

MERAFONG LOCAL MUNICIPALITY



FINAL BUDGET

2026/2027 Financial Year

Medium Term Revenue and Expenditure Framework

ABBREVIATIONS	
MFMA	Municipal Finance Management Act
WSIG	Municipal Water Infrastructure Grant
INEP	Integrated National Electrification Programme
EPWP	Expanded Public Works Programme
FMG	Financial Management Grant
DoRA	Division of Revenue Act
mSCOA	Municipal Standard Chart of Accounts
MTREF	Medium Term Revenue and Expenditure Framework
MMC	Member of Mayoral Committee
CPIX	Consumer Price Inflation Index
GDP	Gross Domestic Product
FFC	Financial and Fiscal Commission
IDP	Integrated Development Plan
SDBIP	Service Delivery Budget Implementation Plan
MFRS	Municipal Financial Recovery Services
FRP	Financial Recovery Plan
MEC	Member of Executive Council
GRAP 17	General Reporting Accounting Practices
YTD	Year to date
SERO	Socio-Economic Review and Outlook

**FINAL ANNUAL MEDIUM-TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)
BUDGET: 2026/27 TO 2028/2029 AS REQUIRED BY SECTION 24 OF THE MUNICIPAL
FINANCE MANAGEMENT ACT (MFMA)**

1. PURPOSE

To submit the Final annual Medium-Term Revenue and Expenditure Framework budget for the 2026/27 financial year and the two outer years 2027/28 and 2028/29 in terms of Section 24 of the Municipal Finance Management Act.

2. BACKGROUND

In terms of the legislative process, the municipal council must at least 30 days before the start of the budget year for the approval of the annual budget. The Mayoral Imbizo on stakeholder and public participation was conducted from the 8th of April 2026 to the 28th of April 2026.

Section 24 of the MFMA dealing with the tabling of annual budgets, inter alia, reads as follows:

2.1. Section 24 (2) of the MFMA dealing with the approval of annual budgets, inter alia, reads as follows:

An annual budget must-

- a) Must be approved before the start of the budget year;
- b) Is approved by the adoption by the Council of 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 revenue 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.

The Accounting Officer of the municipality must submit the approved annual budget to the National Treasury and the relevant provincial treasury.

3. PROCESS FOLLOWED

The key deadlines for the compilation of the IDP and Medium-Term Revenue and Expenditure Framework (MTREF, or Budget) was submitted to Council for approval during August 2025.

In terms of the approved key deadlines, the administrative process of the compilation of the Final budget will be reported to the Budget Steering Committee on the 12th of May 2026, Section 80 Finance Committee will be on the 14th of May 2026.

The Mayoral Committee is scheduled to sit on the 19 of May 2026 as well as Council on the 27th of May 2026 for of approval.

4. ECONOMIC OUTLOOK

4.1 2026/27 NATIONAL BUDGET

Honourable Minister of Finance, Enoch Godongwana delivered the budget speech on the 25th of February 2026 and the following are the key highlights:

2026/27 MUNICIPAL BUDGET TABLING TIMELINES

The 2026 National Budget was tabled by the Minister of Finance on 25 February 2026, which implies that Provincial Governments have two weeks thereafter to table the 2026 Provincial Budgets in the Provincial Legislators, i.e., 12 March 2026. This is in line with the PFMA – Treasury Regulations. Municipalities have sufficient time to accommodate the allocations in the DOR Bill in their 2026/27 MTREF Budgets before tabling on 31 March 2026.

The transfers from provinces to municipalities which are supposed to be included in provincial budgets and gazetted by provinces, should for all practical reasons also be available. Given that municipalities have 10 months to prepare their upcoming budgets prior to tabling it in Council for consideration, National Treasury have always advised municipalities to use the outer years of the Annual DoRA as projections, add inflation to calculate the third year of the MTREF, when finalising the tabled budget.

For those municipalities where the budget was already in an advanced stage of preparations, they will have between tabling and the adoption stage (end of May 2026) to include and accommodate all the transfers for both national and provincial governments. This will allow National and Provincial Treasuries to verify and reconcile the transfers with the DoR Bill and provincial Gazettes.

CAUTION TO MANAGE TRANSITION RISK

Municipalities are cautioned to adhere to the guidance provided in paragraph 3 (pages 4 and 5) of the Budget Circular No. 107 as the outgoing council may be tempted to prepare budget with unrealistically low tariff increases, additional absorption of unskilled staff, writing off

debtors which can still be pursued and an over-ambitious capital expenditure programme. The outcome of this approach will undoubtedly be an unfunded municipal budget that threatens the municipality's financial sustainability and service delivery for the incoming Council after the elections".

National and Provincial Treasuries will be closely monitoring tabled budgets, collection rates and expenditure for any indications that the above guidance is not adhered to and appropriate consequences will be applied.

Municipal officials and councillors are reminded that interference in the implementation of the municipality's approved credit control policy may constitute an offence in terms of section 173(5)(a) of the MFMA. Offences in terms of the MFMA can result in a fine or imprisonment for up to five years, if convicted. In addition, the failure to properly implement the approved credit control policy of the municipality by an official may constitute financial misconduct in terms of section 171 of the MFMA. In such a case, the municipality must investigate and, where necessary, institute disciplinary proceedings.

WARNING NOT TO ENTER INTO CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS.

Various municipal Councils in the past had entered into long-term contracts towards the end of their term therefore unfairly and carelessly financially committing the new Council.

Therefore, the current outgoing Council must not enter into such contracts and if there is a need, the Council should follow Section 33 of the MFMA in full. Failure to comply with such will lead to Section 216(2) being imposed until such a contract is nullified.

COST REFLECTIVE TARIFFS

In line with the guidance provided in MFMA Circular No. 132, municipalities need to complete the cost reflective tariff tool. If tariffs are not cost reflective already, the municipality needs to set out a path to achieve cost-reflective tariffs over the 2026/27 MTREF period.

At the time of issuing this circular NERSA has not yet confirmed the approved bulk costs municipalities must provide for in 2026/27. Municipalities must communicate clearly to the public that the electricity tariffs communicated in their tabled budgets may need to be adjusted once these are confirmed. Municipalities are advised to closely follow further guidance from NERSA.

BUDGETING FOR A FUNDED BUDGET

National Treasury has observed over the years that many municipalities that adopt unfunded budgets are adopting **budget funding plans** as a compliance exercise. There is very little progress made to turn around from an unfunded budget position, to a funded one. As communicated before with the release of MFMA Circular No. 129 (issued during December 2024), this will be the last year than a funding plan as an instrument to facilitate measurable progress will be allowed. The enforce of compliance with Section 18 of the MFMA will now start taking precedence.

4.2 KEY FOCUS AREAS FOR THE 2026/27 BUDGET PROCESS

For the 2026/27 financial year, the overall direct allocations to local government amount to R182.3 billion, made up of R110.1 billion in the local government equitable share; R54.7 billion in direct conditional grants and R17.5 billion in the General fuel levy sharing with metros. These allocations alleviate some of the financial pressures, particularly in basic services, where the costs of providing services are rising. The overall direct allocations to local government grow by an annual average rate of 3.1 per cent and the local government equitable share and related allocations grow by 4.4 per cent over the 2026 MTEF period.

KEY SOCIO-ECONOMIC HIGHLIGHTS FOR 2026

- **Economic Growth & Outlook:** GDP growth is expected to average 1.8 per cent from 2026 to 2028. Medium-term growth will be underpinned by household consumption supported by further gains in real purchasing power, moderately stronger wage growth, easing inflation, wealth gains from rising asset prices, improved consumer sentiment and better credit conditions
- **Budget Allocation:** For the 2026/27 financial year, the overall direct allocations to local government amount to R182.3 billion, made up of R110.1 billion in the local government equitable share; R54.7 billion in direct conditional grants and R17.5 billion in the General fuel levy sharing with metros.
- **Infrastructure and Investment:** Widespread infrastructure failures, ageing assets and persistent underinvestment are increasingly constraining economic growth and service delivery across South Africa. Water, sanitation, electricity and transport infrastructure has been particularly affected. The absence of functional and well-maintained basic service infrastructure disrupts business operations, increases operating costs and undermines investor confidence, stifling development and GDP growth.
- **Employment:** Continued investments in renewable energy and easing structural constraints are expected to support higher investment. Key factors for achieving faster economic growth and creating much-needed jobs include greater collaboration with the private

sector in energy and transport, rapid implementation of structural reforms, easing of regulatory constraints and increased infrastructure investment

4.3 SOPA-STATE OF THE PROVINCE ADDRESS

In his 2026 State of the Province Address, Gauteng Premier Panyaza Lesufi prioritized resolving critical water shortages following infrastructure explosions, combating the "Gauteng 13" crises (including crime, potholes, and electricity), and leveraging technology for service delivery.

Key focuses included upgrading infrastructure and strengthening economic growth.

Water Crisis Management: Following an explosion at the Rand Water plant on Jan 27, 2026, the province is in emergency mode, repairing infrastructure and addressing widespread water shortages, particularly in areas like Khutsong and Haden.

The "Gauteng 13" Priorities: The government is focusing on 13 critical areas: Water, cable theft/vandalism, traffic lights, potholes, crime, informal settlements, electricity (load shedding), GBV, drug abuse, hospital services, school shortages, failing CBD infrastructure, and unemployment.

Crime Prevention and Infrastructure: Enhanced deployment of technology, including drones and e-panic buttons, is being implemented to combat infrastructure vandalism and crime.

Infrastructure and Development: The province is focusing on revitalizing townships, upgrading roads, and increasing the capacity of the state to deliver services.

Job Creation: A central focus is on accelerating economic recovery through technological innovation and expanding economic opportunities, including through the Tshwane Automotive Special Economic Zone.

The address highlighted a shift towards using technological solutions to identify and resolve service delivery failures like vandalism and potholes quickly.

FOSTERING FASTER INCLUSIVE GROWTH

In his 2026 Budget Speech, Finance Minister Enoch Godongwana outlined a strategy for Fostering Faster Inclusive Growth anchored on four key pillars designed to stabilize the economy, create jobs, and reduce poverty

The strategy emphasizes that fiscal stability and economic growth are mutually reinforcing, focusing on structural reforms, infrastructure, and state capability to turn around a decade of stagnant economic growth

THE FOUR PILLARS OF GROWTH

- Maintaining Macroeconomic Stability: Prudent fiscal policy to promote stable prices, lower interest rates, and increase resilience to external shocks.
- Implementing Structural Reforms: Utilizing Operation Vulindlela (a joint Treasury/Presidency initiative) to remove bottlenecks in key sectors, including:
 - Energy: Stabilizing supply and creating a pipeline of 22,500 megawatts of projects.
 - Freight Logistics: Implementing the Freight Logistics Roadmap for private sector participation and third-party access.
 - Digital Communication: Reducing data costs (51% decline in 1.5GB bundle prices).
 - Water & Visas: Clearing water-use license backlogs and introducing e-visas to boost tourism.
- Improving State Capability: Strengthening public institutions, tackling corruption, and improving municipal service delivery.
- Accelerating Infrastructure Investment: Allocating over R1 trillion for public infrastructure over the medium term.

CUSHIONING HOUSEHOLDS

In his 2026 Budget Speech delivered on February 25, 2026, Finance Minister Enoch Godongwana introduced several measures to cushion South African households against high costs of living and economic pressure, following a period of improved fiscal position.

KEY MEASURES DESIGNED TO PROVIDE RELIEF TO HOUSEHOLD BUDGETS INCLUDE:

- Tax Relief: The government is adjusting personal income tax brackets and rebates in line with inflation, preventing "bracket creep" where taxpayers pay higher rates due to inflationary salary adjustments.
- Encouraging Savings: To help households build wealth, the tax-free annual investment limit was increased from R36,000 to R46,000.
- Retirement Support: The limit for retirement fund deductions was raised from R350,000 to R430,000 per year, allowing for higher tax-free contributions.
- Social Grant Increases: Grants for the most vulnerable are increasing, with the old age, disability, and care dependency grants rising by R80 to R2,400 in April 2026.
- No VAT Increase: Previously proposed VAT increases were withdrawn, avoiding further increases in the cost of basic goods.

