



Annual Budget 2024/2025

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1. PURPOSE

The purpose of the report is to obtain council approval on the Final Annual Budget for Amahlathi Local Municipality for 2024/2025 financial year.

2. LEGAL/STATUTORY REQUIREMENTS

Municipal Finance Management Act

Municipal Budget and Reporting Regulations

3. BACKGROUND

In terms of Section 24 of the MFMA:

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:
 - Must be approved before the start of the budget year.
 - Is approved by the adoption by the council of a resolution referred to in section 17 (3) (a) – (i); and
 - 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.
 - (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.

In terms of Section 17(1)–(2) of the MFMA:

1. An annual budget of the municipality must be a schedule in the prescribed format:
 - a. Setting out realistically anticipated revenue for the budget year from each revenue source.

- b. Appropriating expenditure for the budget year under the different votes of the municipality.
- c. Setting out indicative revenue per revenue source and projected expenditure by vote for the two financial years following the budget year.
- d. Setting out-
 - (i) Estimated revenue and expenditure by vote for the current year; and
 - (ii) Actual revenue and expenditure by vote for the financial year preceding the current year; and
 - (iii) A statement contained any other information required by section 215(3) of the constitution or as may be prescribed.
- e. An annual budget must generally be divided into a capital and operating budget in accordance with international best practice, as may be prescribed.

4. MAYORS REPORT

It gives me great privilege to present the 2024/25 Final Medium Term Revenue and Expenditure Framework (MTREF) budget to council for its consideration. Budgeting for 2024/25 financial year and the outer two financial years were guided by the Budget Process Plan which was adopted by Council on the 31 August 2023 in line with the Municipal Finance Management Act. National Treasury issued MFMA Budget Circular No. 126 and 128 which were used to guide the compilation of the 2024/25 Medium Term Revenue and Expenditure Framework (MTREF) budget. The main objective of a municipal budget is to allocate realistically anticipated resources to the service delivery goals identified as priorities in the Integrated Development Plan. Municipal finances continue to remain under pressure as a result of rising costs to deliver services; declining grants from fiscus; slow revenue collection trends and high salary costs. The Municipality is faced with various challenges, which among them include a culture of slow payment for rates and service charges by debtors which has further been exacerbated by the weak economic growth rate and inflationary pressures. All these factors are negatively affecting municipal revenue collection rate. Having said this, the municipality is implementing

various revenue strategies with an objective of improving revenue collection trends. These progress on strategies is reported quarterly in the revenue enhancement committee to assess progress.

The following is the table depicting the high-level overview of the Final Budget for 2024/25

| Description | ADJUSTED 2023/24 | 2024/25 MTREF | 2025/26 MTREF | 2026/27 MTREF |
|---|---------------------|---------------------|---------------------|---------------------|
| Operating Revenue (Incl. capital transfers) | 312 047 394 | 325 710 233 | 330 868 202 | 321 123 223 |
| Operating Expenditure | 309 640 890 | 308 577 094 | 311 495 349 | 313 514 331 |
| Surplus or (Deficit) after capital transfers | 2 406 504 | 17 133 139 | 19 372 853 | 7 608 892 |
| Capital Expenditure | 65 649 950 | 62 147 850 | 61 088 950 | 46 240 100 |
| Surplus/Deficit | (63 243 446) | (45 014 711) | (41 716 097) | (38 631 208) |

The total revenue including capital transfers has been increased from R312m to R325m. The operating expenditure has decreased slightly from R309m to R308m. Capital expenditure has slightly declined from R65m to R62m.

The final annual budget that is tabled before council is unfunded; the municipality has however reduced the deficit by R18 million (28%), when compared to the 2nd adjustment budget.

5. FINAL BUDGET RELATED RESOLUTIONS

Below are the resolutions that must be approved by council with 2024/25 final annual budget.

- a. That the Final Annual Budget for 2024/2025 and the indicative 2 outer financial years 2025/2026 and 2026/2027 **BE APPROVED** as set out in the following budget tables:-

- 1.1 Table A1 Budget Summary
- 1.2 Table A2 Budgeted Financial Performance by Standard Classification
- 1.3 Table A3 Budgeted Financial Performance by Vote

1.4 Table A4 Budgeted Financial Performance – Revenue by Source and Expenditure by type

1.5 Table A5 Budgeted Capital

1.6 Table A6 Budgeted Financial Position

1.7 Table A7 Budgeted Cash Flows

1.8 Table A8 Budgeted Backed Reserves and Accumulated Surplus Reconciliation

1.9 Table A9 Asset management

1.10 Table A10 Basic Service Delivery Measurement

- b. That the list of capital projects **BE APPROVED.**
- c. That the funding plan **BE NOTED.**
- d. That the Final Annual Budget **BE APPROVED.**
- e. That the final budget related policies **BE NOTED AND APPROVED.**

6. OVERVIEW OF ASSUMPTIONS USED

The assumptions used were guided by MFMA Circular 126 and 128 issued by National Treasury for compilation of 2024/25 MTREF Budget. The following assumptions were used: -

- **Tariffs for property rates** have been increased by 6% for businesses and other categories.
- **Tariffs for refuse and electricity** have been increased by 6%.
- **Other revenue** has been increased by 6% and 4,9% respectively which is in line with CPI forecast and tariff structure. Revenue collection trends and current economic conditions have also been taken into consideration.
- Inflation outlook as indicated below was used:-

| Fiscal Year | 2024/25 | 2025/26 | 2026/27 |
|--------------------------------|----------------|----------------|----------------|
| Consumer Price Inflation (CPI) | 4,9% | 4,6% | 4,5% |

- **Bulk electricity costs** will increase in line with NERSA guidelines (Nersa approved 12,7% in 2023). Municipality has not effected a change in the Bulk services considering the pressure of the budget.
- **Employee related costs** have been increased by 4,9% in line with CPI in the absence of the new agreement. The *Salary and Wage Collective*

Agreement for the period 01 July 2021 to 30 June 2024 has come to an end and a new agreement is under consultation.

- **Remuneration of councillors** have been budgeted in line with the CPI in the absence of the new Government Gazette on the Remuneration of Public Office Bearers Act. The next gazette is published between December and January. Treasury encourages municipalities to apply the CPI per above.
- **Other Expenditure** has been increased slightly due to a slight increase of just R6m in the equitable share.

