels within the municipality and this is an ongoing process.

Refer to the detailed FINAL SDBIP for detailed budgeted figures per IDP targets.

2.4 OVERVIEW OF BUDGET-RELATED POLICIES

Various budget-related policies were reviewed and workshoped during the budget consultations with relevant stakeholders. The budget-related policies include:

1. Eiendomsbelasting/ Property Rates Policy
2. Tariewe Beleid/Tariff Policy
3. Kredietbeheer em skuld invorderings beleid/Credit Control and Debt Collection Policy
4. Hulpbehoewende Beleid/Indigent Policy
5. Voorsieningskanaal beleid/Supply Chain Management Policy
6. Infrastructure Procurement and Delivery Management Policy
7. Oordragbeleid/Virement Policy
8. Fondse en reserwe/Funds and reserve Policy
9. Reis en Verblyf/Travel and subsistence Policy
10. Langtermyn Finansiële beplanning en implimentering/Long Term Financial planning and Implementation Policy
11. Kontant en Beleggingsbeleid/Cash and Investment Policy
12. Voorkeurverkrygingsbeleidsraamwerk/Preferential Procurement Policy
13. Konsultasieverminderingsbeleid/Consultancy Reduction Policy
14. Kredietbeheer em skuld invorderings bywet /Credit Control and Debt Collection By-Law;
15. Eiendomsbelasting bywet/Property Rates By-Law;

2.5 OVERVIEW OF BUDGET ASSUMPTIONS

As part of the compilation of the 2025/26 MTREF and for the municipality to ensure affordability and long-term financial sustainability, the following key factors and planning strategies have informed the compilation of the 2025/26 MTREF:

- City growth
- Policy priorities and strategic objectives.
- Asset maintenance
- Economic climate and trends (i.e. inflation, Eskom increases, household debt, migration pattern)
- Performance trends
- The approved 2024/25 adjustments budget and performance against the SDBIP.
- Cash Flow Management.
- Debtor payment levels.
- Loan and investment possibilities.
- The need for tariff increases versus the ability of the community to pay for services.
- Improved and sustainable service delivery.

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars have been taken into consideration in the planning and prioritisation process.

This budget is premised on an 80 per cent collection rate on current year billing. Furthermore, an additional 20% collection based on the opening balances of service debtors and property rates debtors. This is based on the intensive debt collection campaign and revenue enhancement initiatives that the municipality intends to embark on from April 2025.

General inflation outlook and its impact on the municipal activities

When preparing the 2025/26 MTREF municipal budget, the municipality considered the following micro-economic forecasts:

CPI Inflation Estimates	2025/26	2026/27	2027/28
	4.3%	4.6%	4.4%

Rates, tariffs and charges

Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The municipality derives most of its operational revenue from the provision of goods and services such as water, electricity, sanitation and solid waste removal. Property rates, operating and capital grants from organs of state and other minor charges (such as building plan fees, licenses etc.).

The revenue strategy is a function of key components such as:

- Growth in the municipality and economic development.
- Implementation its new valuation roll in 2025/26 financial year
- Revenue management and enhancement.
- Achievement of an 80% annual collection rate for consumer revenue of current year billing and 20% collection on previous year outstanding billing,
- National Treasury guidelines.
- Electricity tariff increases within the National Energy Regulator of South Africa (NERSA) approval.
- Achievement of full cost recovery of specific user charges.
- The Property Rates Policy in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA).
- The ability to extend new services and obtain cost recovery levels.

Refer to annexure A for detailed 2025/26 – 2027/28 Final Municipal Tariffs.

These tariffs are Final tariffs and will be finalised once all public consultation has been conducted with the community, provincial treasury and other relevant stakeholders taking into consideration the cost-of -supply study outcomes.

Free or subsidised basic services

Hantam's criteria for supporting free or subsidised basic services are set out in the indigent support and rebate policy. The Government allocates revenue from the Division of Revenue Act (DORA) in the form of the Equitable Share Grant with the primary aim of assisting with the costs of providing free or subsidised basic services to indigent households. Any costs over and above the Equitable Share allocation are met by the Municipality.

Refer to Table A10 Basic service delivery measurement, for detailed information on free and subsidised basic services.

2.6 OVERVIEW OF BUDGET FUNDING

MFMA section 18 states that an annual budget may only be funded from:
(a) realistically anticipated revenues to be collected,
(b) cash-backed accumulated funds from previous years' surpluses not committed for other purposes and
(c) borrowed funds, but only for the capital budget.

Revenue projections in the budget must be realistic, taking into account the projected revenue for the current year based on collection levels to date and actual revenue collected in the previous financial year.

The budget is funded from transfers from national and provincial spheres of government as well as own funding. Below is a summary of the total budget funding sources:

Item	Budget year 2025/26	Percentage
Property Rates	36 740 457	20%
Water	12 784 334	7%
Waste Water Management	7 109 045	4%
Waste Management	7 208 916	4%
Electricity	47 233 593	25%
Rental of Facilities	282 523	0%
Interest Earned - Main Account & Investments	2 208 717	1%
Interest Earned - Outstanding Debtors	3 094 025	2%
Other Income	5 795 854	3%
Government Grant and Subsidies – Operational	43 071 001	23%
Government Grant and Subsidies – Capital	21 929 000	12%
Total Revenue	**187 739 988**	**100%**

Based on the above, government grants constitute of 35% of the total revenue of the municipality, indicating that the municipality a grant dependant municipality.