5. The following **macro-economic forecasts** must be considered when preparing the 2026/27 MTREF municipal budgets:

Table 1: Macroeconomic performance and projections, 2023 – 2029 Fiscal year	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
Actual	Actual	Actual	Actual	Estimate	Forecast		
CPI Inflation	6.9%	5.9%	4.4. %	3.2%	3.4%	3.3%	3.2%

Inflation is expected to increase from 3.2 per cent in 2025 to 3.4 per cent in 2026, driven by higher food prices (particularly meat due to supply disruptions linked to foot-and mouth disease). Inflation is forecast to ease to 3.3 per cent in 2027 and 3.2 per cent in 2028, but risks from geopolitical tensions, exchange rate volatility, administered prices and animal disease outbreaks remain elevated. The reduction of the inflation target to 3 per cent with a 1 percentage point tolerance band will structurally reduce inflation, helping to protect real income levels.

KEY FOCUS AREAS FOR THE 2026/2027 BUDGET PROCESS AS PROVIDED BY NATIONAL TREASURY ON THE CIRCULAR 132. & 134

5.1 The overall direct allocations to local government grow by an annual average rate of 3.1 per cent and the local government equitable share and related allocations grow by 4.4 per cent over the 2026 MTEF period.

5.2 NOTABLE CHANGES TO THE CONDITIONAL GRANTS SYSTEM

Given the ongoing review of the conditional grants system, there are several local government reforms proposed to conditional grants. The reforms are aimed at streamlining funding flows, reducing duplications, and aligning recurrent obligations with the appropriate funding base:

- I. The merger of the baselines of the integrated national electrification programme grant, and the energy efficiency demand side management grant in 2026/27 to focus on energy efficiency and renewable energy programmes that can lead to more sustainable energy provision and enable the achievement of long-term energy security goals;
- II. The Infrastructure Skills Development Grant (ISDG) will remain under the management of the National Treasury for the next three financial years when it will cease to exist as

- a conditional grant. To assist this transformation, the grant has ceased the intake of new graduates to allow the current graduate cohort to complete their training; and
- III. To protect infrastructure investment from municipal dysfunction, a general clause has been introduced in the 2026 Division of Revenue Bill. It will enable the National Treasury to redirect infrastructure grants from local municipalities that have proven incapable of implementation to the Development Bank of Southern Africa, the Municipal Infrastructure Support Agent or capable district municipalities.

6. STATE OF THE MUNICIPALITY

- Merafong' s economy is dependent on mining sector. During 2026 financial year the mining sector in South Africa is projected to experience a slight decrease in production, with a focus on unlocking the full potential of the sector to boost government revenue and address infrastructure challenges which can have an impact on the municipality.
- The ongoing mining dispute has put a strain on the Municipality's Cash Flow. Almost a quarter of the monthly billing relates to Property Rates for mines which remains in dispute and unpaid.
- The dolomite and sinkholes have put a strain of our aging infrastructure stretching our limited financial resources.
- The theft and vandalism of our infrastructure has put a burden on our budget.
- The Municipality has a negative working capital and this indicates financial constraints and gives rise to the inability to make payment to Rand Water and Eskom timeously.
- The Municipality in conjunction with Eskom SOC Ltd signed a Distribution Agency Agreement (DAA) to strengthen electricity provision, financial stability and service delivery. The agreement is expected to help improve the Municipality's electricity distribution system with enhanced infrastructure planning and investment reading and improved maintenance processes

7. ESKOM DEBT RELIEF PROGRAMME:

The Municipality was approved for the Eskom Debt Relief programme during 2024 financial year. The Debt relief has various conditions that are assessed monthly by Gauteng Provincial Treasury (GPT). Merafong is committed to ensuring compliance with requirements of the relief programme and the following steps are initiated by the municipality:

- Implementing various strategies to strengthen its debt collection and credit control measures.

- Signed a revised Debt settlement agreement (DSA) with Rand Water to enhance relations with Rand Water and to honour the current debt and monthly current accounts.
- Implementing strategies on reducing water and electricity distribution losses.

Furthermore, to ensure adherence to condition 6.7.4 of the debt relief programme, the Municipality has made a budget provision of R13 million in the 2026/27 financial to roll out installation of Smart water and electricity meters. A total of 580 smart meters has been installed to date, with 284 installed by City Power and 296 installed for Merafong.

8. REVENUE MANAGEMENT:

It is imperative that the municipality must maximise revenue generating potential and collect what is due to it and concurrently, eliminate wasteful and non-core spending.

- The municipality is finalizing on-site meter verification as part of its data cleansing initiative. This process includes validating the functionality and accuracy of installed meters to ensure reliable reading. The outcomes will improve water meter reading processes, inform and guide the meter replacement programme, and ultimately protect and strengthen the municipality's revenue base across all wards.
- The above is aimed at addressing findings raised by the Auditor-General regarding improvements to the billing cycle. In addition, the Information Technology Business Unit is undertaking a comprehensive data cleansing process, including the verification and correction of meter information on the ground, to enhance the accuracy and reliability of meter readings.

Indigent Management remains a critical component as it has a direct impact on the Local Government Equitable Share (LGES), and the Municipality must ensure that a credible indigent register is established and maintained. The Political Management Team (PMT) is committed to actively partake in making compatriots aware of the Indigent Subsidy initiative through community engagements.

9. FINANCIAL RECOVERY PLAN

Merafong City Local Municipality is under Section 139 of the MFMA and the Financial Recovery Plan was developed and approved by Council in June 2024. The section further requires the Municipality to report monthly to the MEC for Finance on the progress made. Financial Recovery Plan (FRP) Technical Committee has been established ensuring full execution and

that proper accountability is attained. The Municipality must ensure that expenditure is limited to the maximum revenue collected.

10. BUDGET SUMMARY

The total Final operating revenue excluding for 2026/27 financial year is budgeted at **R3 048 004 551 (THREE BILLION, FORTY-EIGHT MILLION, FOUR THOUSAND FIVE HUNDRED AND FIFTY ONE RAND)** which is an increase of 9.04% from the **R2 795 430 308 (R2.7 billion)** 2025/26 Adjusted budget.

The debt impairment provision has been calculated at 35%. The municipality projects an estimated collection rate of 65% in the 2026/27 financial year and this will be achievable based on the implementation of the Smart Metering System which is currently underway.

The proposed 2026/2027 budget estimates are as follows:

<u>Details</u>	2025/26 Approved Adjusted budget	2026/27 Final budget
Revenue	R2 795 430 308	R3 048 004 551
Expenditure	R2 664 875 818	R3 006 478 770
<u>Surplus</u>	<u>R131 760 085</u>	<u>R41 525 781</u>
<u>Capital Budget</u>	<u>R192 423 884</u>	<u>R157 845 000.00</u>

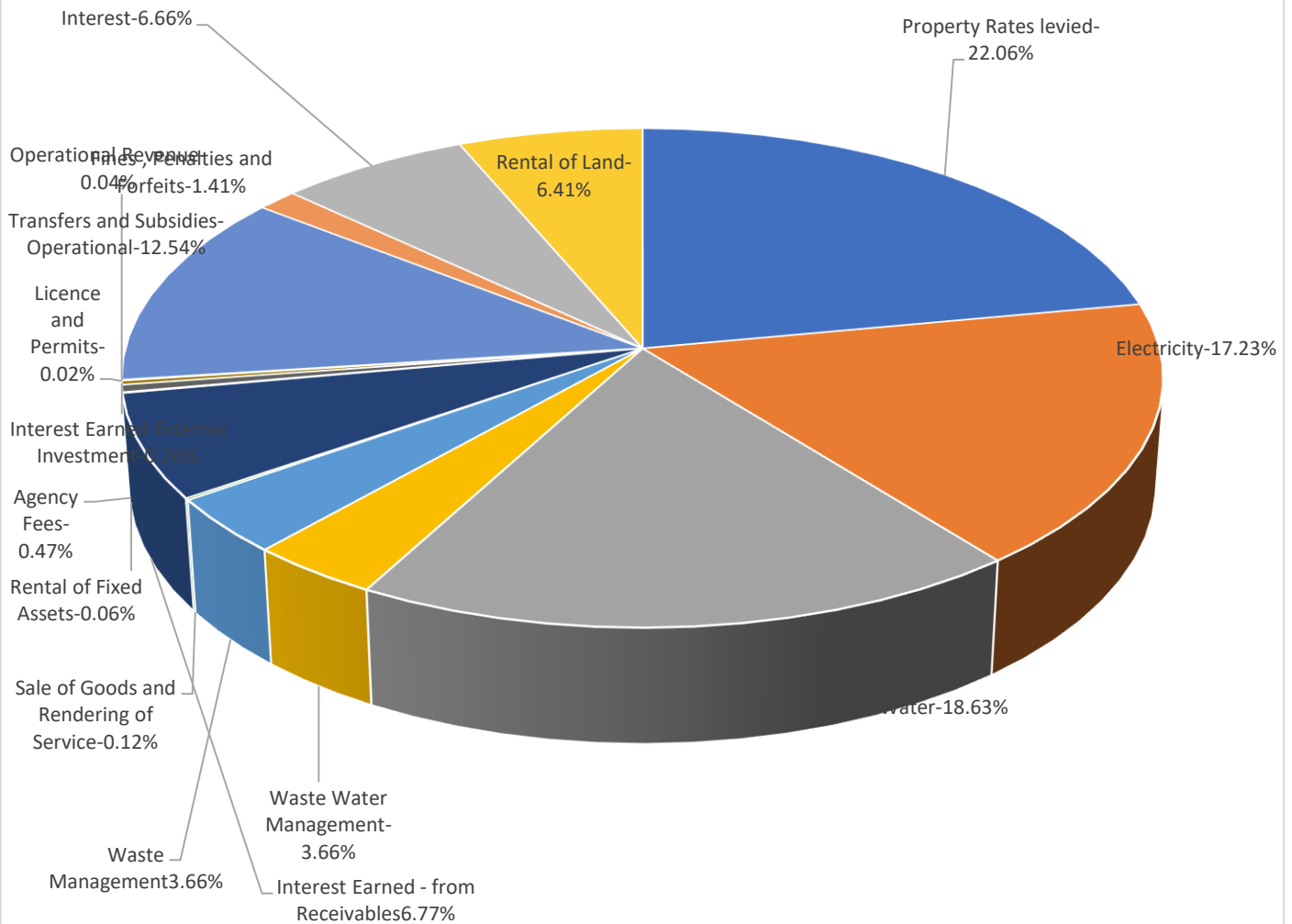
10.1. The 2026/27 Final budgeted revenue by source:

OPERATING REVENUE	R
Property Rates levied	(R672 157 543.00)
Electricity	(R529 344 875.00)
Water	(R567 651 809.00)
Waste Water Management	(R111 566 802.00)
Waste Management	(R111 491 801.00)
Sale of Goods and Rendering of Service	(R3 781 031.00)
Interest Earned - from Receivables	(R206 201 652.00)
Rental of Fixed Assets	(R1 691 849.00)
Agency Fees	(R14 427 027.00)
Interest Earned External Investment	(R7 908 152.00)

License and Permits	(R544 216.00)
Operational Revenue	(R1 078 014.00)
Transfers and Subsidies-Operational	(R379 300 430.00)
Fines, Penalties and Forfeits	(R42 822 124.00)
Interest	(R202 750 392.00)
Municipal Debt relief	(R195 286 831.00)
Total Revenue (Excl. of Capital transfers)	(R3 048 004 551.00)

The levying of Property rates, Electricity and sale of Water are the 3 main revenue contributors of the Municipality projected at R672 157 543, R529 344 875 and R567 651 809 respectively.