7. EXECUTIVE SUMMARY

The revenue of the municipality continues to be under pressure due to various factors; which include the culture of slow payment by debtors; the slow economic growth rate; unemployment rate which was also exacerbated by the pandemic and high salary bill. The municipality has recently reviewed its revenue raising strategies and these have been approved by council. The progress on implementation of the revenue enhancement strategy is being reported on a quarterly basis. Below is a high-level summary of the final annual budget. The operating revenue has been increased from R250m to R266m excluding capital transfers and this is largely due to slight improvement in grants and anticipated revenue. The operating expenditure has been reduced from R309m to R308m.

EC124 Amahlathi - Table A1 Budget Summary

| Description | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | | 2024/25 Medium Term Revenue & Expenditure Framework | | |
|--|-----------------|-----------------|------------------|----------------------|------------------|--------------------|-------------------|---|------------------|------------------|
| | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year | Budget Year +1 | Budget Year +2 |
| R thousands | | | | | | | | | | |
| Financial Performance | | | | | | | | | | |
| Property rates | 20 576 | 22 178 | 23 331 | 24 424 | 24 424 | 24 424 | – | 25 890 | 27 443 | 29 090 |
| Service charges | 49 448 | 49 713 | 46 669 | 53 994 | 58 014 | 58 014 | – | 61 495 | 65 185 | 69 096 |
| Investment revenue | 1 001 | 366 | 1 613 | 1 158 | 3 710 | 3 710 | – | 3 892 | 4 071 | 4 254 |
| Transfer and subsidies - Operational | 144 141 | 121 776 | 130 054 | 138 420 | 138 309 | 138 309 | – | 144 851 | 140 683 | 135 628 |
| Other own revenue | 13 424 | 17 260 | 23 366 | 22 453 | 25 620 | 25 620 | – | 27 095 | 28 637 | 30 268 |
| Total Revenue (excluding capital transfers and contributions) | 228 590 | 211 293 | 225 034 | 240 449 | 250 078 | 250 078 | – | 263 223 | 266 019 | 268 336 |
| Employee costs | 132 726 | 123 339 | 135 383 | 134 985 | 134 985 | 134 985 | – | 141 531 | 147 978 | 154 575 |
| Remuneration of councillors | 11 599 | 11 533 | 13 662 | 14 329 | 14 329 | 14 329 | – | 15 031 | 15 722 | 16 430 |
| Depreciation and amortisation | 25 570 | 26 049 | 25 858 | 26 000 | 26 000 | 26 000 | – | 26 186 | 26 548 | 26 895 |
| Finance charges | 3 802 | 2 536 | 10 047 | 4 500 | 14 155 | 14 155 | – | 4 339 | 3 309 | 2 300 |
| Inventory consumed and bulk purchases | 36 188 | 43 061 | 43 368 | 51 680 | 51 680 | 51 680 | – | 58 223 | 60 896 | 63 632 |
| Transfers and subsidies | – | – | 10 | – | – | – | – | – | – | – |
| Other expenditure | 66 080 | 27 762 | 69 734 | 74 045 | 68 493 | 68 493 | – | 63 060 | 62 487 | 50 519 |
| Total Expenditure | 275 965 | 234 280 | 298 062 | 305 538 | 309 641 | 309 641 | – | 308 369 | 316 941 | 314 351 |
| Surplus/(Deficit) | (47 375) | (22 986) | (73 028) | (65 089) | (59 563) | (59 563) | – | (45 146) | (50 922) | (46 015) |
| Transfers and subsidies - capital (monetary allocations) | 52 932 | 28 300 | 32 255 | 31 327 | 61 970 | 61 970 | – | 59 538 | 59 639 | 46 240 |
| Transfers and subsidies - capital (in-kind) | – | – | – | – | – | – | – | – | – | – |
| Surplus/(Deficit) after capital transfers & contributions | 5 557 | 5 313 | (40 773) | (33 762) | 2 407 | 2 407 | – | 14 392 | 8 717 | 225 |
| Share of Surplus/Deficit attributable to Associate | – | – | – | – | – | – | – | – | – | – |
| Surplus/(Deficit) for the year | 5 557 | 5 313 | (40 773) | (33 762) | 2 407 | 2 407 | – | 14 392 | 8 717 | 225 |
| Capital expenditure & funds sources | | | | | | | | | | |
| Capital expenditure | 48 808 | 27 192 | 31 531 | 33 877 | 65 650 | 65 650 | – | 60 938 | 59 639 | 46 240 |
| Transfers recognised - capital | 47 882 | 24 772 | 28 727 | 31 327 | 61 970 | 61 970 | – | 59 538 | 59 639 | 46 240 |
| Borrowing | – | – | – | – | – | – | – | – | – | – |
| Internally generated funds | 926 | 2 420 | 2 804 | 2 550 | 3 680 | 3 680 | – | 1 400 | – | – |
| Total sources of capital funds | 48 808 | 27 192 | 31 531 | 33 877 | 65 650 | 65 650 | – | 60 938 | 59 639 | 46 240 |
| Financial position | | | | | | | | | | |
| Total current assets | 53 209 | 76 708 | 95 113 | 67 111 | 81 530 | 81 530 | – | 76 543 | 61 747 | 62 599 |
| Total non current assets | 406 509 | 407 260 | 415 323 | 415 496 | 454 973 | 454 973 | – | 450 075 | 467 491 | 473 266 |
| Total current liabilities | 148 329 | 159 692 | 226 253 | 201 604 | 260 519 | 260 519 | – | 243 284 | 220 218 | 220 899 |
| Total non current liabilities | 42 898 | 39 132 | 39 813 | 38 904 | 39 813 | 39 813 | – | 39 813 | 41 644 | 43 518 |
| Community wealth/Equity | 268 491 | 285 144 | 244 371 | 242 099 | 236 171 | 236 171 | – | 243 522 | 267 375 | 271 447 |
| Cash flows | | | | | | | | | | |
| Net cash from (used) operating | 21 433 | 22 340 | 38 375 | 37 623 | 70 541 | 70 541 | – | 70 334 | 66 946 | 51 181 |
| Net cash from (used) investing | (54 762) | (26 160) | (32 713) | (38 959) | (75 497) | (75 497) | – | (70 079) | (68 585) | (53 176) |
| Net cash from (used) financing | (177) | 625 | (191) | – | – | – | – | – | – | – |
| Cash/cash equivalents at the year end | 13 426 | 10 232 | 15 702 | 8 897 | 10 746 | 10 746 | – | 15 958 | 14 320 | 12 324 |
| Cash backing/surplus reconciliation | | | | | | | | | | |
| Cash and investments available | 13 426 | 10 232 | 15 702 | 6 663 | 13 149 | 13 149 | – | 18 505 | 20 242 | 21 825 |
| Application of cash and investments | 97 941 | 95 356 | 148 398 | 139 106 | 194 663 | 194 663 | – | 185 468 | 171 558 | 168 267 |
| Balance - surplus (shortfall) | (84 514) | (85 124) | (132 696) | (132 444) | (181 514) | (181 514) | – | (166 963) | (151 315) | (146 442) |
| Asset management | | | | | | | | | | |
| Asset register summary (WDV) | 406 163 | 407 260 | 415 323 | 415 150 | 454 973 | 454 973 | – | 467 494 | 473 266 | – |
| Depreciation | 25 570 | 26 049 | 25 858 | 26 000 | 26 000 | 26 000 | – | 26 548 | 26 895 | – |
| Renewal and Upgrading of Existing Assets | 2 600 | 1 321 | 1 056 | – | 173 | 173 | – | 16 250 | 11 453 | – |
| Repairs and Maintenance | 2 303 | 2 327 | 2 808 | 5 675 | 4 635 | 4 635 | – | 3 558 | 3 298 | – |
| Free services | | | | | | | | | | |
| Cost of Free Basic Services provided | 25 | 517 | 181 | 5 000 | 1 000 | 1 000 | – | 1 000 | 1 000 | 1 000 |
| Revenue cost of free services provided | – | – | – | – | – | – | – | – | – | – |
| Households below minimum service level | | | | | | | | | | |
| Water: | – | – | 3 | 3 | 3 | 3 | – | 3 | – | – |
| Sanitation/sewerage: | – | – | 2 | 2 | 2 | 2 | – | 2 | – | – |
| Energy: | – | – | 5 | 5 | 5 | 5 | – | 5 | – | – |
| Refuse: | – | – | 24 | 24 | 24 | 24 | – | 24 | – | – |