This budget is premised on an 80 per cent collection rate on current year billing on municipal services and property rates.

Furthermore, an additional 20% collection based on the opening balances of service debtors and property rates debtors. This is based on the intensive debt collection campaign and revenue enhancement initiatives that the municipality intends to embark on from April 2025.

To achieve the above collection rate, credit control and debt collection processes need to be strengthened and all relevant stakeholders, i.e. the community, councillors, management and staff of the municipality, need to play their part in ensuring the realisation of these set targets.

2.7 EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

The below table depicts total grants gazetted for the Municipality for the 2023-24 MTREF:

Grant Description	2024/25 (R)	2025/26 (R)	2026/27 (R)	2027/28 (R)
Municipal Infrastructure Grant (MIG)	20 614 000	20 429 000	11 477 000	11 795 000
Energy Efficiency and Demand-Side Management Grant (EEDSM)	4 000 000	-	-	5 000 000
Integrated National Electrification Programme (Municipal) Grant (INEP)	2 547 000	1 500 000	3 488 000	3 646 000
Regional Bulk Infrastructure Grant (RBIG)	85 000 000	-	-	-
Water Services Infrastructure Grant (WSIG)	12 200 000	-	19 356 000	20 324 000
Financial Management Grant (FMG)	1 900 000	2 000 000	2 100 000	2 200 000
Expanded Public Works Programme (EPWP - Public Works)	1 213 000	1 269 000	-	-
DSAC - Libraries Grant	1 853 000	1 853 000	1 870 000	1 870 000
LG Seta	82 000	89 000	82 000	82 000
Equitable Share	35 954 000	37 702 000	39 326 000	41 088 000
TOTAL	**165 363 000**	**64 842 000**	**77 699 000**	**86 005 000**

There is a decline in number of grants we used to receive as the Municipality when comparing with allocations of the previous year and a decrease in some other grants, as follows:

Grant Description	2024/25 (R)	2025/26 (R)	Increase/ Decrease in Funding (R)	Increase/ (Decrease) in Funding (%)
Municipal Infrastructure Grant (MIG)	20 614 000	20 429 000	-185 000	-0.91%
Energy Efficiency and Demand-Side Management Grant (EEDSM)	4 000 000	0	-4 000 000	-100.00%
Integrated National Electrification Programme (Municipal) Grant (INEP)	2 547 000	1 500 000	-1 047 000	-69.80%
Regional Bulk Infrastructure Grant (RBIG)	85 000 000	0	-85 000 000	-100.00%
Water Services Infrastructure Grant (WSIG)	12 200 000	0	-12 200 000	-100.00%
Financial Management Grant (FMG)	1 900 000	2 000 000	100 000	5.00%
Expanded Public Works Programme (EPWP - Public Works)	1 213 000	1 269 000	56 000	4.41%
DSAC - Libraries Grant	1 853 000	1 900 000	47 000	2.47%
LG Seta	82 000	200 000	118 000	59.00%
Equitable Share	35 954 000	37 702 000	1 748 000	4.64%
TOTAL	**165 363 000**	**65 000 000**	**-100 363 000**	**-60.69%**

The total grants decreased from R165 363 000 prior year to R65 000 000, which is a decrease of 60,79% in government funding.

These tables reflect to grant receipts and grant programmes that the municipality is anticipating receiving in terms of the Division of Revenue Act (DoRA) as well as from provincial and sector departments.

NC065 Hantam - 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:		29 080	33 336	35 808	37 854	37 854	37 854	39 702	41 426	43 288
Local Government Equitable Share		27 160	31 566	33 888	35 954	35 954	35 954	37 702	39 326	41 088
Local Government Financial Management Grant		1 920	1 770	1 920	1 900	1 900	1 900	2 000	2 100	2 200
Provincial Government:		3 122	3 427	3 219	3 066	3 148	3 148	3 369	2 196	2 296
Capacity Building and Other Grants		3 122	3 427	3 219	3 066	3 148	3 148	3 369	2 196	2 296
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	32 202	36 763	39 027	40 920	41 002	41 002	43 071	43 622	45 583
Capital Transfers and Grants										
National Government:		23 051	75 807	154 724	124 376	124 361	124 361	21 929	34 321	40 765
Energy Efficiency and Demand Side Management Grant		3 000	–	4 000	4 000	4 000	4 000	–	–	5 000
Integrated National Electrification Programme Grant		–	–	–	2 547	2 547	2 547	1 500	3 488	3 646
Local Government Financial Management Grant		–	150	–	–	–	–	–	–	–
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		10 051	4 657	13 724	20 629	20 614	20 614	20 429	11 477	11 795
Regional Bulk Infrastructure Grant		–	50 000	110 000	85 000	85 000	85 000	–	–	–
Water Services Infrastructure Grant		10 000	21 000	27 000	12 200	12 200	12 200	–	19 356	20 324
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		26 217	5 519	2 064	–	–	–	–	–	–
Unspecified		26 217	5 519	2 064	–	–	–	–	–	–
Total Capital Transfers and Grants	5	49 268	81 326	156 789	124 376	124 361	124 361	21 929	34 321	40 765
TOTAL RECEIPTS OF TRANSFERS & GRANTS		81 470	118 090	195 816	165 296	165 363	165 363	65 000	77 943	86 348