Operational Revenue



10.2 The 2026/27 Final budgeted expenditure by source:

Operating expenditure	R
Employee Related Costs	R465 051 769.00
Remuneration Of Councillors	R 29 626 592.00

Bulk Purchases	R656 510 663.00
Inventory Consumed	R206 838 830.00
Debt Impairment	R661 258 270.00
Depreciation and Amortisation	R168 906 799.00
Interest	R205 740 947.00
Contracted Services	R365 495 786.00
Transfers and Subsidies	R 618 515.00
Operational Costs	R 78 978 869.00
Irrecoverable Debt Written Off	R 77 025 716.00
Other Losses	R 90 426 014.00
Total Operating Expenditure	R3 006 478 770.00

10.3 Below is an extract for projected MAINTENANCE BUDGET for various departments:

TABLE A- Operational Maintenance budget for various departments

Department	Final 2026/27 'R
Water	3 500 000.00
Roads and Stormwater	3 500 000.00
Sanitation	3 500 000.00
Electrical services	15 000 000.00
Public Safety	500 000.00
Town planning	3 000 000.00
Parks and Cemeteries	1 500 000.00
Community Services	2 000 000.00
Corporate Services	1 000 000.00
TOTAL	33 500 000.00

TABLE B- Capital Maintenance budget for various departments

Department	Final 2026/27 'R
Roads and Stormwater	4 000 000.00
Electrical services	2 500 000.00

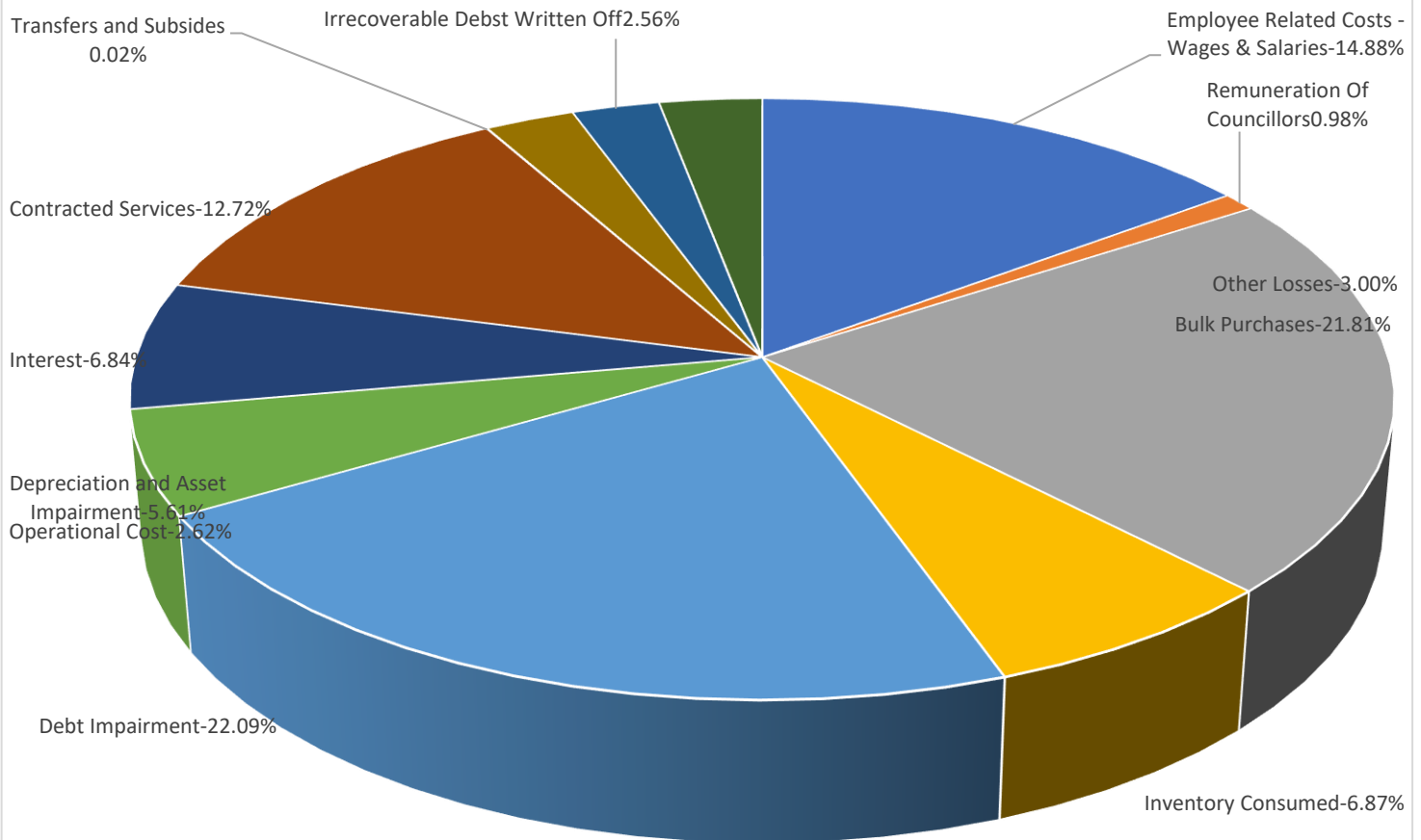
Public Safety	2 000 000.00
Water and Sanitation	4 500 000.00
Fleet Management	3 000 000.00
Community Services	1 500 000.00
TOTAL	17 500 000

TABLE C- Maintenance budget for various departments under MIG

P(783)	Merafong Roads and Stormwater Maintenance	3 500 000.00
P(784)	Merafong Water and Sanitation Maintenance	5 000 000.00
	TOTAL	8 500 0000

Maintenance is imperative on revenue generating assets to ensure that service delivery is accelerated efficiently.

Operational Expenditure



Analysis

The Final operating expenditure for 2026/27 is budgeted at **R3 006 478 770 (THREE BILLION, SIX MILLION, FOUR HUNDRED AND SEVENTY EIGHT THOUSAND, SEVEN HUNDRED AND SEVENTY RAND)** reflecting an increase of 12.82% from **R2 664 875 818 (R2.6 Billion)** of the 2025/26 Adjusted budget.

- Bulk purchases increase is due to Eskom tariff increase. In addition to the charge for consumption, Eskom has introduced generation capacity charge and legacy charge.
- The provision for debt impairment (non-cash) also has a great contribution to the total expenditure.

- The budgeted amount in relation to Employee Related cost is **R465 051 769.26** for the 2026/2027 financial year. An amount of **R11.8 million** is made available to fill vacant critical positions and these positions will be filled through the process of service delivery priorities and the approved municipal organogram.

11. TARIFFS:

The Final tariff setting was informed by:

- Circular 134 that includes Macro-economic performance projections – CPI (3.4%)
- NERSA guidelines
- Rand Water Board guidelines
- Merafong City Local Municipality's Policies
- Cost of Supply Study

The tariff increases for services are above the projected inflation targets. Tariffs could not be contained within the targeted inflation limits due to increased cost of the provision of services.

Projected revenue collection to be at 65% of levied service with implementation of all revenue recovery and protection strategies.

- An increase of 3.7% is proposed for Property Rates for Mines while an increase of 2% is proposed for all other property categories. During 2026/27 financial year, revenue from this component is subject to change pending the finalization of the supplementary valuation roll which will factor in latest market values.
- The increase in the provision of water and electricity services is affected by the increases that are approved by Rand Water Board and National Energy Regulator of South Africa (NERSA) for Eskom respectively. **An additional 0.5% has been effected on the increase of the tariff on sale of water.** This was imperative to ensure that the division doesn't operate at a deficit in so far as rendering of this service is concerned.
- The municipality made use of the National Treasury Cost Reflective Tariff Tool and has also considered the Cost of Supply Study as prescribed by NERSA into determining the tariffs.

In Order to fund the operational budget, the following tariffs per service type are proposed:

Service Type	%	Basis for proposed tariff increase	Reference
Property Rates	• 3.7% • 2%	• An increase of 3.7% is proposed for property rates for mines. • An increase of 2% is proposed for all other categories for property rates i.e. Residential, Commercial, industrial and etc. The above tariff increases are linked to macro-economic forecasts (CPI) and where the tariff is above CPI it is due to increased cost of the provision of services.	National Treasury MFMA budget circular 132 and 134, attached as ANNEXURE C.
Water Services	11.50%	• Rand Water has increased their cost to render water by 11%. • The Municipality's proposed tariff increase of 11.50% is aimed at ensuring that the Water service remains cost-reflective and financially sustainable, while also allowing the service to operate at a modest surplus that can contribute to the Sustainability Fund for infrastructure rehabilitation, asset replacement, and future capital investment.	Rand Water proposed tariff attached as ANNEXURE C1.
Refuse Removal	3.7%	Linked to macro-economic forecasts (CPI) and the additional 0.30% is to ensure financial	National Treasury MFMA budget circular 132 & 134, attached as ANNEXURE C

		sustainability and running of the waste collection unit efficiently	
Sewerage	9%	The proposed increase of 9% is aimed at ensuring that the Sanitation service remains cost-reflective and financially sustainable, while also allowing the service to operate at a modest surplus that can contribute to the Sustainability Fund for infrastructure rehabilitation, asset replacement, and future capital investment.	Refer to ANNEXURE H , and BP 13 &14 under tariff policy.
Electricity	9.01%	- Eskom approved tariff increase is 9.01%, subject to NERSA Approval - The Municipality has assessed the cost running the electricity network as per the Cost of Supply.	Refer to: ANNEXURE H, and BP 13&14 under tariff policy
Sundry Tariffs	6%	Linked to cost reflective review of tariffs and financial sustainability	Refer to ANNEXURE H , and BP 13 under tariff policy.

Please not that the following Services are found under the Policies numbered

Service	%	Policy Number
Property Rates	3.7% for Mines 2% for all other property rates categories	BP 14 Tarriff Policy
Water Services	11.5%	BP 14 Tarriff Policy
Refuse Removal	3.7%	BP 14 Tarriff Policy
Sewerage	9%	BP 14 Tarriff Policy
Electricity	9.01%	BP 14 Tariff Policy
Sundry Tariffs	6%	BP 13 Sundry Policy

12. CAPEX BUDGET FOR 2026/27

MERAUFONG CITY LOCAL MUNICIPALITY		
	CAPITAL PROJECTS 2026/27	
Project No.	Project Description	2026/27 Proposed Budget
	MUNICIPAL INFRASTRUCTURE GRANT (MIG)	
P620	PMU Operational Expenses	4 092 000.00
P(788)	Merafong Solar Highmast Lights & Solar Streetlights	3 748 000.00
P772/Ph8	Wedela Roads and Stormwater	13 000 000.00
P(795)PH9	Khutsong Roads and Stormwater	8 500 000.00
P(783)	Merafong Roads and Stormwater Maintenance	3 500 000.00
P(784)	Merafong Water and Sanitation Maintenance	5 000 000.00
P(780)	Rehabilitation of Carletonville Cemetery Road	12 000 000.00
P(776)	Upgrading of Kokosi Stadium	3 000 000.00
P(796)	Bulk Supply Line	12 000 000.00
P(NEW)	Khutsong Sports Stadium Ext 5	10 000 000.00
P(790)	Khutsong Roads and Stormwater	5 000 000.00
P(797)	Kokosi Buyback Centre	2 000 000.00
	TOTAL MIG ALLOCATION	81 840 000.00

	INTEGRATED NATIONAL ELECTRIFICATION PROGRAM (INEP)	
P(792)	Khutsong South Ext 5&6	R412 425.00
P(765)	2 x 40 MVA 132/11kV Plover Substation	R5 592 575.00

	TOTAL INEP	6 005 000.00
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	WATER SERVICES INFRASTRUCTURE GRANT (WSIG)	
P777	Khutsong Waste Water treatment works	R30 000 000.00
	TOTAL WSIG	R30 000 000.00
SUBTOTAL		R117 845 000.00

	OWN FUNDED CAPITAL PROJECTS	
PNEW	Smart Meters (Water)	6 500 000.00
PNEW	Smart Meters (Electrical)	6 500 000.00
PNEW	Town planning	2 500 000.00
PNEW	Roads and Stormwater	4 000 000.00
PNEW	Electrical services	2 500 000.00
PNEW	Public Safety	2 000 000.00
PNEW	Water and Sanitation	4 500 000.00
PNEW	Fleet Management	3 000 000.00
PNEW	Package Plant Water treatment works	6 000 000.00
PNEW	Community Services-	1 500 000.00
PNEW	Corporate Services	1 000 000.00
TOTAL OWN FUNDED		40 000 000.00
GRAND TOTAL		R157 845 000.00

- The capital grants allocations are essentially for the betterment of the Municipality's infrastructure. Merafong City mainly spends it's capital expenditure on Municipal Infrastructure Grant (MIG), Integrated National Electrification Program (INEP and Water Services Infrastructure Grant (WSIG).
- The above capital projects are influenced by various factors which are:
 - Community needs as identified in the legislative IDP and consultation process
 - AGSA (Auditor-General of South Africa) report on WWTW

- The requirement is that at least 40% of the CAPEX budget is for upgrading of existing assets and in terms of maintenance spending thereof, 8% of the total assets should be allocated.
- The Final budgeted surplus of R41 525 781 will be used to finance own funded capital projects.

13. BUDGET RELATED POLICIES

The following budget related policies have been annually reviewed and are presented to Council for Approval.