8. OPERATING REVENUE FRAMEWORK

Section 18 (1) of the MFMA states that the annual budget may be funded from realistically anticipated revenues to be collected; cash-backed accumulated funds from previous years' surpluses not committed for other purposes; and borrowed funds, but only to fund capital projects. Furthermore section 18 (2) states that revenue projections in the budget must be realistic, taking into account projected revenue for the current year based on collection levels to date; and actual revenue collected in previous financial years. In these tough

economic times strong revenue management is fundamental to the financial sustainability of the municipality. Below is the table reflecting the summary of budgeted revenue by source.

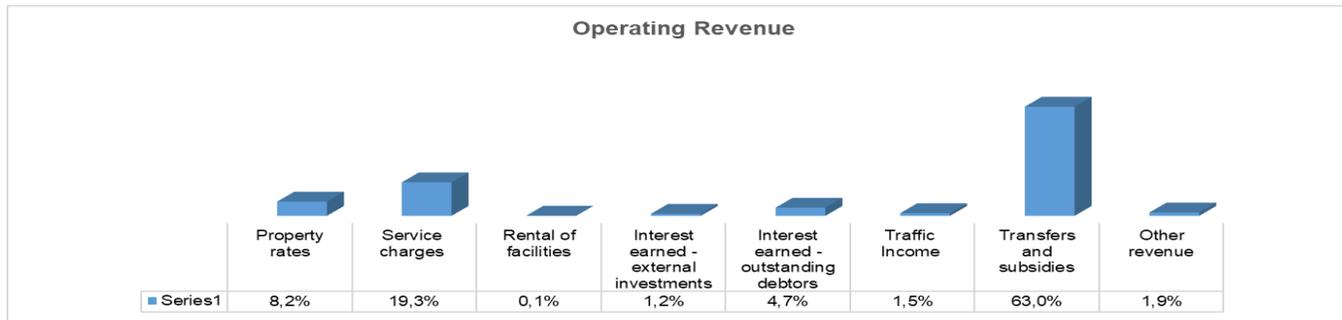
The municipality is implementing various revenue strategies which include, revenue enhancement strategy; financial recovery plan and debt incentive scheme with an objective to improve financial viability. In order, to meet the objective of the strategy a revenue enhancement committee monitors and evaluates the implementation of the strategies.

Below is the table reflecting the summary of revenue by source.

| EC124 Amahlathi - Table A4 Budgeted Financial Performance (revenue and expenditure) | | | | | | | | | | | | |
|---|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|--|
| Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | | 2024/25 Medium Term Revenue & Expenditure Framework | | | |
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 | |
| R thousand | 1 | | | | | | | | | | | |
| Revenue | | | | | | | | | | | | |
| Exchange Revenue | | | | | | | | | | | | |
| Service charges - Electricity | 2 | 37 467 | 38 857 | 35 562 | 41 674 | 45 307 | 45 307 | - | 49 465 | 52 433 | 55 579 | |
| Service charges - Water | 2 | - | - | - | - | - | - | - | - | - | - | |
| Service charges - Waste Water Management | 2 | - | - | - | - | - | - | - | - | - | - | |
| Service charges - Waste Management | 2 | 11 980 | 10 856 | 11 107 | 12 320 | 12 707 | 12 707 | - | 13 469 | 14 278 | 15 134 | |
| Sale of Goods and Rendering of Services | | 541 | 5 052 | 5 355 | 5 634 | 5 841 | 5 841 | - | 6 185 | 6 548 | 6 932 | |
| Agency services | | 1 282 | 986 | 1 266 | 1 829 | 1 829 | 1 829 | - | 1 918 | 2 007 | 2 097 | |
| Interest | | - | - | - | - | - | - | - | - | - | - | |
| Interest earned from Receivables | | 3 084 | 4 086 | 5 438 | 5 531 | 7 338 | 7 338 | - | 7 779 | 8 245 | 8 740 | |
| Interest earned from Current and Non Current Assets | | 1 001 | 366 | 1 613 | 1 158 | 3 710 | 3 710 | - | 3 892 | 4 071 | 4 254 | |
| Dividends | | - | - | - | - | - | - | - | - | - | - | |
| Rent on Land | | - | - | - | - | - | - | - | - | - | - | |
| Rental from Fixed Assets | | 123 | 151 | 221 | 196 | 347 | 347 | - | 366 | 384 | 404 | |
| Licence and permits | | 2 500 | 1 854 | 2 349 | 2 252 | 2 922 | 2 922 | - | 3 066 | 3 207 | 3 351 | |
| Operational Revenue | | 1 598 | 79 | 1 610 | 667 | 127 | 127 | - | 133 | 139 | 152 | |
| Non-Exchange Revenue | | | | | | | | | | | | |
| Property rates | 2 | 20 576 | 22 178 | 23 331 | 24 424 | 24 424 | 24 424 | - | 26 746 | 29 335 | 32 227 | |
| Surcharges and Taxes | | - | - | - | - | - | - | - | - | - | - | |
| Fines, penalties and forfeits | | 6 | 12 | 20 | 27 | 27 | 27 | - | 29 | 30 | 31 | |
| Licences or permits | | - | - | - | - | - | - | - | - | - | - | |
| Transfer and subsidies - Operational | | 144 141 | 121 776 | 130 054 | 138 420 | 138 309 | 138 309 | - | 145 505 | 142 475 | 137 420 | |
| Interest | | 3 487 | 4 096 | 5 900 | 6 318 | 7 189 | 7 189 | - | 7 620 | 8 077 | 8 562 | |
| Fuel Levy | | - | - | - | - | - | - | - | - | - | - | |
| Operational Revenue | | - | - | - | - | - | - | - | - | - | - | |
| Gains on disposal of Assets | | 803 | 946 | 1 208 | - | - | - | - | - | - | - | |
| Other Gains | | - | - | - | - | - | - | - | - | - | - | |
| Discontinued Operations | | - | - | - | - | - | - | - | - | - | - | |
| Total Revenue (excluding capital transfers and contributions) | | 228 590 | 211 293 | 225 034 | 240 449 | 250 078 | 250 078 | - | 266 172 | 271 229 | 274 883 | |