2.8 ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY

Other than the indigent electricity provided to qualifying indigents of the municipality, the following other allocations and grants made by the municipality were budgeted for in the 2025/26 MTREF budget:

Description	2025/26 (R)	2026/27 (R)	2027/28 (R)
TS_O_M_PE_YOUTH	140 000.00	140 000.00	140 000.00
TS_O_M_PE_WOMEN	100 000.00	100 000.00	100 000.00
TS_O_M_PE_16 DAYS ACTIVISM	60 000.00	60 000.00	60 000.00
TS_O_M_PE_WORLD AIDS DAY	100 000.00	100 000.00	100 000.00
TS_O_M_PE_CHILDREN	100 000.00	100 000.00	100 000.00
TOTAL	**500 000.00**	**500 000.00**	**500 000.00**

These allocations relate to the programmes and activities in the Office of the Mayor, which is funded through either by municipal funds and/or S12 donations received from public.

2.9 COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

The salary bill of the municipality, including remuneration of councillors amounts to R64,4 million and increase from the prior year by an average of 6%. This is 37% of the total budgeted operating expenditure for the 2025/26 financial year, which is in the norm of 25%-40% as per national treasury's guidelines. This includes the remuneration of councillors. Excluding remuneration of councillors the variance is 33%.

- Remuneration of councillors are budgeted at R6,1 million, which is 3,9% more than the previous financial year. This is attributed to the adjustment based on the upper limits of councillors' remuneration and the funding of 79A council committees' remuneration.
- Senior managers remuneration is expected to increase by 30,3%. This is due to the filling of all senior managers vacant post in 2024/25 financial year. The budget on remuneration of senior managers were based on the draft gazette on the upper limits on the remuneration of senior managers. The remuneration is budgeted at R5,7 million.
- A 4.2% increase is expected on salaries and contributions of other municipal staff, based on the proposed salary increases according to the SALGA Collective Agreement, as well as the funding of critical vacant posts. This is budgeted at R52 million.

NC065 Hantam - 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		–	848	909	989	989	989	–	–	–
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance		–	272	170	255	255	255	–	–	–
Cellphone Allowance		458	546	597	625	625	625	611	611	611
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		4 105	3 722	4 034	4 000	4 000	4 000	5 489	5 708	5 937
Sub Total - Councillors		**4 563**	**5 389**	**5 710**	**5 870**	**5 870**	**5 870**	**6 100**	**6 319**	**6 548**
% increase	4		**18.1%**	**6.0%**	**2.8%**	**–**	**–**	**3.9%**	**3.6%**	**3.6%**
Senior Managers of the Municipality	2									
Basic Salaries and Wages		1 552	3 094	2 382	4 251	3 978	3 978	4 899	4 997	4 338
Pension and UIF Contributions		–	17	11	61	15	15	28	25	26
Medical Aid Contributions		82	–	–	–	–	–	–	–	–
Overtime										
Performance Bonus		–	380	291	143	135	135	355	264	277
Motor Vehicle Allowance	3	72	192	358	573	229	229	305	235	245
Cellphone Allowance	3	8	20	12	21	18	18	43	45	47
Housing Allowances	3	–	–	–	–	–	–	–	–	–
Other benefits and allowances	3	–	–	–	–	–	–	–	–	–
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	72	76	80
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Entertainment										
Scarcity										
Acting and post related allowance										
In kind benefits										
Sub Total - Senior Managers of Municipality		**1 714**	**3 704**	**3 054**	**5 049**	**4 375**	**4 375**	**5 701**	**5 641**	**5 012**
% increase	4		**116.1%**	**(17.5%)**	**65.3%**	**(13.3%)**	**–**	**30.3%**	**(1.0%)**	**(11.2%)**
Other Municipal Staff										
Basic Salaries and Wages		22 890	25 415	28 259	34 713	33 045	33 045	34 394	36 251	37 859
Pension and UIF Contributions		4 140	5 039	5 496	6 757	6 989	6 989	6 509	6 860	7 164
Medical Aid Contributions		694	859	972	2 577	2 592	2 592	2 447	2 580	2 695
Overtime		1 542	3 219	3 128	1 194	1 599	1 599	1 572	1 657	1 730
Performance Bonus		1 393	1 909	1 908	2 641	2 339	2 339	2 598	2 738	2 859
Motor Vehicle Allowance	3	959	1 206	1 740	1 929	1 703	1 703	2 292	2 416	2 528
Cellphone Allowance	3	130	138	159	192	133	133	126	133	139
Housing Allowances	3	243	314	135	141	100	100	211	222	232
Other benefits and allowances	3	14	15	15	16	0	0	513	20	20
Payments in lieu of leave		339	271	184	279	50	50	50	53	55
Long service awards		127	294	226	172	111	111	50	53	56
Post-retirement benefit obligations	6	1 668	2 103	2 323	1 907	1 855	1 855	1 855	1 955	2 041
Entertainment										
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		–	–	–	–	–	–	–	–	–
In kind benefits										
Sub Total - Other Municipal Staff		**34 140**	**40 780**	**44 545**	**52 519**	**50 515**	**50 515**	**52 616**	**54 936**	**57 379**
% increase	4		**19.5%**	**9.2%**	**17.9%**	**(3.8%)**	**–**	**4.2%**	**4.4%**	**4.4%**