1. That the property rates policy as attached in annexures be discussed and submitted with the Final budget for Approval.
2. That the Tariff policy as attached in annexures be discussed and submitted with the Final budget for Approval.
3. That the Sundry tariff as attached in annexures be discussed and submitted with the Final budget for Approval.
4. That the Credit control and debt collection policy as attached in annexures be discussed and submitted with the Final budget for Approval..
5. That the Cash management policy as attached in annexures be discussed and submitted with the Final budget for Approval.
6. That the Investment policy as attached in annexures be discussed and submitted with the Final budget for Approval.
7. That the Borrowing policy as attached in annexures be discussed and submitted with the Final budget for Approval..
8. That the Budget funding and Reserves policy as attached in annexures be discussed and submitted with the Final budget for Approval.
9. That the Supply Chain Management policy as attached in annexures be discussed and submitted with the Final budget for Approval.
10. That the Asset Management policy as attached in annexures be discussed and submitted with the Final budget for Approval.
11. That the indigent policy as attached in annexures be approved and discussed and submitted with the Final budget for Approval.
12. That the Long-term financial planning policy as attached in annexures be discussed and submitted with the Final budget for Approval.
13. That the Cost containment policy as attached in annexures be discussed and submitted with the Final budget for Approval.
14. That the Debt write off policy as attached in annexure be discussed and submitted with the Final budget for Approval,

15. That the Virement policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 16. That the Budget management policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 17. That the Donation policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 18. That the Petty Cash policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 19. That the Adjustment budget policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 20. That the UIF&W policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 21. That the Property Rates By Law as attached in annexures be discussed and submitted with the Final budget for Approval.
 22. That the Tariff Setting By Law policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 23. That the Credit Control and Debt Collection By Law policy as attached in annexures be discussed and submitted with the Final budget for Approval.
 24. That the Subsistence and Travel policy as attached in be discussed and submitted with the Final budget for Approval.fco
- It is important to note that the whole municipality especially the following departments and functions with are responsible for determining their respective tariffs.

Below is list of the tariffs:

- I. Electrical Miscellaneous, Electrical Engineering; Water and Sanitation, Refuse, Building, Spatial Planning, Credit Control, Community Services, Local Economic Development (LED), Public Safety, Housing.

14. MUNICIPAL REGULATIONS ON A STANDARD CHART OF ACCOUNTS (MSCOA)

The municipality has prepared it's 2026/27 Final budget and A schedules on the **version 7.1** of the mSCOA classification framework. A high-level summary of the Final 2026/27 MTREF budget is provided in the table below:

<u>Details</u>	2026/27
Revenue	R3 048 004 551.00
Expenditure	R 3 006 478 770.00
<u>Surplus</u>	<u>R41 525 781.00</u>

<u>Capital Budget</u>	<u>157 845 001.00</u>

Currently the Municipality is compliant with the MSCOA framework, and an mSCOA Steering Committee has been established and is functional comprising of the Executive Managers as well as Managers and monthly meetings are taking place to continuously ensure full implementation of mSCOA requirements and key changes on the latest version 7.1.

15. CONCLUSION

Currently there are economic uncertainties affecting the municipality. Many households and businesses are in distress. The municipality is also operating the financial recovery mode without generating sufficient own revenue to meet its current obligations. It is important to note that expenditure required to address the challenges facing the municipality and our communities will always exceed the available funding, hence the implementation of the financial strategies to achieve the balance to appropriated expenditure against realistically anticipated revenue as stipulated in Section 18 of the Municipal Finance Management Act (MFMA).

The litigation between the municipality and the mines for property rates is not yet finalized and it is anticipated that the matter will be finalized by July 2026. This means that only 70% of the billing from property rates is collectible which aggravates the unfunded position of the municipality's budget.

Annual Budget tables

The following budget tables will be completed and be attached on the Final budget to be tabled.

- Table A1 – Budget Summary;
- Table A2 – Budgeted Financial Performance (Revenue and Expenditure by standard classification);
- Table A3 – Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote);
- Table A4 – Budgeted Financial Performance (Revenue by Source and Expenditure by type);

- Table A5 – Budgeted Capital Expenditure by Vote, standard classification and funding.
- Table A6 – Budgeted Financial Position;
- Table A7 – Budgeted Cash Flows.
- Table A8 – Cash Backed reserves / accumulated surplus reconciliation.
- Table A9 – Asset Management; and
- Table A10 - Basic service delivery measurement.

The supporting schedules SA1 to SA38 will submitted to National Treasury

RECOMMENDATIONS

1. That the report regarding the Final Annual Budget Medium-Term Revenue and Expenditure Framework for the 2026/2027to 2028/2029 financial period, be approved.
2. That the Final Annual Budget Medium-Term Revenue and Expenditure Framework for the 2026/2027to 2028/2029 financial period, inclusive of tariffs, the budget related policies, be approved in terms of Section 24 of the Municipal Finance Management Act.
3. That the Annual Budget Medium-Term Revenue and Expenditure Framework for the 2026/2027 to 2028/2029 financial period, inclusive of tariffs, budget related Policies published on the municipal website.
4. That the Annual Budget Medium-Term Revenue and Expenditure Framework for the 2026/2027 financial period, inclusive of tariffs, budget related policies, Final SDBIP be submitted to Council for approval in March 2026 as required by section 24 of the Municipal Finance Management Act.
5. That the Council of Merafong City Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves:

The Final Annual Budget of the municipality for the financial year 2026/27 and the multi-year and single-year capital appropriations as set out below:

- a. That the proposed operational and capital budget estimates for the 2026/2027 financial year be approved as follows:

Operational budget

Revenue	R3 048 004 551.00
Expenditure	R3 006 478 770.00
Surplus	R 41 525 781.00

Capital Budget R 157 845 000.00

6. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table of Annexure A;
7. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table of Annexure A; and
8. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table of Annexure A.
9. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved.
10. Budgeted Financial Position as contained in Table of Annexure A;
11. Budgeted Cash Flows as contained in Table of Annexure A;
12. Cash backed reserves and accumulated surplus reconciliation as contained in Table of Annexure A.
13. Asset management as contained in Table of Annexure A; and
14. Basic service delivery measurement as contained in Table of Annexure A.
15. That the Medium-Term Budget estimates for 2026/27; 2026/2027 as per the attached annexure A schedule be approved.
16. The public consultation on cost of supply for electrical tariff determination, Special Purpose Vehicle (SPV) and Distribution Agency Agreement process was conducted.
17. That the 2026/27 MTREF Budget with budget related policies and IDP Public participation process as required by MFMA (Municipal Finance Management Act and the MSA (Municipal Systems Act) was conducted

That the Council of Merafong City Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) APPROVES with effect from 1 July 2026 the tariffs as contained in Annexures:

- 2.1. the tariffs, rebates, and exemptions for property rates

2.2. the tariffs for electricity

2.3. the tariffs for the supply of water

2.4. the tariffs for sanitation services

2.5. the tariffs for solid waste services

That the Council of Merafong Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) with effect from 1 July 2026 the tariffs for other services.

2.6 That the tariffs for Property rates be approved as follows:

RATES TARIFFS	Increase	Ratios	Approved 2025/26	Proposed 2026/27
		3.70%		
Category				
Residential	2.00%	01:01	0.0204	0.0208
Industrial	2.00%	01:02.4	0.0489	0.0499
Business and Commercial	2.00%	01:02.4	0.0489	0.0499
Farms – Agriculture	2.00%	01:00.3	0.0052	0.0053
Mines	3.70%	01:03.0	0.0614	0.0626
PSI/80	2.00%	01:00.2	0.005	0.0051
Place of Worship (100% exempt)	2.00%	01:01	0.0204	0.0208
Properties owned by an Organ of State and used for public service purposes	2.00%	01:02.4	0.0489	0.0499
Vacant Land	2.00%	01:01	0.0204	0.0208
*Multiple purpose will be all the above				

Rebate				
Municipal properties			100%	100%
Residential Rebate			100 000	100 000
Pensioners Discount			0-100%	0-100%
Residential discount			0%	0%
Agricultural rebate			80 000	80 000
PBO rebate			100%	100%
PSI rebate			30%	30%
Government rebate			20%	20%

2.7 That the tariffs for water be increased as following:

WATER

		<u>Approved 2025-2026</u>	<u>Proposed 2026/2027</u>	<u>Percentage increase</u>
		14.30%	11.50%	-
Basic charge (R/Month)		65.00	72.00	11.50%
Prepaid water 0 – 6 kiloliters		19.89	22.18	11.50%
Prepaid water 7-15 kiloliters		24.09	26.87	11.50%
Prepaid water 16 – 35 kiloliters		32.02	35.70	11.50%
Prepaid water 36 – 50 kiloliters		52.68	58.74	11.50%
Prepaid water > 50kiloliters		68.01	75.83	11.50%
Residential 0 – 6 kiloliters		19.89	22.18	11.50%
Residential 7 – 15 kiloliters		24.09	26.87	11.50%
Residential 16-35 kiloliters		32.02	35.70	11.50%
Residential 36-50 kiloliters		52.68	58.74	11.50%
Residential 50 kiloliters and above		68.01	75.83	11.50%
Basic Charge : Business (R/Month)		150.00	171.45	11.50%

Business and Industrial	200 Kiloliters and below	53.24	59.36	11.50%
	Above 200 Kiloliters	68.01	75.83	11.50%
Special Consumers (Schools, Churches and welfare organisations)	200 Kiloliters and below	39.82	44.40	11.50%
	Above 200 Kiloliters	68.01	75.83	11.50%
Old Age Homes and Services Centre for the age		26.80	29.89	11.50%
Departmental		35.19	39.24	11.50%
Mines Domestic		36.04	40.18	11.50%
Mines Operations		36.04	40.18	11.50%
Availability Charge	Vacant Stands – Residential	136.28	151.95	11.50%
Availability Charge	Vacant stands-business	136.28	151.95	11.50%

2.8 That the tariffs for Refuse removal be increased as follows:

3.70%

		<u>Approved 2025/2026</u>	<u>Proposed 2026/2027</u>	<u>% Increase</u>
Residential and Business	1 bin/week	253.95	263.35	3.70%
Business	Bin/3 x week	663.58	688.13	3.70%
Business	Bin/5 x week	1 114.17	1 155.39	3.70%
REFUSE DEPT MMH 3 X P.W.		7 864.71	8 155.71	3.70%
REFUSE DEPT OTHER 1 X P.W. NO VAT		253.97	263.36	3.70%
Refuse 3 x P.W. Departmental		663.58	688.13	3.70%
MMH (1.75M³) 1x per week		3 195.04	3 313.26	3.70%
MMH (1.75M³) 2x per week		5 538.07	5 742.97	3.70%
MMH (1.75M³) 3x per week		7 864.71	8 155.71	3.70%
MMH (1.75M³) 5x per week		14 254.78	14 782.21	3.70%
Bulk container (30M³) 1x per week		45 058.23	46 725.38	3.70%
Bulk container (30M³) 2x per week		68 816.20	71 362.40	3.70%

Bulk container (30M³) 3x per week		123 705.31	128 282.40	3.70%
Bulk container (30M³) 5x per week		203 171.62	210 688.97	3.70%
Temporary service	Per Bin	120.26	124.71	3.70%
Bulky waste	Per m³	557.08	577.70	3.70%
Special Exemption	Per m³	278.55	288.85	3.70%
Garden services waste	LDV/Trailer	81.93	84.96	3.70%
Small Animal Carcasses		216.46	224.47	3.70%
Bulky garden waste	per 6m³	1 181.68	1 225.40	3.70%
Building rubble	per m³	560.69	581.43	3.70%

2.9 That the tariffs for Sewerage be increased as follows:

PROPOSED SEWERAGE TARIFFS 2026/27				
				9%
	Tariff code	Descriptions	Approved 2025- 2026	Proposed 2026/2027
Residential 0 – 6 kiloliters	0400/'0470/'0471		7.76	8.46
Residential 7 – 15 kiloliters			7.96	8.68
Residential 16-35 kiloliters			8.20	8.94
Residential 36-50 kiloliters			8.51	9.28
Max 50KL				
Pre Paid Water Consumers	490		197.76	215.56
Business and Industrial	0402/'0472	200 Kilolitres and below	8.43	9.19
		Above 200 Kilolitres	9.41	10.26
Departmental	0403/'0474	200 Kilolitres and below	8.43	9.19
		Above 200 Kilolitres	9.41	10.26
Special Consumers (Schools, Churches Welfare organisations; Old Age home)	473	200 Kilolitres and below	7.98	8.70
		Above 200 Kilolitres	8.51	9.28
Basic Charge Pre-Paid Water Consumers	490		202.07	220.26
Basic Charge (Payable by property owner)	470		84.74	92.37
Basic Charge - Vacant Stands (Availability charge)	475		104.30	113.69