- Service charges have been increased slightly from R58m to R62.9m taking into account the prepaid meter project and strategies being implemented.
- Rental of have been increased from R347 thousand to R366 thousand and this is 6% increase which is in line with CPI.
- Interest on investments have been increased slightly from R3.7m to R3.8m and this is in line with CPI.
- Licences and Permits have been budgeted to increase from R2.9m to R3m and this is in line with CPI.
- Total transfers and subsidies have increased from R200m to R205m when compared to 2024 and this is due to a slight increase in Equitable Share; MIG; INEP Grant approved after being stopped and Energy Efficiency Grant which is a new grant. It is worth to note that the projected Equitable Share to be received by the municipality is declining over the MTREF. EPWP Grant has decreased from R1.3m to R1.2m; this reduction is across all municipalities. These reductions form part of governments efforts to drive fiscal consolidation (reducing government deficit and debt accumulation).

Grants and Subsidies constitute 63% of operating revenue; property rates and service charges 27.5% and other revenue 9.5%. This is an indication that the municipality is still heavily dependent on grants. Below is the graph depicting the split of total operating revenue.



8.1 OPERATING REVENUE BY FUNCTION

Below is the operating revenue by function.

| EC124 Amahlathi - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification) | | | | | | | | | | |
|--|----------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| Functional Classification Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | 2024/25 Medium Term Revenue & Expenditure Framework | | |
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 |
| R thousand | 1 | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | |
| Governance and administration | | 169 920 | 148 641 | 165 287 | 167 607 | 171 079 | 171 079 | 180 407 | 182 135 | 180 603 |
| Executive and council | | 138 277 | 115 401 | 125 746 | 144 272 | 142 657 | 142 657 | 150 128 | 149 205 | 144 517 |
| Finance and administration | | 31 643 | 33 240 | 39 541 | 23 336 | 28 423 | 28 423 | 30 279 | 32 930 | 36 086 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | 2 383 | 7 061 | 7 468 | 6 434 | 6 481 | 6 481 | 7 451 | 7 723 | 8 077 |
| Community and social services | | 2 118 | 2 276 | 2 578 | 1 380 | 1 428 | 1 428 | 2 032 | 2 045 | 2 058 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 251 | 4 764 | 4 728 | 5 001 | 5 001 | 5 001 | 5 301 | 5 619 | 5 956 |
| Housing | | 14 | 21 | 161 | 53 | 53 | 53 | 118 | 59 | 63 |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 52 637 | 33 825 | 37 311 | 38 716 | 67 552 | 67 552 | 63 280 | 58 865 | 42 661 |
| Planning and development | | 47 712 | 29 577 | 31 759 | 32 993 | 61 042 | 61 042 | 56 611 | 53 153 | 36 689 |
| Road transport | | 4 826 | 4 156 | 5 239 | 5 512 | 6 182 | 6 182 | 6 323 | 5 349 | 5 591 |
| Environmental protection | | 100 | 91 | 313 | 212 | 328 | 328 | 346 | 363 | 381 |
| Trading services | | 56 581 | 50 066 | 47 223 | 59 019 | 66 934 | 66 934 | 74 573 | 82 145 | 89 782 |
| Energy sources | | 37 467 | 38 857 | 35 562 | 41 674 | 45 307 | 45 307 | 54 325 | 60 683 | 67 032 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 19 114 | 11 209 | 11 661 | 17 346 | 21 627 | 21 627 | 20 247 | 21 462 | 22 750 |
| Other | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Functional | 2 | 281 522 | 239 593 | 257 289 | 271 776 | 312 047 | 312 047 | 325 710 | 330 868 | 321 123 |
| Expenditure - Functional | | | | | | | | | | |
| Governance and administration | | 138 078 | 86 678 | 150 717 | 140 732 | 148 091 | 148 091 | 132 336 | 129 839 | 124 043 |
| Executive and council | | 78 181 | 27 182 | 85 815 | 76 545 | 85 805 | 85 805 | 64 978 | 66 651 | 66 061 |
| Finance and administration | | 55 731 | 56 954 | 62 663 | 62 599 | 60 615 | 60 615 | 65 746 | 61 501 | 56 219 |
| Internal audit | | 4 166 | 2 542 | 2 239 | 1 588 | 1 671 | 1 671 | 1 612 | 1 686 | 1 762 |
| Community and public safety | | 14 776 | 18 754 | 14 445 | 13 946 | 13 840 | 13 840 | 14 662 | 14 222 | 14 694 |
| Community and social services | | 9 334 | 13 829 | 8 812 | 8 077 | 7 862 | 7 862 | 8 369 | 7 984 | 8 194 |
| Sport and recreation | | 2 177 | 1 994 | 2 201 | 2 580 | 2 245 | 2 245 | 2 249 | 2 352 | 2 457 |
| Public safety | | 3 265 | 2 927 | 3 310 | 3 288 | 3 580 | 3 580 | 4 043 | 3 886 | 4 042 |
| Housing | | 1 | 3 | 122 | - | 152 | 152 | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 65 751 | 67 784 | 70 171 | 80 061 | 74 581 | 74 581 | 73 082 | 76 034 | 80 502 |
| Planning and development | | 8 531 | 8 515 | 9 067 | 11 024 | 9 410 | 9 410 | 9 777 | 10 251 | 10 709 |
| Road transport | | 57 219 | 59 250 | 60 969 | 69 022 | 64 722 | 64 722 | 63 055 | 65 533 | 69 543 |
| Environmental protection | | 1 | 19 | 135 | 15 | 450 | 450 | 250 | 250 | 250 |
| Trading services | | 57 359 | 61 064 | 62 729 | 70 799 | 73 129 | 73 129 | 88 498 | 91 400 | 94 275 |
| Energy sources | | 43 764 | 47 618 | 49 496 | 59 364 | 59 627 | 59 627 | 65 788 | 68 854 | 71 680 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 13 596 | 13 445 | 13 233 | 11 436 | 13 503 | 13 503 | 22 709 | 22 546 | 22 596 |
| Other | 4 | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Functional | 3 | 275 965 | 234 280 | 298 062 | 305 538 | 309 641 | 309 641 | 308 577 | 311 495 | 313 514 |
| Surplus/(Deficit) for the year | | 5 557 | 5 313 | (40 773) | (33 762) | 2 407 | 2 407 | 17 133 | 19 373 | 7 609 |