2.10 MONTHLY TARGETS FOR REVENUE, EXPENDITURE AND CASH FLOW

NC065 Hantam - 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		3 936	3 936	3 936	3 936	3 936	3 936	3 936	3 936	3 936	3 936	3 936	3 936	47 234	49 406	51 580
Service charges - Water		1 065	1 065	1 065	1 065	1 065	1 065	1 065	1 065	1 065	1 065	1 065	1 065	12 784	13 353	13 942
Service charges - Waste Water Management		592	592	592	592	592	592	592	592	592	592	592	592	7 109	7 436	7 763
Service charges - Waste Management		601	601	601	601	601	601	601	601	601	601	601	601	7 209	7 541	7 872
Sale of Goods and Rendering of Services		27	27	27	27	27	27	27	27	27	27	27	27	321	335	350
Agency services		19	19	19	19	19	19	19	19	19	19	19	19	234	244	255
Interest													–	–	–	–
Interest earned from Receivables		154	154	154	154	154	154	154	154	154	154	154	154	1 853	1 934	2 019
Interest earned from Current and Non Current Assets		184	184	184	184	184	184	184	184	184	184	184	184	2 209	2 306	2 407
Dividends													–	–	–	–
Rent on Land													–	–	–	–
Rental from Fixed Assets		24	24	24	24	24	24	24	24	24	24	24	24	283	295	308
Licence and permits		32	32	32	32	32	32	32	32	32	32	32	32	383	400	417
Special rating levies																
Operational Revenue		360	360	360	360	360	360	360	360	360	360	360	360	4 317	4 507	4 705
Non-Exchange Revenue																
Property rates		3 062	3 062	3 062	3 062	3 062	3 062	3 062	3 062	3 062	3 062	3 062	3 062	36 740	38 357	40 045
Surcharges and Taxes													–	–	–	–
Fines, penalties and forfeits		3	3	3	3	3	3	3	3	3	3	3	3	33	34	36
Licences or permits													–	–	–	–
Transfer and subsidies - Operational		2 281	281	9 706	281	281	9 706	281	281	9 706	281	281	9 706	43 071	43 622	45 583
Interest		103	103	103	103	103	103	103	103	103	103	103	103	1 242	1 296	1 353
Fuel Levy													–	–	–	–
Operational Revenue													–	–	–	–
Gains on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Gains		42	42	42	42	42	42	42	42	42	42	42	42	509	531	554
Discontinued Operations													–	–	–	–
Total Revenue (excluding capital transfers and contrib		**12 486**	**10 486**	**19 911**	**10 486**	**10 486**	**19 911**	**10 486**	**10 486**	**19 911**	**10 486**	**10 486**	**19 911**	**165 528**	**171 596**	**179 191**
Expenditure																
Employee related costs		4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	58 316	60 578	62 391
Remuneration of councillors		508	508	508	508	508	508	508	508	508	508	508	508	6 100	6 319	6 548
Bulk purchases - electricity		2 678	2 678	2 678	2 678	2 678	2 678	2 678	2 678	2 678	2 678	2 678	2 678	32 131	33 513	34 853
Inventory consumed		42	42	42	42	42	42	42	42	42	42	42	42	505	528	552
Debt impairment		975	975	975	975	975	975	975	975	975	975	975	975	11 697	2 682	2 800
Depreciation and amortisation		1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	18 091	18 131	18 051
Interest		192	192	192	192	192	192	192	192	192	192	192	192	2 309	2 416	2 522
Contracted services		1 836	1 836	1 836	1 836	1 836	1 836	1 836	1 836	1 836	1 836	1 836	1 836	22 028	18 307	18 602
Transfers and subsidies		42	42	42	42	42	42	42	42	42	42	42	42	500	800	800
Irrecoverable debts written off		531	531	531	531	531	531	531	531	531	531	531	531	6 376	6 771	6 787
Operational costs		1 285	1 285	1 285	1 285	1 285	1 285	1 285	1 285	1 285	1 285	1 285	1 285	15 425	16 282	16 675
Losses on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Losses		86	86	86	86	86	86	86	86	86	86	86	86	1 029	1 085	1 132
Total Expenditure		**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**174 509**	**167 411**	**171 713**
Surplus/(Deficit)		**(2 057)**	**(4 057)**	**5 369**	**(4 057)**	**(4 057)**	**5 369**	**(4 057)**	**(4 057)**	**5 369**	**(4 057)**	**(4 057)**	**5 369**	**(8 980)**	**4 185**	**7 477**
Transfers and subsidies - capital (monetary allocations)		792	792	3 899	792	792	3 899	792	792	3 899	792	792	3 899	21 929	34 321	40 765
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**(1 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**12 949**	**38 506**	**48 242**
Income Tax													–	–	–	–
Surplus/(Deficit) after income tax		**(1 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**12 949**	**38 506**	**48 242**
Share of Surplus/Deficit attributable to Joint Venture													–	–	–	–
Share of Surplus/Deficit attributable to Minorities													–	–	–	–
Surplus/(Deficit) attributable to municipality		**(1 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**12 949**	**38 506**	**48 242**
Share of Surplus/Deficit attributable to Associate													–	–	–	–
Intercompany/Parent subsidiary transactions													–	–	–	–
Surplus/(Deficit) for the year	1	**(1 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**12 949**	**38 506**	**48 242**