3.0 That the tariffs for electricity be increased as follows:

Electricity

Tariff Category		Approved 2025/2026	% change	Proposed 2026/2027
1. Domestic				
Basic Charge R/Month		160.53	9.01%	175.00
Energy Charge c/kWh	Block 1 (0 - 50kWh)	192.94	9.01%	210.32
	Block 2 (51 - 350kWh)	247.00	9.01%	269.25
	Block 3 (351 - 600kWh)	347.63	9.01%	378.96
	Block 4 (above 600kWh)	401.69	9.01%	437.88
2. Commercial				
Basic Charge		1784.84	9.01%	1 945.65
Energy Charge		302.98	9.01%	330.27
*Pre-Paid		368.81	9.01%	402.04
3. Industrial				
Basic Charge		2549.43	9.01%	2 779.13
Energy Charge		216.23	9.01%	235.72
Demand Charge		436.51	9.01%	475.84
3. Industrial -3%				
Basic Charge		2532.55	9.01%	2 760.73
Energy Charge - 3 %		216.23	9.01%	235.72
Demand Charge -3%		433.38	9.01%	472.43
Temporary Power		342.23	9.01%	373.07
Streetlights		206.11	9.01%	224.68
Council kWh		206.11	9.01%	224.68

4. Indigent Tariffs be increased as follows

Provision of Free Basic Services to Indigent Households

Formal Settlements

The critical responsibility entrusted with local government in ensuring the effective functioning of the local economy is notable. This is expressed in Section 152 (1) [c] of the Constitution in terms of which local government is required to strive, 'within its financial and administrative capacity' to promote social and economic development'

The Municipality will be offering the following Free Basic Services

Free Basic Water	6kl per month
Free basic Electricity	50 kWh per month
Free Basic waste removal	100% subsidy on tariff
Rebates on Property rates	Rebates ranging from 25% to 100% and first R100 000.00 market value being 100% exempted from rates.
*Free Basic sanitation	6kl per month

The Municipality has an indigent register compiled in line with the approved indigent policy. The cost of free basic services for the deprived people households within the municipal area is reflected below. The latest indigent harvesting program reflected that the Municipality has approximately 6289 indigent households. The income threshold to qualify for indigent support will be a total household income equivalent to or less than two times Government old age grant (from the 01st of April 2026, (R2420X 2 = R4, 840)

The Municipality will be offering the following free basic services:

2026/2027

Service	Units	Tariff	Amount	Vat	Total
50 Kw/h of Electricity	50	2.1032	R105.16	R15.77	R120.936
Electricity Basic	1	175.00	R175	R26.25	R201.25
6 KL of water	6	22.18	R133.05	R19.96	R153.01
Water basic charge	1	72.00	R72.00	R10.80	R82.80
6 KL for sewage	6	8.46	R50.75	R7.61	R58.36
Sewage Basic	1	92.37	R92.37	R13.86	R106.22
Refuse	1	263.35	R263.35	R39.50	R302.85
					R1 025.43

Service	Units	Tariff	Amount	Vat	Total
50 Kw/h of Electricity	50	1.9294	R96.47	R14.47	R110.94
Electricity Basic	1	160.53	R160.53	R24.08	R184.61
6 Kl of water	6	19.89	R119.34	R17.90	R137.24
6 Kl of sewage	6	7.76	R46.56	R6.98	R53.54
Sewage Basic	1	84.74	R84.74	R12.71	R97.45
Refuse	1	253.9561	R253.95607	R38.09	R292.05
					R875.83

Informal Settlement

The Municipality intends to engage in an exercise to determine the statistics of indigents in informal settlements in the new Financial Year

Recommendation:

- That cognizance be taken that the electricity tariffs from 1 July 2026 by 9.01%.
- That the tariff increase allowed by NERSA for municipalities in the 2026/2027 financial year be implemented subject to their approval.
- The sundry tariffs with an average increase of 6%.
- That the capital budget for an amount of **R157 845 001.00** be approved.
- Cognizance be taken that the capital budget is going to be funded as follows:

Item description	R
Municipal Infrastructure Grant (MIG)	R81 840 000.00
5% MIG Allocation (Operational)	R4 092 000.00
Integrated National Electrification Program (INEP)	R6 005 001.00
Water Services Infrastructure Grant (WSIG)	R30 000 000.00
Sub –Total	R117 845 001.00
Own funded capital projects	R40 000 00.00
Total	R157 845 001.00

- That the property rates policy as attached in annexure be approved and submitted with the Final budget for approval.
- That the Tariff policy as attached in annexure B be approved and submitted with the Final budget for approval.

- That the Sundry tariff policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Credit control and debt collection policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Cash management policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Investment policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Borrowing policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Budget funding and Reserves policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Supply Chain Management policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Asset Management policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the indigent policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Long-term financial planning policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the final Unauthorized, Irregular, Fruitless and Wasteful Expenditure policy as attached In annexure B be approved with the Final Budget.
- That the Cost containment policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Debt write off policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Virement policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Budget management policy as attached in annexure B be approved and submitted with the Final budget for approval.
- Grants, Donations, Sponsorships and Gifts Policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the Adjustment budget policy as attached in annexure B be approved and submitted with the Final budget for approval.
- That the MSCOA Road Map be approved for 2026/27 financial period per Annexure I

2026/27 MTREF TABLES FINAL

• Table Summary

GT484 Merafong City - Table A1 Budget Summary

Description R thousands	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
Financial Performance										
Property rates	–	581 883	765 344	737 199	550 199	550 199	339 513	577 709	612 371	649 113
Service charges	–	841 370	887 311	1 085 779	1 132 216	1 132 216	592 377	1 218 528	1 291 107	1 368 574
Investment revenue	–	12 883	19 718	15 000	15 000	15 000	8 276	16 552	17 545	18 598
Transfer and subsidies -										
Operational	–	378 304	325 561	337 435	342 207	342 207	246 531	362 079	383 804	406 832
Other own revenue	–	258 454	577 242	578 945	424 596	424 596	178 663	420 171	444 295	470 952
Total Revenue (excluding capital transfers and contributions)	–	2 072 894	2 575 176	2 754 357	2 464 217	2 464 217	1 365 361	2 595 039	2 749 123	2 914 070
Employee costs	–	383 802	414 513	539 316	436 350	436 350	296 977	470 576	498 810	528 739
Remuneration of councillors	–	25 460	26 332	28 517	25 151	25 151	20 425	26 283	27 860	29 532
Depreciation and amortisation	–	172 764	122 176	171 600	165 983	165 983	80 686	161 484	171 173	181 444
Interest	–	144 034	197 304	153 118	166 190	166 190	126 610	78 029	165 421	175 346
Inventory consumed and bulk purchases	–	684 004	826 530	644 077	868 297	868 297	625 759	915 259	727 739	771 403
Transfers and subsidies	–	522	748	1 102	563	563	347	596	632	670
Other expenditure	–	985 097	1 674 035	1 166 747	790 404	790 404	372 968	932 663	978 396	1 037 099
Total Expenditure	–	2 395 683	3 261 637	2 704 478	2 452 937	2 452 937	1 523 772	2 584 890	2 570 031	2 724 232
Surplus/(Deficit)	–	(322 788)	(686 461)	49 880	11 280	11 280	(158 411)	10 150	179 092	189 838
Transfers and subsidies - capital (monetary allocations)	–	81 732	158 943	170 430	160 294	160 294	84 722	161 513	171 204	181 476
Transfers and subsidies - capital (in-kind)	–	(9)	(3 187)	–	–	–	126	–	–	–
Surplus/(Deficit) after capital transfers & contributions	–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314
Share of Surplus/Deficit attributable to Associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314

GT484 Merafong City - Table A1 Budget Summary

Description	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
Capital expenditure & funds sources										
Capital expenditure	–	182 714	40 531	3 100	188 768	188 768	80 469	188 658	(199 977)	(211 976)
Transfers recognised - capital	–	167 785	26 656	600	162 428	162 428	62 827	156 858	(166 269)	(176 245)
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	–	14 929	13 450	2 500	26 340	26 340	13 107	31 800	(33 708)	(35 730)
Total sources of capital funds	–	182 714	40 106	3 100	188 768	188 768	75 934	188 658	(199 977)	(211 976)
Financial position										
Total current assets	–	884 894	933 421	1 493 566	899 475	899 475	1 712 987	1 182 795	4 951 087	1 039 095
Total non current assets	–	3 496 214	3 445 815	3 138 950	3 330 235	3 330 235	3 461 079	3 226 599	(742 530)	(62 271)
Total current liabilities	–	2 046 915	2 252 638	2 249 860	1 886 902	1 886 902	2 855 212	2 167 426	4 026 532	4 249 854
Total non current liabilities	–	266 079	277 848	47 429	47 429	47 429	272 194	47 429	145 672	115 989
Community wealth/Equity	–	2 180 159	1 601 078	2 344 115	2 295 379	2 295 379	1 534 063	2 193 835	35 609	(3 389 807)
Cash flows										
Net cash from (used) operating	–	(12 873)	1 958 443	636 004	(484 856)	(484 856)	(182 572)	269 661	705 029	747 331
Net cash from (used) investing	–	–	–	209 470	416 904	416 904	107 559	(204 844)	217 134	230 162
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	–	(12 873)	1 958 443	845 473	(67 952)	(67 952)	(75 013)	222 849	1 145 012	2 122 505
Cash backing/surplus reconciliation										
Cash and investments available	–	156 133	165 066	742 076	(380 891)	(380 891)	149 521	168 887	663 272	871 707
Application of cash and investments	–	1 663 361	1 762 391	1 869 528	1 440 929	1 440 929	2 129 059	1 534 721	2 389 468	3 916 164
Balance - surplus (shortfall)	–	(1 507 228)	(1 597 325)	(1 127 452)	(1 821 820)	(1 821 820)	(1 979 538)	(1 365 834)	(1 726 196)	(3 044 457)

Asset management										
Asset register summary (WDV)	–	3 387 933	3 404 120	2 817 685	3 003 354	3 003 354	2 894 801	2 894 801	(745 822)	(83 688)
Depreciation	–	–	–	–	–	–	–	–	–	–
Renewal and Upgrading of Existing Assets	–	8 687	13 910	2 000	29 500	29 500	11 800	(2 208)	(12 508)	(13 258)
Repairs and Maintenance	–	3 192	2 872	11 019	10 026	10 026	2 944	2 944	3 120	3 308
Free services										
Cost of Free Basic Services provided	–	–	–	–	–	–	–	–	–	–
Revenue cost of free services provided	–	(4 536)	401 549	–	–	–	–	–	–	–
<u>Households below minimum service level</u>										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–

- **Table A2 Budget financial Performance**

GT484 Merafong City - 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			2026/27 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue - Functional										
<i>Governance and administration</i>		–	1 121 124	1 299 581	1 624 601	1 345 773	1 345 773	1 417 613	1 501 583	1 591 678
Executive and council		–	6 849	10 749	561	–	–	–	–	–
Finance and administration		–	1 114 274	1 288 832	1 624 040	1 345 773	1 345 773	1 417 613	1 501 583	1 591 678
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		–	174 917	68 989	66 860	65 454	65 454	69 185	73 336	77 736
Community and social services		–	83 051	15 770	23 307	29 651	29 651	24 128	25 576	27 110
Sport and recreation		–	–	7	15	44	44	46	48	51
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	91 866	53 212	43 538	35 759	35 759	45 012	47 712	50 575
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		–	6 912	4 465	21 014	42 916	42 916	43 314	45 913	48 668
Planning and development		–	6 499	4 465	18 173	8 830	8 830	6 218	6 591	6 987
Road transport		–	414	–	2 841	34 086	34 086	37 096	39 322	41 681
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		–	834 365	1 354 986	1 212 313	1 170 369	1 170 369	1 226 440	1 299 494	1 377 464
Energy sources		–	299 258	913 288	455 685	444 682	444 682	470 796	499 044	528 987
Water management		–	406 029	373 059	575 619	694 107	694 107	716 691	759 693	805 274
Waste water management		–	44 032	35 629	83 458	29 781	29 781	36 545	38 737	41 061
Waste management		–	85 046	33 010	97 552	1 798	1 798	2 408	2 020	2 142
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	–	2 137 318	2 728 022	2 924 787	2 624 511	2 624 511	2 756 552	2 920 327	3 095 546