The table below depicts the grants to be received by the Municipality during 2024/25 financial year.

8.2 Grants and subsidies

| EC124 Amahlathi - Supporting Table SA18 Transfers and grant receipts | | | | | | | | | | |
|--|------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | 2024/25 Medium Term Revenue & Expenditure Framework | | |
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 |
| RECEIPTS: | 1, 2 | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | | |
| National Government: | | 136 385 | 120 478 | 128 755 | 136 692 | 136 582 | 136 582 | 143 651 | 140 683 | 135 628 |
| Local Government Equitable Share | | 131 642 | 115 504 | 124 987 | 131 533 | 131 533 | 131 533 | 138 370 | 136 786 | 131 397 |
| Finance Management | | 2 200 | 2 100 | 2 200 | 2 200 | 2 200 | 2 200 | 2 200 | 2 200 | 2 400 |
| Municipal Systems Improvement | | - | - | - | - | - | - | - | - | - |
| EPWP Incentive | | 1 000 | 1 263 | 1 568 | 1 310 | 1 310 | 1 310 | 1 211 | - | - |
| PMU 5% | | 1 399 | 1 478 | - | 1 649 | 1 539 | 1 539 | 1 870 | 1 697 | 1 831 |
| Disaster Relief Grant | | 145 | 134 | - | - | - | - | - | - | - |
| Other transfers/grants [insert description] | | - | - | - | - | - | - | - | - | - |
| Provincial Government: | | 7 756 | 1 517 | 1 448 | 1 728 | 1 728 | 1 728 | 1 854 | 1 792 | 1 792 |
| Sport and Recreation | | 1 200 | 1 200 | 1 200 | 1 200 | 1 200 | 1 200 | 1 792 | 1 792 | 1 792 |
| LED Promotions | | - | - | - | - | - | - | - | - | - |
| Waste Grant 2m | | - | - | - | - | - | - | - | - | - |
| Waste Grant 770k | | 234 | - | - | - | - | - | - | - | - |
| Capacity | | - | - | - | - | - | - | - | - | - |
| Recycling | | 122 | - | - | - | - | - | - | - | - |
| Human Settlements | | - | - | - | - | - | - | 62 | - | - |
| Seta | | - | 97 | 248 | 528 | 528 | 528 | - | - | - |
| Waste Grant 6m | | - | 220 | - | - | - | - | - | - | - |
| Donation | | 6 200 | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Total Operating Transfers and Grants | 5 | 144 141 | 121 995 | 130 203 | 138 420 | 138 309 | 138 309 | 145 505 | 142 475 | 137 420 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 52 932 | 28 080 | 36 401 | 31 327 | 59 444 | 59 444 | 59 538 | 59 639 | 46 240 |
| Municipal Infrastructure Grant (MIG) | | 52 932 | 28 080 | 31 701 | 31 327 | 29 232 | 29 232 | 35 533 | 32 244 | 34 787 |
| INEP Grant | | - | - | - | - | - | - | 1 860 | 8 250 | 7 453 |
| Waste Grant | | - | - | - | - | - | - | - | - | - |
| Disaster Grant | | - | - | 4 700 | - | 30 212 | 30 212 | 19 145 | 19 145 | - |
| Energy Efficiency & Demand-Side Management Grant | | - | - | - | - | - | - | 3 000 | - | 4 000 |
| Provincial Government: | | - | - | - | - | 2 526 | 2 526 | - | - | - |
| Waste Grant R6m (DEDEAT) | | - | - | - | - | 2 526 | 2 526 | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Total Capital Transfers and Grants | 5 | 52 932 | 28 080 | 36 401 | 31 327 | 61 970 | 61 970 | 59 538 | 59 639 | 46 240 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | | 197 073 | 150 076 | 166 604 | 169 747 | 200 279 | 200 279 | 205 043 | 202 114 | 183 660 |

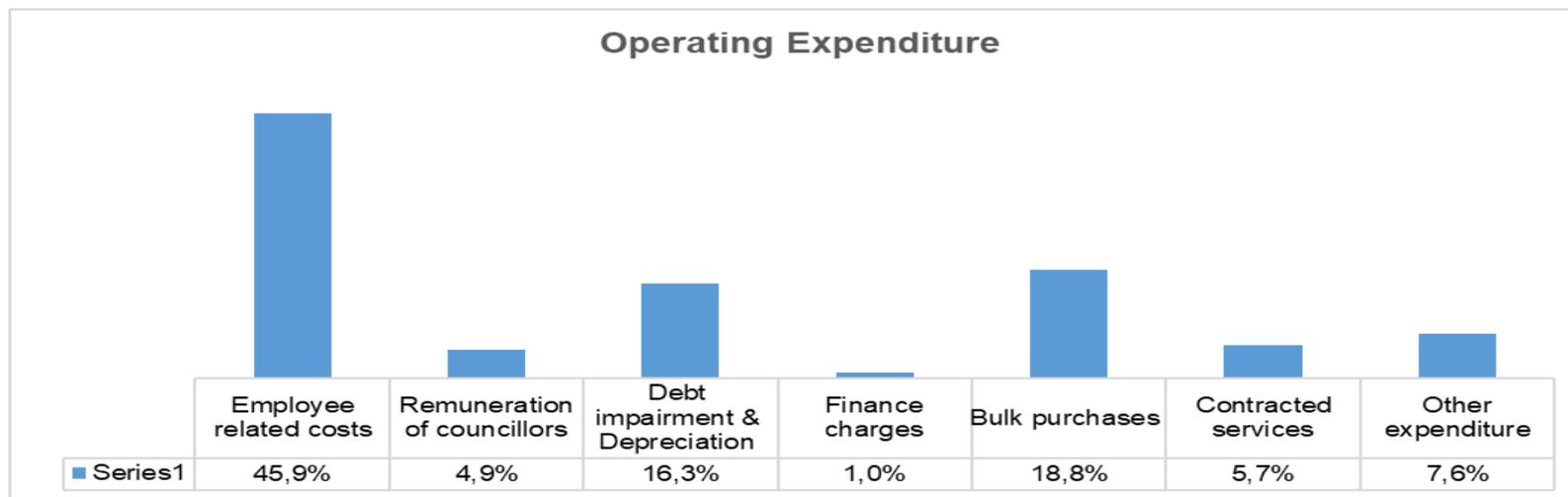
9. OPERATING EXPENDITURE FRAMEWORK

The table below depicts the high-level summary of the final annual budget classified per main type.