NC065 Hantam - 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 01 - Executive & Council		42	42	931	42	42	931	42	42	931	42	42	931	4 062	4 237	4 427
Vote 02 - Budget & Treasury Office		5 361	3 361	3 361	3 361	3 361	3 361	3 361	3 361	3 361	3 361	3 361	3 361	42 332	44 207	46 159
Vote 03 - Corporate Services		403	403	4 842	403	403	4 842	403	403	4 842	403	403	4 842	22 589	23 567	24 621
Vote 04 - Community & Social Services		167	167	167	167	167	167	167	167	167	167	167	167	2 005	2 017	7 107
Vote 05 - Sports & Recreation		841	841	841	841	841	841	841	841	841	841	841	841	10 089	523	546
Vote 06 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 07 - Planning & Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 08 - Road Transport		65	65	65	65	65	65	65	65	65	65	65	65	782	277	289
Vote 09 - Electricity		4 091	4 091	4 877	4 091	4 091	4 877	4 091	4 091	4 877	4 091	4 091	4 877	52 232	56 546	59 039
Vote 10 - Water		1 082	1 082	2 032	1 082	1 082	2 032	1 082	1 082	2 032	1 082	1 082	2 032	16 784	36 671	38 406
Vote 11 - Waste Water Management		592	592	5 169	592	592	5 169	592	592	5 169	592	592	5 169	25 414	26 607	27 597
Vote 12 - Solid Waste		633	633	1 526	633	633	1 526	633	633	1 526	633	633	1 526	11 167	11 265	11 764
Vote 13 - Own Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - Environmental Health													–	–	–	–
Vote 15 - Other													–	–	–	–
Total Revenue by Vote		**13 277**	**11 277**	**23 810**	**11 277**	**11 277**	**23 810**	**11 277**	**11 277**	**23 810**	**11 277**	**11 277**	**23 810**	**187 457**	**205 917**	**219 956**
Expenditure by Vote to be appropriated																
Vote 01 - Executive & Council		1 670	1 670	1 670	1 670	1 670	1 670	1 670	1 670	1 670	1 670	1 670	1 670	20 037	21 161	22 024
Vote 02 - Budget & Treasury Office		1 958	1 958	1 958	1 958	1 958	1 958	1 958	1 958	1 958	1 958	1 958	1 958	23 497	23 156	23 669
Vote 03 - Corporate Services		2 091	2 091	2 091	2 091	2 091	2 091	2 091	2 091	2 091	2 091	2 091	2 091	25 098	16 570	15 915
Vote 04 - Community & Social Services		280	280	280	280	280	280	280	280	280	280	280	280	3 363	3 193	3 306
Vote 05 - Sports & Recreation		214	214	214	214	214	214	214	214	214	214	214	214	2 572	2 609	2 661
Vote 06 - Public Safety		5	5	5	5	5	5	5	5	5	5	5	5	64	65	66
Vote 07 - Planning & Development		177	177	177	177	177	177	177	177	177	177	177	177	2 119	1 656	1 729
Vote 08 - Road Transport		787	787	787	787	787	787	787	787	787	787	787	787	9 443	8 725	9 034
Vote 09 - Electricity		3 659	3 659	3 659	3 659	3 659	3 659	3 659	3 659	3 659	3 659	3 659	3 659	43 904	45 554	47 310
Vote 10 - Water		1 929	1 929	1 929	1 929	1 929	1 929	1 929	1 929	1 929	1 929	1 929	1 929	23 151	23 992	24 566
Vote 11 - Waste Water Management		742	742	742	742	742	742	742	742	742	742	742	742	8 903	8 806	9 066
Vote 12 - Solid Waste		1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	12 273	11 837	12 276
Vote 13 - Own Other		7	7	7	7	7	7	7	7	7	7	7	7	85	88	91
Vote 14 - Environmental Health													–	–	–	–
Vote 15 - Other													–	–	–	–
Total Expenditure by Vote		**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**14 542**	**174 509**	**167 411**	**171 713**
Surplus/(Deficit) before assoc.		**(1 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**(3 265)**	**(3 265)**	**9 268**	**12 949**	**38 506**	**48 242**
Income Tax													–	–	–	–
Share of Surplus/Deficit attributable to Minorities		(86)	(86)	(86)	(86)	(86)	(86)	(86)	(86)	(86)	(86)	(86)	943	–	–	–
Intercompany/Parent subsidiary transactions													–	–	–	–
Surplus/(Deficit)	1	**(1 351)**	**(3 351)**	**9 182**	**(3 351)**	**(3 351)**	**9 182**	**(3 351)**	**(3 351)**	**9 182**	**(3 351)**	**(3 351)**	**10 211**	**12 949**	**38 506**	**48 242**