GT484 Merafong City - 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			2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand	1									
<u>Expenditure - Functional</u>	-									
<i>Governance and administration</i>		-	312 430	503 414	579 693	470 542	470 542	324 836	349 703	370 685
Executive and council		-	56 664	86 090	168 715	79 536	79 536	86 525	91 716	97 219
Finance and administration		-	251 382	412 596	406 005	382 647	382 647	229 060	248 181	263 072
Internal audit		-	4 384	4 729	4 973	8 358	8 358	9 251	9 806	10 394
<i>Community and public safety</i>		-	100 211	129 691	109 621	121 026	121 026	118 450	125 529	133 060
Community and social services		-	71 279	86 523	65 857	71 603	71 603	68 150	72 239	76 574
Sport and recreation		-	22 414	25 913	33 209	28 017	28 017	29 122	30 841	32 692
Public safety		-	290	5 515	1 618	5 617	5 617	5 595	5 931	6 286
Housing		-	6 229	11 739	5 937	12 789	12 789	12 447	13 194	13 986
Health		-	-	-	3 000	3 000	3 000	3 135	3 323	3 522
<i>Economic and environmental services</i>		-	179 119	156 949	228 009	200 225	200 225	191 779	203 286	215 483
Planning and development		-	25 006	43 579	48 561	58 299	58 299	37 441	39 688	42 069
Road transport		-	154 113	113 370	179 448	141 926	141 926	154 338	163 598	173 414
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	1 111 932	1 216 549	875 714	1 306 022	1 306 022	1 279 445	1 180 915	1 251 769
Energy sources		-	533 810	583 308	505 952	829 151	829 151	852 242	918 848	973 978
Water management		-	474 302	520 923	287 435	396 374	396 374	345 128	175 067	185 571
Waste water management		-	36 061	45 896	28 006	32 700	32 700	32 939	34 915	37 010
Waste management		-	67 759	66 422	54 321	47 797	47 797	49 137	52 085	55 210
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	1 703 692	2 006 603	1 793 037	2 097 815	2 097 815	1 914 510	1 859 432	1 970 998
Surplus/(Deficit) for the year		-	433 627	721 418	1 131 751	526 696	526 696	842 042	1 060 894	1 124 548

- **Table A3 Budgeted Financial Performance**

GT484 Merafong City - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2026/27 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
<u>Revenue by Vote</u>	1									
Vote 1 - Municipal Manager		–	6 849	10 749	561	–	–	–	–	–
Vote 2 - Finance		–	1 113 774	1 284 303	1 622 808	1 338 964	1 338 964	1 409 480	1 492 962	1 582 540
Vote 3 - Community and Social Services		–	83 051	15 770	23 307	29 651	29 651	24 128	25 576	27 110
Vote 4 - Sport and Recreation		–	–	7	15	44	44	46	48	51
Vote 5 - Public Safety		–	–	–	–	–	–	–	–	–
Vote 6 - Housing		–	91 866	53 212	43 538	35 759	35 759	45 012	47 712	50 575
Vote 7 - Health		–	–	–	–	–	–	–	–	–
Vote 8 - Planning and Development		–	6 499	4 465	18 173	8 830	8 830	6 218	6 591	6 987
Vote 9 - Road Transport		–	414	–	2 841	34 086	34 086	37 096	39 322	41 681
Vote 10 - Energy Sources		–	299 258	913 288	455 685	444 682	444 682	470 796	499 044	528 987
Vote 11 - Water Management		–	406 029	373 059	575 619	694 107	694 107	716 691	759 693	805 274
Vote 12 - [NAME OF VOTE 12]		–	44 032	35 629	83 458	29 781	29 781	36 545	38 737	41 061
Vote 13 - Waste Management		–	85 046	33 010	97 552	1 798	1 798	2 408	2 020	2 142
Vote 14 - Internal Audit		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	500	4 529	1 232	6 810	6 810	8 133	8 621	9 138
Total Revenue by Vote	2	–	2 137 318	2 728 022	2 924 787	2 624 511	2 624 511	2 756 552	2 920 327	3 095 546

GT484 Merafong City - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description R thousand	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
<u>Expenditure by Vote to be appropriated</u>	1									
Vote 1 - Municipal Manager		–	56 664	86 090	168 715	79 536	79 536	86 525	91 716	97 219
Vote 2 - Finance		–	248 657	394 046	405 915	373 374	373 374	216 471	234 837	248 927
Vote 3 - Community and Social Services		–	71 279	86 523	65 857	71 603	71 603	68 150	72 239	76 574
Vote 4 - Sport and Recreation		–	22 414	25 913	33 209	28 017	28 017	29 122	30 841	32 692
Vote 5 - Public Safety		–	290	5 515	1 618	5 617	5 617	5 595	5 931	6 286
Vote 6 - Housing		–	6 229	11 739	5 937	12 789	12 789	12 447	13 194	13 986
Vote 7 - Health		–	–	–	3 000	3 000	3 000	3 135	3 323	3 522
Vote 8 - Planning and Development		–	25 006	43 579	48 561	58 299	58 299	37 441	39 688	42 069
Vote 9 - Road Transport		–	154 113	113 370	179 448	141 926	141 926	154 338	163 598	173 414
Vote 10 - Energy Sources		–	533 810	583 308	505 952	829 151	829 151	852 242	918 848	973 978
Vote 11 - Water Management		–	474 302	520 923	287 435	396 374	396 374	345 128	175 067	185 571
Vote 12 - [NAME OF VOTE 12]		–	36 061	45 896	28 006	32 700	32 700	32 939	34 915	37 010
Vote 13 - Waste Management		–	67 759	66 422	54 321	47 797	47 797	49 137	52 085	55 210
Vote 14 - Internal Audit		–	4 384	4 729	4 973	8 358	8 358	9 251	9 806	10 394
Vote 15 - Other		–	2 725	18 549	90	9 273	9 273	12 589	13 344	14 145
Total Expenditure by Vote	2	–	1 703 692	2 006 603	1 793 037	2 097 815	2 097 815	1 914 510	1 859 432	1 970 998
Surplus/(Deficit) for the year	2	–	433 627	721 418	1 131 751	526 696	526 696	842 042	1 060 894	1 124 548

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand										
Revenue by Vote	1									
Vote 1 - Municipal Manager		-	6 849	10 749	561	-	-	-	-	-
1.1 - Mayor and Council		-	5 781	9 947	61	-	-	-	-	-
1.2 - Municipal Manager, Town Secretary and Chief Executive		-	1 068	802	500	-	-	-	-	-
1.3 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.4 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.5 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.6 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.7 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.8 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.9 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.10 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
Vote 2 - Finance		-	1 113 774	1 284 303	1 622 808	1 338 964	1 338 964	1 409 480	1 492 962	1 582 540
2.1 - Asset Management		-	-	-	-	-	-	-	-	-
2.2 - Finance		-	1 091 240	1 197 958	1 612 199	1 154 493	1 154 493	1 223 973	1 296 325	1 374 104
2.3 - Fleet Management		-	-	-	-	-	-	-	-	-
2.4 - Human Resources		-	22 155	-	9 641	9 701	9 701	5 731	6 075	6 439
-		-	-	-	-	-	-	-	-	-
2.6 - Legal Services		-	-	-	-	-	-	-	-	-
2.7 - Supply Chain Management		-	529	-	555	-	-	-	-	-
2.8 - Property Services		-	(150)	86 345	413	174 770	174 770	179 776	190 563	201 997

2.9 - Risk Management	-	-	-	-	-	-	-	-	-
2.10 - Security Services	-	-	-	-	-	-	-	-	-
Vote 3 - Community and Social Services	-	83 051	15 770	23 307	29 651	29 651	24 128	25 576	27 110
3.1 - Aged Care	-	-	-	-	-	-	-	-	-
3.2 - Animal Care and Diseases	-	-	-	-	-	-	-	-	-
3.3 - Cemeteries, Funeral Parlours and Crematoriums	-	346	347	30	577	577	603	639	677
3.4 - Community Halls and Facilities	-	121	105	-	258	258	270	286	303
3.5 - Libraries and Archives	-	20 102	15 318	23	28 815	28 815	23 256	24 651	26 130
3.6 - Literacy Programmes	-	62 482	-	23 254	-	-	-	-	-
3.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
3.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
3.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
3.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 4 - Sport and Recreation	-	-	7	15	44	44	46	48	51
4.1 - Community Parks (including Nurseries)	-	-	-	-	-	-	-	-	-
4.2 - Recreational Facilities	-	-	7	15	44	44	46	48	51
4.3 - Sports Grounds and Stadiums	-	-	-	-	-	-	-	-	-
4.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
4.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

Vote 5 - Public Safety	-	-	-	-	-	-	-	-	-
5.1 - Licensing and Control of Animals	-	-	-	-	-	-	-	-	-
5.2 - Police Forces, Traffic and Street Parking Control	-	-	-	-	-	-	-	-	-
5.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 6 - Housing	-	91 866	53 212	43 538	35 759	35 759	45 012	47 712	50 575
6.1 - Housing	-	91 866	53 212	43 538	35 759	35 759	45 012	47 712	50 575
6.2 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 7 - Health	-	-	-	-	-	-	-	-	-
7.1 - Health Surveillance and Prevention of Communicable Diseases including immunizations	-	-	-	-	-	-	-	-	-

7.2 - Health Services	-	-	-	-	-	-	-	-	-	-
7.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
7.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development	-	6 499	4 465	18 173	8 830	8 830	6 218	6 591	6 987	
8.1 - Project Management Unit	-	4 541	3 594	4 135	3 847	3 847	-	-	-	
8.2 - Corporate Wide Strategic Planning (IDPs, LEDs)	-	1	1	12 068	1 008	1 008	2 069	2 193	2 325	
8.3 - Economic Development/Planning	-	359	394	1 570	3 784	3 784	3 950	4 187	4 439	
8.4 - Town Planning, Building Regulations and Enforcement, and City Engineer	-	1 597	477	400	190	190	199	211	223	
8.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
8.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
8.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
8.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
8.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
8.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-	
Vote 9 - Road Transport	-	414	-	2 841	34 086	34 086	37 096	39 322	41 681	
9.1 - Public Transport	-	-	-	-	-	-	-	-	-	
9.2 - Roads	-	-	-	-	-	-	-	-	-	
9.3 - Road and Traffic Regulation	-	414	-	2 841	34 086	34 086	37 096	39 322	41 681	

9.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 10 - Energy Sources	-	299 258	913 288	455 685	444 682	444 682	470 796	499 044	528 987
10.1 - Electricity	-	299 258	913 288	455 685	444 682	444 682	470 796	499 044	528 987
10.2 - Street Lighting and Signal Systems	-	-	-	-	-	-	-	-	-
10.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 11 - Water Management	-	406 029	373 059	575 619	694 107	694 107	716 691	759 693	805 274
11.1 - Water Treatment	-	-	-	-	-	-	-	-	-
11.2 - Water Distribution	-	406 029	373 059	575 619	694 107	694 107	716 691	759 693	805 274
11.3 - Water Storage	-	-	-	-	-	-	-	-	-
11.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

11.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	44 032	35 629	83 458	29 781	29 781	36 545	38 737	41 061
12.1 - Sewerage	-	44 032	30 646	83 458	29 781	29 781	36 545	38 737	41 061
12.2 - Storm Water Management	-	-	-	-	-	-	-	-	-
12.3 - Waste Water Treatment	-	-	4 983	-	-	-	-	-	-
12.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Management	-	85 046	33 010	97 552	1 798	1 798	2 408	2 020	2 142
13.1 - Solid Waste Disposal (Landfill Sites)	-	-	-	-	-	-	-	-	-
13.2 - Solid Waste Removal	-	85 046	33 010	97 552	1 798	1 798	2 408	2 020	2 142
13.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

13.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 14 - Internal Audit	-	-	-	-	-	-	-	-	-
14.1 - Governance Function	-	-	-	-	-	-	-	-	-
14.2 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 15 - Other	-	500	4 529	1 232	6 810	6 810	8 133	8 621	9 138
15.1 - Tourism	-	-	-	-	-	-	-	-	-
15.2 - Valuation Service	-	-	-	-	-	-	-	-	-
15.3 - Marketing, Customer Relations, Publicity and Media Co-ordination	-	-	-	-	-	-	-	-	-
15.4 - Administrative and Corporate Support	-	500	4 529	1 232	6 810	6 810	8 133	8 621	9 138
15.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