| EC124 Amahlathi - Table A4 Budgeted Financial Performance (revenue and expenditure) | | | | | | | | | | | |
|---|----------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | | 2024/25 Medium Term Revenue & Expenditure Framework | | |
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 |
| Expenditure | | | | | | | | | | | |
| Employee related costs | 2 | 132 726 | 123 339 | 135 383 | 134 985 | 134 985 | 134 985 | - | 141 493 | 147 978 | 154 575 |
| Remuneration of councillors | | 11 599 | 11 533 | 13 662 | 14 329 | 14 329 | 14 329 | - | 15 031 | 15 722 | 16 430 |
| Bulk purchases - electricity | 2 | 35 884 | 42 658 | 43 194 | 51 433 | 51 433 | 51 433 | - | 57 965 | 60 631 | 63 360 |
| Inventory consumed | 8 | 304 | 404 | 174 | 247 | 247 | 247 | - | 453 | 265 | 273 |
| Debt impairment | 3 | 26 485 | (7 489) | 29 142 | 27 000 | 27 000 | 27 000 | - | 26 000 | 25 500 | 25 000 |
| Depreciation and amortisation | | 25 570 | 26 049 | 25 858 | 26 000 | 26 000 | 26 000 | - | 24 186 | 24 704 | 26 895 |
| Interest | | 3 802 | 2 536 | 10 047 | 4 500 | 14 155 | 14 155 | - | 3 000 | 3 150 | 2 150 |
| Contracted services | | 16 221 | 10 882 | 14 238 | 18 230 | 18 356 | 18 356 | - | 17 491 | 14 301 | 7 916 |
| Transfers and subsidies | | - | - | 10 | - | - | - | - | - | - | - |
| Irrecoverable debts written off | | - | - | - | - | - | - | - | - | - | - |
| Operational costs | | 21 713 | 24 369 | 26 157 | 28 815 | 23 137 | 23 137 | - | 22 958 | 19 244 | 16 917 |
| Losses on disposal of Assets | | 1 662 | - | - | - | - | - | - | - | - | - |
| Other Losses | | - | - | 196 | - | - | - | - | - | - | - |
| Total Expenditure | | 275 965 | 234 280 | 298 062 | 305 538 | 309 641 | 309 641 | - | 308 577 | 311 495 | 313 514 |
| Surplus/(Deficit) | | (47 375) | (22 986) | (73 028) | (65 089) | (59 563) | (59 563) | - | (42 405) | (40 266) | (38 631) |
| Transfers and subsidies - capital (monetary allocations) | 6 | 52 932 | 28 300 | 32 255 | 31 327 | 61 970 | 61 970 | - | 59 538 | 59 639 | 46 240 |
| Transfers and subsidies - capital (in-kind) | 6 | - | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) for the year | 1 | 5 557 | 5 313 | (40 773) | (33 762) | 2 407 | 2 407 | - | 17 133 | 19 373 | 7 609 |

- Finance Charges have been budgeted at R4.1m and this is a decrease when compared to the adjusted budget of R14m.
- Contracted Services have been budgeted at R20.6m which is an increase when compared to the adjusted budget of R18.3m.
- Other Expenditure have been budgeted at R24m and this is an increase when compared to an adjusted budget of R23.1m.

Employee costs constitute 45.9% of operational expenditure which is above treasury norm; non-cash items constitute 16.3%; Bulk Purchases 18.8% and these are the expenditure items with bigger percentage share in operating expenditure. Below is the graph depicting the split of total operating expenditure.



10. CAPITALEXPENDITURE

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

| EC124 Amahlathi - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding | | | | | | | | | | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| Vote Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | | 2024/25 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 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 |
| Capital Expenditure - Functional | | | | | | | | | | | |
| Governance and administration | | 205 | 227 | 2 286 | 900 | 1 609 | 1 609 | – | 1 350 | 450 | 400 |
| Executive and council | | – | – | 528 | 750 | 752 | 752 | – | 400 | 450 | 400 |
| Finance and administration | | 205 | 227 | 1 758 | 150 | 857 | 857 | – | 950 | – | – |
| Internal audit | | – | – | – | – | – | – | – | – | – | – |
| Community and public safety | | – | – | 693 | – | 600 | 600 | – | – | 1 000 | – |
| Community and social services | | – | – | 693 | – | 600 | 600 | – | – | – | – |
| Sport and recreation | | – | – | – | – | – | – | – | – | – | – |
| Public safety | | – | – | – | – | – | – | – | – | 1 000 | – |
| Housing | | – | – | – | – | – | – | – | – | – | – |
| Health | | – | – | – | – | – | – | – | – | – | – |
| Economic and environmental services | | 41 534 | 24 772 | 28 336 | 31 427 | 60 690 | 60 690 | – | 54 678 | 51 389 | 34 787 |
| Planning and development | | 41 389 | 24 772 | 16 683 | 31 377 | 60 436 | 60 436 | – | 54 678 | 51 389 | 34 787 |
| Road transport | | 145 | – | 11 653 | 50 | 254 | 254 | – | – | – | – |
| Environmental protection | | – | – | – | – | – | – | – | – | – | – |
| Trading services | | 7 069 | 2 193 | 217 | 1 550 | 2 751 | 2 751 | – | 6 120 | 8 250 | 11 453 |
| Energy sources | | 576 | 2 002 | 217 | – | 173 | 173 | – | 5 560 | 8 250 | 11 453 |
| Water management | | – | – | – | – | – | – | – | – | – | – |
| Waste water management | | – | – | – | – | – | – | – | – | – | – |
| Waste management | | 6 493 | 191 | – | 1 550 | 2 578 | 2 578 | – | 560 | – | – |
| Other | | – | – | – | – | – | – | – | – | – | – |
| Total Capital Expenditure - Functional | 3 | 48 808 | 27 192 | 31 531 | 33 877 | 65 650 | 65 650 | – | 62 148 | 61 089 | 46 640 |
| Funded by: | | | | | | | | | | | |
| National Government | | 41 389 | 24 772 | 28 727 | 31 327 | 59 444 | 59 444 | – | 59 538 | 59 639 | 46 240 |
| Provincial Government | | 6 493 | – | – | – | 2 526 | 2 526 | – | – | – | – |
| District Municipality | | – | – | – | – | – | – | – | – | – | – |
| Transfers and subsidies - capital (in-kind) | | – | – | – | – | – | – | – | – | – | – |
| Transfers recognised - capital | 4 | 47 882 | 24 772 | 28 727 | 31 327 | 61 970 | 61 970 | – | 59 538 | 59 639 | 46 240 |
| Borrowing | 6 | – | – | – | – | – | – | – | – | – | – |
| Internally generated funds | | 926 | 2 420 | 2 804 | 2 550 | 3 680 | 3 680 | – | 2 610 | 1 450 | 400 |
| Total Capital Funding | 7 | 48 808 | 27 192 | 31 531 | 33 877 | 65 650 | 65 650 | – | 62 148 | 61 089 | 46 640 |