NC065 Hantam - Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)

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		5 806	3 806	9 134	3 806	3 806	9 134	3 806	3 806	9 134	3 806	3 806	9 134	68 983	72 012	75 207
Executive and council		42	42	931	42	42	931	42	42	931	42	42	931	4 062	4 237	4 427
Finance and administration		5 764	3 764	8 203	3 764	3 764	8 203	3 764	3 764	8 203	3 764	3 764	8 203	64 921	67 774	70 780
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Community and public safety		977	977	977	977	977	977	977	977	977	977	977	977	11 720	2 148	7 244
Community and social services		167	167	167	167	167	167	167	167	167	167	167	167	2 005	2 017	7 107
Sport and recreation		810	810	810	810	810	810	810	810	810	810	810	810	9 714	132	137
Public safety													–	–	–	–
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services		96	96	96	96	96	96	96	96	96	96	96	96	1 157	669	698
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		65	65	65	65	65	65	65	65	65	65	65	65	782	277	289
Environmental protection		31	31	31	31	31	31	31	31	31	31	31	31	375	392	409
Trading services		6 398	6 398	13 603	6 398	6 398	13 603	6 398	6 398	13 603	6 398	6 398	13 603	105 598	131 089	136 806
Energy sources		4 091	4 091	4 877	4 091	4 091	4 877	4 091	4 091	4 877	4 091	4 091	4 877	52 232	56 546	59 039
Water management		1 082	1 082	2 032	1 082	1 082	2 032	1 082	1 082	2 032	1 082	1 082	2 032	16 784	36 671	38 406
Waste water management		592	592	5 169	592	592	5 169	592	592	5 169	592	592	5 169	25 414	26 607	27 597
Waste management		633	633	1 526	633	633	1 526	633	633	1 526	633	633	1 526	11 167	11 265	11 764
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Revenue - Functional		13 277	11 277	23 810	11 277	11 277	23 810	11 277	11 277	23 810	11 277	11 277	23 810	187 457	205 917	219 956
Expenditure - Functional																
Governance and administration		5 658	5 658	5 658	5 658	5 658	5 658	5 658	5 658	5 658	5 658	5 658	5 658	67 894	60 169	60 858
Executive and council		1 531	1 531	1 531	1 531	1 531	1 531	1 531	1 531	1 531	1 531	1 531	1 531	18 376	19 481	20 255
Finance and administration		3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	3 988	47 857	39 008	38 834
Internal audit		138	138	138	138	138	138	138	138	138	138	138	138	1 662	1 680	1 769
Community and public safety		505	505	505	505	505	505	505	505	505	505	505	505	6 062	5 932	6 102
Community and social services		286	286	286	286	286	286	286	286	286	286	286	286	3 433	3 264	3 379
Sport and recreation		219	219	219	219	219	219	219	219	219	219	219	219	2 629	2 668	2 723
Public safety													–	–	–	–
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services		1 178	1 178	1 178	1 178	1 178	1 178	1 178	1 178	1 178	1 178	1 178	1 178	14 138	13 036	13 535
Planning and development		367	367	367	367	367	367	367	367	367	367	367	367	4 406	4 006	4 182
Road transport		811	811	811	811	811	811	811	811	811	811	811	811	9 732	9 030	9 352
Environmental protection		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Trading services		7 194	7 194	7 194	7 194	7 194	7 194	7 194	7 194	7 194	7 194	7 194	7 194	86 330	88 186	91 127
Energy sources		3 526	3 526	3 526	3 526	3 526	3 526	3 526	3 526	3 526	3 526	3 526	3 526	42 310	43 874	45 556
Water management		1 904	1 904	1 904	1 904	1 904	1 904	1 904	1 904	1 904	1 904	1 904	1 904	22 844	23 669	24 228
Waste water management		742	742	742	742	742	742	742	742	742	742	742	742	8 903	8 806	9 066
Waste management		1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	1 023	12 273	11 837	12 276
Other		7	7	7	7	7	7	7	7	7	7	7	7	85	88	91
Total Expenditure - Functional		14 542	14 542	14 542	14 542	14 542	14 542	14 542	14 542	14 542	14 542	14 542	14 542	174 509	167 411	171 713
Surplus/(Deficit) before assoc.		(1 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	12 949	38 506	48 242
Intercompany/Parent subsidiary transactions													–	–	–	–
Surplus/(Deficit)	1	(1 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	(3 265)	(3 265)	9 268	12 949	38 506	48 242