15.10 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	2 137 318	2 728 022	2 924 787	2 624 511	2 624 511	2 756 552	2 920 327	3 095 546
Expenditure by Vote	1									
Vote 1 - Municipal Manager		-	56 664	86 090	168 715	79 536	79 536	86 525	91 716	97 219
1.1 - Mayor and Council		-	42 341	52 744	62 928	51 932	51 932	52 313	55 452	58 779
1.2 - Municipal Manager, Town Secretary and Chief Executive		-	14 323	33 346	105 787	27 604	27 604	34 211	36 264	38 440
1.3 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.4 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.5 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.6 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.7 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.8 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.9 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
1.10 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-
Vote 2 - Finance		-	248 657	394 046	405 915	373 374	373 374	216 471	234 837	248 927
2.1 - Asset Management		-	-	-	-	-	-	-	-	-
2.2 - Finance		-	90 815	191 143	261 508	163 018	163 018	101 746	113 120	119 907
2.3 - Fleet Management		-	49 663	22 745	42 206	37 125	37 125	18 416	19 521	20 693
2.4 - Human Resources		-	46 403	82 721	47 378	41 660	41 660	32 002	34 031	36 073
2.5 - Information Technology		-	18 397	6 227	6 212	6 719	6 719	7 010	7 431	7 877
2.6 - Legal Services		-	16 017	28 403	200	45 905	45 905	22 021	23 342	24 743
2.7 - Supply Chain Management		-	5 657	4 390	5 873	5 005	5 005	5 275	5 591	5 926
2.8 - Property Services		-	10 734	(142)	10 284	12 615	12 615	10 762	11 407	12 092
2.9 - Risk Management		-	1 837	4 360	2 178	4 733	4 733	4 941	5 238	5 552

2.10 - Security Services	–	9 136	54 200	30 075	56 594	56 594	14 298	15 155	16 065
Vote 3 - Community and Social Services	–	71 279	86 523	65 857	71 603	71 603	68 150	72 239	76 574
3.1 - Aged Care	–	–	6	15	121	121	138	147	155
3.2 - Animal Care and Diseases	–	366	329	1 102	563	563	596	632	670
3.3 - Cemeteries, Funeral Parlours and Crematoriums	–	4 426	12 884	2 192	10 278	10 278	6 442	6 828	7 238
3.4 - Community Halls and Facilities	–	24 230	41 800	34 987	31 794	31 794	33 190	35 181	37 292
3.5 - Libraries and Archives	–	41 579	31 374	20 871	27 891	27 891	26 728	28 332	30 032
3.6 - Literacy Programmes	–	677	130	6 689	956	956	1 056	1 119	1 186
3.7 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
3.8 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
3.9 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
3.10 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
Vote 4 - Sport and Recreation	–	22 414	25 913	33 209	28 017	28 017	29 122	30 841	32 692
4.1 - Community Parks (including Nurseries)	–	20 612	25 655	32 419	27 685	27 685	28 818	30 518	32 350
4.2 - Recreational Facilities	–	1 798	258	790	332	332	305	323	342
4.3 - Sports Grounds and Stadiums	–	4	–	–	–	–	–	–	–
4.4 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.5 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.6 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.7 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.8 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.9 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
4.10 - [Name of sub-vote]	–	–	–	–	–	–	–	–	–
Vote 5 - Public Safety	–	290	5 515	1 618	5 617	5 617	5 595	5 931	6 286

5.1 - Licensing and Control of Animals	-	-	-	50	-	-	-	-	-
5.2 - Police Forces, Traffic and Street Parking Control	-	290	5 515	1 568	5 617	5 617	5 595	5 931	6 286
5.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
5.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 6 - Housing	-	6 229	11 739	5 937	12 789	12 789	12 447	13 194	13 986
6.1 - Housing	-	6 229	11 739	5 937	12 789	12 789	12 447	13 194	13 986
6.2 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
6.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 7 - Health	-	-	-	3 000	3 000	3 000	3 135	3 323	3 522
7.1 - Health Surveillance and Prevention of Communicable Diseases including immunizations	-	-	-	3 000	3 000	3 000	3 135	3 323	3 522
7.2 - Health Services	-	-	-	-	-	-	-	-	-

7.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
7.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 8 - Planning and Development	-	25 006	43 579	48 561	58 299	58 299	37 441	39 688	42 069
8.1 - Project Management Unit	-	6 661	23 846	26 372	40 997	40 997	16 619	17 616	18 673
8.2 - Corporate Wide Strategic Planning (IDPs, LEDs)	-	2 659	3 594	5 115	5 175	5 175	5 410	5 734	6 078
8.3 - Economic Development/Planning	-	4 142	9 898	12 028	9 422	9 422	9 842	10 432	11 058
8.4 - Town Planning, Building Regulations and Enforcement, and City Engineer	-	11 545	6 240	5 047	2 706	2 706	5 571	5 905	6 259
8.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
8.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
8.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
8.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
8.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
8.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 9 - Road Transport	-	154 113	113 370	179 448	141 926	141 926	154 338	163 598	173 414
9.1 - Public Transport	-	5 557	1 566	12 754	15 523	15 523	17 759	18 824	19 954
9.2 - Roads	-	89 240	69 524	126 729	84 188	84 188	88 550	93 863	99 494
9.3 - Road and Traffic Regulation	-	59 316	42 281	39 965	42 215	42 215	48 029	50 911	53 966
9.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

9.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
9.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 10 - Energy Sources	-	533 810	583 308	505 952	829 151	829 151	852 242	918 848	973 978
10.1 - Electricity	-	533 810	583 308	505 952	829 151	829 151	852 242	918 848	973 978
10.2 - Street Lighting and Signal Systems	-	-	-	-	-	-	-	-	-
10.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
10.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 11 - Water Management	-	474 302	520 923	287 435	396 374	396 374	345 128	175 067	185 571
11.1 - Water Treatment	-	19 570	22 458	43 165	19 827	19 827	20 680	21 921	23 236
11.2 - Water Distribution	-	437 357	498 464	244 270	376 547	376 547	324 448	153 146	162 335
11.3 - Water Storage	-	17 374	-	-	-	-	-	-	-
11.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

11.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
11.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	36 061	45 896	28 006	32 700	32 700	32 939	34 915	37 010
12.1 - Sewerage	-	20 718	7 142	4 435	8 616	8 616	8 466	8 974	9 512
12.2 - Storm Water Management	-	11 929	24 803	7 474	24 072	24 072	24 473	25 941	27 497
12.3 - Waste Water Treatment	-	3 414	13 951	16 097	11	11	-	-	-
12.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
12.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Management	-	67 759	66 422	54 321	47 797	47 797	49 137	52 085	55 210
13.1 - Solid Waste Disposal (Landfill Sites)	-	-	1 059	-	380	380	380	402	426
13.2 - Solid Waste Removal	-	67 759	65 363	54 321	47 417	47 417	48 757	51 683	54 784
13.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

13.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
13.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 14 - Internal Audit	-	4 384	4 729	4 973	8 358	8 358	9 251	9 806	10 394
14.1 - Governance Function	-	4 384	4 729	4 973	8 358	8 358	9 251	9 806	10 394
14.2 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.3 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.4 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
14.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
Vote 15 - Other	-	2 725	18 549	90	9 273	9 273	12 589	13 344	14 145
15.1 - Tourism	-	-	-	-	-	-	-	-	-
15.2 - Valuation Service	-	-	-	-	-	-	-	-	-
15.3 - Marketing, Customer Relations, Publicity and Media Co-ordination	-	2 239	3 008	90	3 833	3 833	4 002	4 242	4 497
15.4 - Administrative and Corporate Support	-	486	15 541	-	5 441	5 441	8 587	9 102	9 648
15.5 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.6 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.7 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.8 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.9 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-
15.10 - [Name of sub-vote]	-	-	-	-	-	-	-	-	-

Total Expenditure by Vote	2	–	1 703 692	2 006 603	1 793 037	2 097 815	2 097 815	1 914 510	1 859 432	1 970 998
Surplus/(Deficit) for the year	2	–	433 627	721 418	1 131 751	526 696	526 696	842 042	1 060 894	1 124 548

• **Table A4 Budgeted Financial Performance (Revenue and Expenditure)**

GT484 Merafong City - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description R thousand	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
Revenue											
Exchange Revenue											
Service charges - Electricity	2	-	276 920	364 311	425 282	357 339	357 339	174 075	400 219	424 232	449 686
Service charges - Water	2	-	406 043	373 074	479 320	568 572	568 572	307 202	599 625	635 602	673 739
Service charges - Waste Water Management	2	-	75 873	69 135	83 542	112 703	112 703	49 645	119 465	126 633	134 231
Service charges - Waste Management	2	-	82 533	80 791	97 635	93 603	93 603	61 455	99 219	104 640	110 918
Sale of Goods and Rendering of Services		-	3 380	2 044	4 846	5 085	5 085	2 261	5 309	5 628	5 965
Agency services		-	12 830	10 991	-	18 500	18 500	-	21 257	22 532	23 884
Interest		-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		-	156 145	310 770	239 231	197 161	197 161	80 870	192 599	203 068	215 252
Interest earned from Current and Non Current Assets		-	12 883	19 718	15 000	15 000	15 000	8 276	16 552	17 545	18 598
Dividends		-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	0	-	-	475	-	-	-
Rental from Fixed Assets		-	1 421	2 904	1 614	3 668	3 668	2 065	3 164	3 354	3 555
Licence and permits		-	415	1	13 568	1 008	1 008	4	2 069	2 193	2 325
Special rating levies		-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	865	51	10 615	9 717	9 717	9 389	5 748	6 093	6 459
Non-Exchange Revenue											
Property rates	2	-	581 883	765 344	737 199	550 199	550 199	339 513	577 709	612 371	649 113

Surcharges and Taxes	-	23 784	-	16 247	-	-	-	-	-	-
Fines, penalties and forfeits	-	24 191	34 365	2 176	34 317	34 317	34	37 327	39 567	41 941
Licences or permits	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational	-	378 304	325 561	337 435	342 207	342 207	246 531	362 079	383 804	406 832
Interest	-	18 125	-	290 647	155 138	155 138	83 564	152 699	161 860	171 572
Fuel Levy	-	-	-	-	-	-	-	-	-	-
Operational Revenue	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets	-	-	-	-	-	-	-	-	-	-
Other Gains	-	17 298	216 117	-	-	-	-	-	-	-
Discontinued Operations	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	-	2 072 894	2 575 176	2 754 357	2 464 217	2 464 217	1 365 361	2 595 039	2 749 123	2 914 070

GT484 Merafong City - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand	1										
Expenditure											
Employee related costs	2	-	383 802	414 513	539 316	436 350	436 350	296 977	470 576	498 810	528 739
Remuneration of councillors		-	25 460	26 332	28 517	25 151	25 151	20 425	26 283	27 860	29 532
Bulk purchases - electricity	2	-	370 580	466 244	431 007	642 564	642 564	358 636	681 169	722 040	765 362
Inventory consumed	8	-	313 424	360 286	213 070	225 733	225 733	267 123	234 089	5 699	6 041
Debt impairment	3	-	673 072	1 215 906	805 859	238 628	238 628	-	588 859	624 190	661 641
Depreciation and amortisation		-	172 764	122 176	171 600	165 983	165 983	80 686	161 484	171 173	181 444
Interest		-	144 034	197 304	153 118	166 190	166 190	126 610	78 029	165 421	175 346
Contracted services		-	97 447	252 125	157 224	304 396	304 396	258 565	170 839	181 089	191 955
Transfers and subsidies		-	522	748	1 102	563	563	347	596	632	670
Irrecoverable debts written off		-	118 343	60 395	-	50 000	50 000	42 726	22 079	13 176	13 967
Operational costs		-	93 840	78 102	89 195	80 886	80 886	71 677	70 071	74 275	78 732
Losses on disposal of Assets		-	2 395	67 507	-	-	-	-	-	-	-
Other Losses		-	-	-	114 469	116 494	116 494	-	80 816	85 665	90 805
Total Expenditure		-	2 395 683	3 261 637	2 704 478	2 452 937	2 452 937	1 523 772	2 584 890	2 570 031	2 724 232
Surplus/(Deficit)		-	(322 788)	(686 461)	49 880	11 280	11 280	(158 411)	10 150	179 092	189 838
Transfers and subsidies - capital (monetary allocations)	6	-	81 732	158 943	170 430	160 294	160 294	84 722	161 513	171 204	181 476
Transfers and subsidies - capital (in-kind)	6	-	(9)	(3 187)	-	-	-	126	-	-	-

Surplus/(Deficit) after capital transfers & contributions		–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314
Income Tax		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax		–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314
Share of Surplus/Deficit attributable to Associate	7	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	1	–	(241 066)	(530 706)	220 310	171 574	171 574	(73 563)	171 663	350 296	371 314