10.1 FINAL BUDGETED CAPITAL PROJECTS

| PROJECT | Department | FUNDING | ADJUSTMENT 2024 | 2024/25 | 2025/26 | 2026/27 |
|---|----------------------|-------------------|--------------------|-------------------|-------------------|-------------------|
| Frankfort Internal Roads | Engineering Services | MIG Funding | 2 700 000 | - | - | - |
| Izidenge Internal Roads | Engineering Services | MIG Funding | 376 974 | - | 5 000 000,00 | - |
| KKH Paving | Engineering Services | MIG Funding | - | - | - | - |
| KKH recreation Centre | Engineering Services | MIG Funding | 7 938 005 | 4 600 000,00 | - | - |
| Langdraai Community Hall | Engineering Services | MIG Funding | 157 710 | - | - | 5 500 000,00 |
| Mbaxa Community Hall | Engineering Services | MIG Funding | 3 959 377 | 2 300 000,00 | - | - |
| Mlungisi Sportfield | Engineering Services | MIG Funding | 239 189 | 5 400 000,00 | - | - |
| Nqenqe Internal Roads | Engineering Services | MIG Funding | 149 431 | - | 1 605 242,00 | - |
| Paving of Xholorha Internal Roads | Engineering Services | MIG Funding | 765 484 | 13 232 850,00 | - | - |
| Phumlani Community Hall | Engineering Services | MIG Funding | 267 748 | 2 000 000,00 | 3 162 108,00 | - |
| Stutterheim Recreation Centre | Engineering Services | MIG Funding | 11 593 626 | - | - | - |
| Surfacing of Cathcart Street | Engineering Services | MIG Funding | 1 083 956 | - | - | - |
| Waste Compactor Truck | Engineering Services | MIG Funding | - | - | 3 476 600,00 | - |
| Municipal Offices | Engineering Services | MIG Funding | - | 8 000 000,00 | 8 000 000,00 | - |
| Stutterheim Street Paving | Engineering Services | MIG Funding | - | - | 3 500 000,00 | 10 787 100,00 |
| KKH Town Paving | Engineering Services | MIG Funding | - | - | 3 500 000,00 | 10 000 000,00 |
| Amabele Paving | Engineering Services | MIG Funding | - | - | 1 000 000,00 | 3 000 000,00 |
| Keilands Roads | Engineering Services | MIG Funding | - | - | 3 000 000,00 | - |
| Khayelitsha Community Hall | Engineering Services | MIG Funding | - | - | - | 5 500 000,00 |
| Total MIG Project | | | 29 231 500 | 35 532 850 | 32 243 950 | 34 787 100 |
| Toise Road and Storm water Project | Engineering Services | Disaster Grant | 1 250 000 | - | - | - |
| Forestway Project | Engineering Services | Disaster Grant | 3 450 000 | - | - | - |
| Mandlakapheli Village roads, Langdraai Village Road and Culvert from upper to Ematyotyombeni in Cathcart | Engineering Services | Disaster Grant | 4 750 000 | - | - | - |
| Sutterheim - Landfill Site Road | Engineering Services | Disaster Grant | 1 250 000 | - | - | - |
| Upper & Lower Ngqumeya road and Tshoxa road in Keiskammahoek | Engineering Services | Disaster Grant | 4 550 000 | - | - | - |
| Kubusie road from area 5 to Mahanjane] & Ohlson farm road in Stutterheim | Engineering Services | Disaster Grant | 6 900 000 | - | - | - |
| Bridge between Rhawini and Bongweni | Engineering Services | Disaster Grant | 1 200 000 | - | - | - |
| Amabele Roads, Stanhope Road, Jersey vale Roads & Gasela Road in Stutterheim | Engineering Services | Disaster Grant | 3 000 000 | - | - | - |
| Mlungisi township roads (old location, Mbulelo Nondo & Mpelazwe) in Stutterheim | Engineering Services | Disaster Grant | 3 862 000 | - | - | - |
| Disaster Project | Engineering Services | Disaster Grant | - | 19 145 000,00 | 19 145 000,00 | - |
| Total Disaster Grant Project | | | 30 212 000 | 19 145 000 | 19 145 000 | - |
| 11kv Upgrade Electricity Project | Engineering Services | INEP Grant | - | 1 860 000 | 8 250 000 | 7 453 000 |
| | | | - | 1 860 000 | 8 250 000 | 7 453 000 |
| Demand Side Project | Engineering Services | Demand Side Grant | - | 3 000 000 | - | 4 000 000 |
| | | | - | 3 000 000 | - | 4 000 000 |
| Landfill Site | Engineering Services | Waste Grant | 2 526 108 | - | - | - |
| | | | 2 526 108 | - | - | - |
| Buildings | Town Halls | Own Funding | 600 000 | | | |
| Vehicles (Cherry Picker) | Engineering Services | Own Funding | - | 700 000,00 | - | - |
| Mayoral Chains | Executive Services | Own Funding | - | - | 50 000,00 | - |
| Computer Equipment | Corporate Services | Own Funding | 910 000 | - | - | - |
| Furniture & Office Equipment | Corporate Services | Own Funding | 500 000 | 950 000,00 | - | - |
| Mayor's Vehicles | Executive Services | Own Funding | 557 301 | - | - | - |
| Vehicles | Executive Services | Own Funding | - | 400 000,00 | 400 000,00 | 400 000,00 |
| Street Bins | Community Services | Own Funding | - | 560 000,00 | - | - |
| Vehicles (Fire Engine) | Community Services | Own Funding | - | - | 1 000 000,00 | - |
| Upgrade Cathcart Substation | Engineering Services | Own Funding | 173 040 | | | |
| Lower Kologha Internal Roads | Engineering Services | Own Funding | 940 000 | | | |
| Total Own Funded Project | | | 3 680 341 | 2 610 000 | 1 450 000 | 400 000 |
| | | | 65 649 949 | 62 147 850 | 61 088 950 | 46 640 100 |