NC065 Hantam - 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 01 - Executive & Council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 02 - Budget & Treasury Office		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 04 - Community & Social Services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 05 - Sports & Recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 06 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 07 - Planning & Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 08 - Road Transport		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 09 - Electricity		–	–	–	–	–	–	–	–	–	–	–	1 299	1 299	3 020	7 486
Vote 10 - Water		–	–	–	–	–	–	–	–	–	–	–	–	–	16 758	17 597
Vote 11 - Waste Water Management		–	–	–	–	–	–	–	–	–	–	–	7 826	7 826	9 937	10 212
Vote 12 - Solid Waste		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - Own Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - Environmental Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	2	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**9 125**	**9 125**	**29 715**	**35 294**
***Single-year expenditure** to be appropriated*																
Vote 01 - Executive & Council		50	50	50	50	50	50	50	50	50	50	50	50	600	–	–
Vote 02 - Budget & Treasury Office		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		51	51	51	51	51	51	51	51	51	51	51	50	606	390	390
Vote 04 - Community & Social Services		42	42	42	42	42	42	42	42	42	42	42	42	500	–	–
Vote 05 - Sports & Recreation		782	782	782	782	782	782	782	782	782	782	782	782	9 388	–	–
Vote 06 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 07 - Planning & Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 08 - Road Transport		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 09 - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 10 - Water		14	14	14	14	14	14	14	14	14	14	14	14	173	–	–
Vote 11 - Waste Water Management		652	652	652	652	652	652	652	652	652	652	652	(7 174)	–	–	–
Vote 12 - Solid Waste		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - Own Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 14 - Environmental Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total	2	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**(6 235)**	**11 268**	**390**	**390**
Total Capital Expenditure	2	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**1 591**	**2 890**	**20 392**	**30 105**	**35 684**

NC065 Hantam - 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		**101**	**101**	**101**	**101**	**101**	**101**	**101**	**101**	**101**	**101**	**101**	**100**	**1 206**	**390**	**390**
Executive and council		50	50	50	50	50	50	50	50	50	50	50	50	600	–	–
Finance and administration		51	51	51	51	51	51	51	51	51	51	51	50	606	390	390
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Community and public safety		**824**	**824**	**824**	**824**	**824**	**824**	**824**	**824**	**824**	**824**	**824**	**824**	**9 888**	**–**	**–**
Community and social services		42	42	42	42	42	42	42	42	42	42	42	42	500	–	–
Sport and recreation		782	782	782	782	782	782	782	782	782	782	782	782	9 388	–	–
Public safety													–	–	–	–
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services		**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		**775**	**775**	**775**	**775**	**775**	**775**	**775**	**775**	**775**	**775**	**775**	**775**	**9 298**	**29 715**	**35 294**
Energy sources		108	108	108	108	108	108	108	108	108	108	108	108	1 299	3 020	7 486
Water management		14	14	14	14	14	14	14	14	14	14	14	14	173	16 758	17 597
Waste water management		652	652	652	652	652	652	652	652	652	652	652	652	7 826	9 937	10 212
Waste management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other													**–**	**–**	**–**	**–**
Total Capital Expenditure - Functional	2	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**20 392**	**30 105**	**35 684**
Funded by:																
National Government		1 543	1 543	1 543	1 543	1 543	1 543	1 543	1 543	1 543	1 543	1 543	**1 543**	**18 513**	**29 715**	**35 294**
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		**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**1 543**	**18 513**	**29 715**	**35 294**
Borrowing		50	50	50	50	50	50	50	50	50	50	50	50	600	–	–
Internally generated funds		107	107	107	107	107	107	107	107	107	107	107	107	1 279	390	390
Total Capital Funding		**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	**1 699**	1 699	1 699	20 392	30 105	35 684

2.11 ANNUAL BUDGETS AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN – INTERNAL DEPARTMENTS

Refer to the detailed FINAL SDBIP for detailed budgeted figures per IDP targets.

2.12 ANNUAL BUDGETS AND SERVICE DELIVERY AGREEMENTS – MUNICIPAL ENTITIES AND OTHER EXTERNAL MECHANISMS

Not applicable to Hantam Municipality, as the municipality does not have any municipal entities.

2.13 CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

The municipality's Supply Chain Management Policy stipulates the processes to be complied with for contracts that will impose financial obligations beyond the three years in the annual budget for that financial year and will require approval by Council.

In preparation of the Final budget, no contracts were awarded beyond the medium-term revenue and expenditure framework (three years).

2.14 CAPITAL EXPENDITURE DETAIL

The municipality has budgeted for the following capital projects for the 2025/26 financial year:

Source of Funding	Project Description	2025/26 Financial Year	
		Amount Incl. VAT	Amount Excl. VAT
MIG	Nieuwoudtville Sewer Reticulation Network Phase 1 (MIG 1676)	3 282 782.93	2 854 593.85
MIG	Brandvlei Upgrading of Sport Facilities (MIG 1715)	10 796 657.77	9 388 398.06
MIG	Nieuwoudtville Extention of Oxidation Ponds	5 717 037.65	4 971 337.09
INEP	Phase 2: Upgrading of Brandvlei Medium/Low Voltage Network	1 493 506.50	1 298 701.30
Total - Grant Funding		**21 289 984.85**	**18 513 030.30**