10.2 REPAIRS AND MAINTENANCE

The repairs and maintenance have been budgeted at R3.7m which is 1.2% of the budget which is below the treasury norm and this is attributed to limited budget.

| EC124 Amahlathi - Supporting Table SA34c Repairs and maintenance expenditure by asset class | | | | | | | | | | |
|---|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| Description | Ref | 2020/21 | 2021/22 | 2022/23 | Current Year 2023/24 | | | 2024/25 Medium Term Revenue & Expenditure Framework | | |
| R thousand | 1 | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2024/25 | Budget Year +1 2025/26 | Budget Year +2 2026/27 |
| Repairs and maintenance expenditure by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 782 | 608 | 715 | 1 750 | 1 400 | 1 400 | 1 750 | 2 000 | 1 800 |
| Roads Infrastructure | | 342 | 336 | 168 | 1 000 | 700 | 700 | 900 | 1 100 | 1 100 |
| Roads | | 342 | 336 | 168 | 1 000 | 700 | 700 | 900 | 1 100 | 1 100 |
| Road Structures | | - | - | - | - | - | - | - | - | - |
| Road Furniture | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Storm water Infrastructure | | 7 | 2 | - | 100 | 50 | 50 | 50 | 50 | 50 |
| Drainage Collection | | 7 | 2 | - | 100 | 50 | 50 | 50 | 50 | 50 |
| Storm water Conveyance | | - | - | - | - | - | - | - | - | - |
| Attenuation | | - | - | - | - | - | - | - | - | - |
| Electrical Infrastructure | | 433 | 271 | 547 | 650 | 650 | 650 | 800 | 850 | 650 |
| Power Plants | | 423 | 48 | 72 | 150 | 150 | 150 | 100 | 150 | 150 |
| HV Substations | | - | - | - | - | - | - | - | - | - |
| HV Switching Station | | - | - | - | - | - | - | - | - | - |
| HV Transmission Conductors | | 10 | 223 | 460 | 500 | 500 | 500 | 700 | 700 | 500 |
| MV Substations | | - | - | 16 | - | - | - | - | - | - |
| MV Switching Stations | | - | - | - | - | - | - | - | - | - |
| MV Networks | | - | - | - | - | - | - | - | - | - |
| LV Networks | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Community Assets | | - | - | - | 50 | - | - | 150 | - | - |
| Community Facilities | | - | - | - | 50 | - | - | 150 | - | - |
| Libraries | | - | - | - | - | - | - | - | - | - |
| Cemeteries/Crematoria | | - | - | - | 50 | - | - | 150 | - | - |
| Police | | - | - | - | - | - | - | - | - | - |
| Investment properties | | - | 24 | - | - | - | - | - | - | - |
| Revenue Generating | | - | - | - | - | - | - | - | - | - |
| Improved Property | | - | - | - | - | - | - | - | - | - |
| Unimproved Property | | - | - | - | - | - | - | - | - | - |
| Non-revenue Generating | | - | 24 | - | - | - | - | - | - | - |
| Improved Property | | - | - | - | - | - | - | - | - | - |
| Unimproved Property | | - | 24 | - | - | - | - | - | - | - |
| Other assets | | 112 | 52 | 99 | 1 100 | 515 | 515 | 515 | 216 | 216 |
| Operational Buildings | | 112 | 52 | 99 | 1 100 | 515 | 515 | 515 | 216 | 216 |
| Municipal Offices | | 74 | 3 | 85 | 1 000 | 500 | 500 | 500 | 200 | 200 |
| Pay/Enquiry Points | | - | - | - | - | - | - | - | - | - |
| Building Plan Offices | | - | - | - | - | - | - | - | - | - |
| Workshops | | - | - | - | - | - | - | - | - | - |
| Yards | | - | - | - | - | - | - | - | - | - |
| Stores | | - | - | - | - | - | - | - | - | - |
| Laboratories | | - | - | - | - | - | - | - | - | - |
| Training Centres | | - | - | - | - | - | - | - | - | - |
| Manufacturing Plant | | - | - | - | - | - | - | - | - | - |
| Depots | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | 38 | 49 | 14 | 100 | 15 | 15 | 15 | 16 | 16 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Computer Equipment | | - | - | - | - | - | - | - | - | - |
| Computer Equipment | | - | - | - | - | - | - | - | - | - |
| Furniture and Office Equipment | | - | - | - | - | - | - | - | - | - |
| Furniture and Office Equipment | | - | - | - | - | - | - | - | - | - |
| Machinery and Equipment | | 10 | - | - | - | - | - | 50 | - | - |
| Machinery and Equipment | | 10 | - | - | - | - | - | 50 | - | - |
| Transport Assets | | 1 399 | 1 643 | 1 994 | 2 775 | 2 720 | 2 720 | 1 300 | 1 053 | 1 067 |
| Transport Assets | | 1 399 | 1 643 | 1 994 | 2 775 | 2 720 | 2 720 | 1 300 | 1 053 | 1 067 |
| Total Repairs and Maintenance Expenditure | 1 | 2 303 | 2 327 | 2 808 | 5 675 | 4 635 | 4 635 | 3 765 | 3 269 | 3 084 |

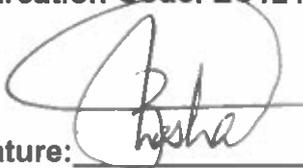
11. QUALITY CERTIFICATE

I Dr. Z Shasha, Municipal Manager of Amahlathi Local Municipality hereby certify that the final annual budget and supporting documentation have been prepared in accordance with Municipal Finance Management Act and regulations made under that Act, and that the final annual budget and supporting documentation are consistent with the integrated development plan of the municipality.

Print Name: Dr. Z Shasha

Municipal Manager of: Amahlathi Municipality

Demarcation Code: EC124

Signature: 

Date: 14 May 2024