Source of Funding	Project Description	2025/26 Financial Year	
		Amount Incl. VAT	Amount Excl. VAT
Own Funding	Fencing of cemetries and landfill sites	575 000.00	500 000.00
Own Funding	2 x 5 ton tipping trays (tipbakke)	690 000.00	600 000.00
Own Funding	Computer Equipment - Laptaps	298 701.30	259 740.26
Own Funding	Machinery and Equipment - Traffic Speed Camera	199 134.20	173 160.17
Own Funding	Machinery and Equipment - Security cameras	248 917.75	216 450.22
Own Funding	Furniture and office equipment	149 350.65	129 870.13
Total - Own Funding		**2 161 103.90**	**1 879 220.78**
Total Capital Funding		**23 451 088.74**	**20 392 251.08**

Total capital expenditure for the year is budgeted at R23, 4 million, of which R2,1 million (including VAT) is from own funding (internally generated) and R21,3 million from government grants and subsidies.

Repairs and Maintenance:

NC065 Hantam - Table A9 Asset Management

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2025/26 Medium Term Revenue & Expenditure Framework		
Renewal and upgrading of Existing Assets as % of total capex		37.5%	5.7%	11.5%	27.0%	27.0%	27.0%	90.8%	43.0%	49.6%
Renewal and upgrading of Existing Assets as % of deprecn		85.9%	41.6%	204.5%	205.3%	199.9%	199.9%	102.3%	71.5%	98.0%
R&M as a % of PPE & Investment Property		2.2%	2.9%	1.6%	1.7%	2.2%	2.2%	1.2%	1.1%	1.1%
Renewal and upgrading and R&M as a % of PPE and Investment Property		4.3%	3.7%	4.3%	6.8%	7.3%	7.3%	3.8%	2.9%	3.6%

NC065 Hantam - 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
Total Repairs and Maintenance Expenditure	1	8 934	13 047	9 389	12 231	15 088	15 088	8 363	8 065	8 420
R&M as a % of PPE & Investment Property		2.2%	2.9%	1.6%	1.7%	2.2%	2.2%	1.2%	1.1%	1.1%
R&M as % Operating Expenditure		6.6%	10.3%	6.1%	8.0%	9.2%	9.2%	8.2%	4.6%	5.0%

Repairs and maintenance are budgeted at R8,3 million for the 2025/26 financial year.

Repairs and maintenance are budgeted at 1,2% of the property, plant and equipment and Investment property, which is less than the norm of 8%. This can be attributed to the recent additions in the previous financial years and bulk water infrastructure networks and reticulation networks, which is still new. The municipality is committed in ensuring that all municipal infrastructure is repaired and maintained in an effective and efficient manner. Thus, in the 2025/26 financial year, we would ensure that an asset maintenance plan is developed.

8,2% of the total operating expenditure is budgeted for repairs and maintenance in the 2025/26 financial year.

2.15 LEGISLATION COMPLIANCE STATUS

The MFMA implementation requirements have been satisfactorily complied with through the following activities:

In year reporting

Monthly, Quarterly and Bi-annual reporting to National Treasury, in electronic format is complied with. 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 four interns undergoing training in various divisions of the Financial Services Department and internal auditing. The municipality currently has 4 interns under the internship programme. Since the introduction of the Internship programme the Municipality has appointed or absorbed some of the interns permanently through the recruitment process.

Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

During the 2024/25 financial year, 3 positions were filled in the budget and treasury office, which includes the appointment of the SCM Manager. Key vacant vacancies will be addressed in the 2025/26 financial year to ensure that the finance department is functioning effectively and efficiently.

Audit Committee

An Audit Committee has been established and is fully functional.

Service Delivery and Implementation Plan (SDBIP)

The Service Delivery and Budget Implementation Plan (SDBIP) will be finalised following approval of the 2025/2026 budget by end May 2025.

Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

MFMA Training

The MFMA training module in electronic format is presented at the municipality and training is ongoing. All Budget and Treasury Office officials has the minimum competency requirements. MFMA training will be conducted by the municipality internally. The programme commenced on 24 March 2024 and will run for a period of eight (8) months.

Policies

The review of all budget-related policies will take place in terms of Regulation 7 of the MBRR in April-May 2025. All budget-related policies are contained in Annexure D.

Procurement Plan

Municipal Budget Circular No 94 highlights the slow spending of capital budgets by most municipalities, and the associated negative impact on service delivery. It therefore became necessary to compile a Final procurement plan to address a weak planning process. The annual procurement plan for 2025/26 budget year is contained in Annexure C.

2.16 OTHER SUPPORTING DOCUMENTS

A) 2025/26 – 2027/28 Final municipal tariffs
B) 2025/26 Final budget related policies
C) 2025/26 – 2027/28 Final Detailed Budgeted Income and Expenditure Report
D) 2025/26 Annual Procurement Plan

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, JJ Fortuin, the Acting Municipal Manager of Hantam Local Municipality, hereby certify that the Final annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and the annual budget and supporting documentation are consistent with the business plan of the municipality and the Integrated Development Plan of the municipality.

Print Name: ____

Acting Municipal Manager of Hantam Local Municipality (NC065)

Signature: ____

Date: ______________________________________