• **Table A5 Capital Expenditure**

Vote Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 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 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
<u>Single-year expenditure to be appropriated</u>	2										
Vote 1 - Municipal Manager		–	–	–	–	2 340	2 340	2 340	–	–	–
Vote 2 - Finance		–	–	25 767	2 000	6 000	6 000	6 000	3 800	(4 028)	(4 270)
Vote 3 - Community and Social Services		–	34 787	(26 087)	–	4 000	4 000	4 000	8 000	(8 480)	(8 989)
Vote 4 - Sport and Recreation		–	–	–	–	5 118	5 118	5 118	–	–	–
Vote 5 - Public Safety		–	–	–	–	–	–	–	–	–	–
Vote 6 - Housing		–	–	–	–	–	–	–	1 000	(1 060)	(1 124)
Vote 7 - Health		–	–	–	–	–	–	–	–	–	–
Vote 8 - Planning and Development		–	–	–	–	–	–	–	–	–	–
Vote 9 - Road Transport		–	37 190	32 711	600	45 617	45 617	45 617	35 500	(37 630)	(39 888)
Vote 10 - Energy Sources		–	30 759	24 722	–	40 082	40 082	40 082	43 581	(46 196)	(48 967)
Vote 11 - Water Management		–	50 107	2 934	–	36 405	36 405	36 405	48 280	(51 177)	(54 248)
Vote 12 - [NAME OF VOTE 12]		–	29 872	(19 516)	–	46 707	46 707	46 707	43 997	(46 637)	(49 435)
Vote 13 - Waste Management		–	–	–	–	–	–	–	4 500	(4 770)	(5 056)
Vote 14 - Internal Audit		–	–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	500	2 500	2 500	2 500	–	–	–
Capital single-year expenditure sub-total		–	182 714	40 531	3 100	188 768	188 768	188 768	188 658	(199 977)	(211 976)
Total Capital Expenditure - Vote		–	182 714	40 531	3 100	188 768	188 768	188 768	188 658	(199 977)	(211 976)

Capital Expenditure - Functional											
Governance and administration		–	–	25 767	500 ²	10 840	10 840	28 669	3 800	(4 028)	(4 270)
Executive and council		–	–	–	–	2 340	2 340	–	–	–	–
Finance and administration		–	–	25 767	500 ²	8 500	8 500	28 669	3 800	(4 028)	(4 270)
Internal audit		–	–	–	–	–	–	–	–	–	–
Community and public safety		–	34 787	(26 087)	–	9 118	9 118	294) ⁽¹²⁾	9 000	(9 540)	(10 112)
Community and social services		–	34 787	(26 087)	–	4 000	4 000	294) ⁽¹²⁾	8 000	(8 480)	(8 989)
Sport and recreation		–	–	–	–	5 118	5 118	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	1 000	(1 060)	(1 124)
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services		–	37 190	32 711	600	45 617	45 617	21 500	35 500	(37 630)	(39 888)
Planning and development		–	–	–	–	–	–	–	–	–	–
Road transport		–	37 190	32 711	600	45 617	45 617	21 500	35 500	(37 630)	(39 888)
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services		–	110 738	8 140	–	123 193	123 193	42 593	140 358	(148 779)	(157 706)
Energy sources		–	30 759	24 722	–	40 082	40 082	13 244	43 581	(46 196)	(48 967)
Water management		–	50 107	2 934	–	36 405	36 405	6 390	48 280	(51 177)	(54 248)
Waste water management		–	29 872	(19 516)	–	46 707	46 707	22 959	43 997	(46 637)	(49 435)
Waste management		–	–	–	–	–	–	–	4 500	(4 770)	(5 056)
Other		–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	3	–	182 714	40 531	100 ³	188 768	188 768	80 469	188 658	(199 977)	(211 976)
Funded by:											
National Government		–	167 785	22 322	600	156 428	156 428	62 827	156 858	(166 269)	(176 245)

Provincial Government		-	-	4 333	-	6 000	6 000	-	-	-	-
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	-	167 785	26 656	600	162 428	162 428	62 827	156 858	(166 269)	(176 245)
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	14 929	13 450	500	26 340	26 340	13 107	31 800	(33 708)	(35 730)
Total Capital Funding	7	-	182 714	40 106	100	188 768	188 768	75 934	188 658	(199 977)	(211 976)

- **Table A6 Financial Position**

GT484 Merafong City - Table A6 Budgeted Financial Position

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand											
ASSETS											
Current assets											
Cash and cash equivalents		–	156 133	165 066	794 036	(328 931)	(328 931)	149 521	220 848	775 766	993 850
Trade and other receivables from exchange transactions	1	–	259 113	193 092	82 673	537 003	537 003	181 016	365 546	2 413 644	142 867
Receivables from non-exchange transactions	1	–	51 760	108 039	310 376	311 598	311 598	589 321	262 777	2 231 521	260 703
Current portion of non-current receivables		–	–	–	–	–	–	–	–	–	–
Inventory	2	–	958	675	9 845	(4 843)	(4 843)	230 260	1 268	(418 333)	(442 664)
VAT		–	416 930	466 548	296 637	384 649	384 649	562 869	332 358	(51 511)	84 339
Other current assets		–	–	–	–	–	–	–	–	–	–
Total current assets		–	884 894	933 421	1 493 566	899 475	899 475	1 712 987	1 182 795	4 951 087	1 039 095
Non current assets											
Investments		–	–	–	–	–	–	–	–	–	–
Investment property		–	268 265	201 145 265.00	216 841	216 841	216 841	201 145	217 300	(202 189)	22 491
Property, plant and equipment	3	–	3 226 633	3 225 886	2 922 643	3 113 053	3 113 053	3 233 012	3 008 959	(541 859)	(84 794)
Biological assets		–	–	–	–	–	–	–	–	–	–
Living and non-living resources		–	–	–	–	–	–	–	–	–	–
Heritage assets		–	190	190	136	136	136	190	136	(104)	14
Intangible assets		–	1 127	18 593	(670)	205	205	26 731	205	1 622	18
Trade and other receivables from exchange transactions		–	–	–	–	–	–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–	–	–	–	–	–

Other non-current assets		–	–	–	–	–	–	–	–	–	–
Total non current assets		–	3 496 214	3 445 815	3 138 950	3 330 235	3 330 235	3 461 079	3 226 599	(742 530)	(62 271)
TOTAL ASSETS		–	4 381 108	4 379 236	4 632 516	4 229 710	4 229 710	5 174 066	4 409 395	4 208 557	976 824
LIABILITIES											
Current liabilities											
Bank overFinal		–	–	–	51 960	51 960	51 960	–	51 960	112 494	122 143
Financial liabilities		–	12 206	12 773	13 521	13 521	13 521	12 773	13 521	42 046	31 784
Consumer deposits		–	31 943	33 339	–	–	–	33 634	–	–	–
Trade and other payables from exchange transactions	4	–	1 615 467	1 712 532	1 934 984	1 563 950	1 563 950	2 231 220	1 851 074	3 468 148	3 727 400
Trade and other payables from non-exchange transactions	5	–	47 894	76 798	31 294	31 294	31 294	86 687	31 294	85 101	73 562
Provision		–	42 757	46 748	39 388	39 388	39 388	46 748	39 388	127 824	92 590
VAT		–	296 647	370 447	178 713	186 789	186 789	444 150	180 188	190 920	202 375
Other current liabilities		–	–	–	–	–	–	–	–	–	–
Total current liabilities		–	2 046 915	2 252 638	2 249 860	1 886 902	1 886 902	2 855 212	2 167 426	4 026 532	4 249 854
Non current liabilities											
Financial liabilities	6	–	20 708	7 963	17 535	17 535	17 535	2 308	17 535	42 207	45 717
Provision	7	–	139 319	151 725	29 894	29 894	29 894	151 725	29 894	103 465	70 272
Long term portion of trade payables		–	–	–	–	–	–	–	–	–	–
Other non-current liabilities		–	106 051	118 161	–	–	–	118 161	–	–	–
Total non current liabilities		–	266 079	277 848	47 429	47 429	47 429	272 194	47 429	145 672	115 989
TOTAL LIABILITIES		–	2 312 994	2 530 486	2 297 289	1 934 331	1 934 331	3 127 406	2 214 855	4 172 204	4 365 843
NET ASSETS		–	2 068 115	1 848 749	2 335 228	2 295 379	2 295 379	2 046 660	2 194 540	36 353	(3 389 019)
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)	8	–	(378 128)	(935 539)	2 344 115	2 295 379	2 295 379	(1 009 102)	2 193 835	35 609	(3 389 807)
Reserves and funds	9	–	2 558 287	2 536 617	–	–	–	2 543 165	–	–	–
Other											
TOTAL COMMUNITY WEALTH/EQUITY	10	–	2 180 159	1 601 078	2 344 115	2 295 379	2 295 379	1 534 063	2 193 835	35 609	(3 389 807)

References

(112 044)

247 672

(8 887)

512 598

705

743

788

• **Table A7 Budgeted Cash Flows**

**GT484 Merafong City - Table A7
Budgeted Cash Flows**

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 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 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		–	–	–	541 258	400 274	400 274	26 806	404 519	428 790	454 517
Service charges		–	–	–	694 462	1 124 389	1 124 389	162 341	975 761	1 033 878	1 095 911
Other revenue		–	–	496 960	93 393	130 418	130 418	389 983	79 114	84 240	89 294
Transfers and Subsidies - Operational	1	–	–	–	337 435	342 207	342 207	248 181	362 079	383 804	406 832
Transfers and Subsidies - Capital	1	–	–	–	170 430	160 294	160 294	41 716	161 513	171 204	181 476
Interest		–	–	1 650	549 738	–	–	22 899	16 552	17 545	18 598
Dividends		–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees		–	(12 873)	459 834	(1 596 491)	(2 327 642)	(2 327 642)	(1 074 499)	(1 653 254)	(1 252 622)	(1 327 779)
Interest		–	–	–	(153 118)	(314 232)	(314 232)	–	(76 027)	(161 177)	(170 848)
Transfers and Subsidies	1	–	–	–	(1 102)	(563)	(563)	–	(596)	(632)	(670)
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	(12 873)	958 443	636 004	(484 856)	(484 856)	(182 572)	269 661	705 029	747 331
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		-	-	-	209 470	416 904	416 904	107 559	(204 844)	217 134	230 162
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	-	-	209 470	416 904	416 904	107 559	(204 844)	217 134	230 162
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits									-	-	-
Payments											
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		-	(12 873)	1 958 443	845 473	(67 952)	(67 952)	(75 013)	64 817	922 163	977 493
Cash/cash equivalents at the year begin:	2	-	-	-	-	-	-	-	158 032	222 849	1 145 012
Cash/cash equivalents at the year end:	2	-	(12 873)	1 958 443	845 473	(67 952)	(67 952)	(75 013)	222 849	1 145 012	2 122 505

References

1. Local/District municipalities to include transfers from/to District/Local Municipalities

Table A8 Cash Backed

reserves

GT484 Merafong City - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand											
<u>Cash and investments available</u>											
Cash/cash equivalents at the year end	1	–	(12 873)	1 958 443	845 473	(67 952)	(67 952)	(75 013)	222 849	145 012 ¹	2 122 505 (1 250
Other current investments > 90 days		–	169 006	(1 793 377)	(103 398)	(312 939)	(312 939)	224 534	(53 962)	(481 740)	798)
Non current Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		–	156 133	165 066	742 076	(380 891)	(380 891)	149 521	168 887	663 272	871 707
<u>Application of cash and investments</u>											
Unspent conditional transfers		–	47 894	76 798	31 294	31 294	31 294	85 756	31 294	85 101	73 562
Unspent borrowing											
Statutory requirements	2										
Other working capital requirements	3	–	1 615 467	1 685 592	838 234 ¹	409 635 ¹	409 635 ¹	043 302 ²	503 427 ¹	304 367 ²	3 842 601
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		–	1 663 361	1 762 391	869 528¹	440 929¹	440 929¹	129 059²	534 721¹	389 468²	3 916 164
Surplus(shortfall) - Excluding Non-Current Creditors Trf to Debt Relief Benefits		–	(1 507 228)	(1 597 325)	(127 452)⁽¹⁾	821 820⁽¹⁾	821 820⁽¹⁾	979 538⁽¹⁾	365 834⁽¹⁾	726 196⁽¹⁾	(3 044 457)
Creditors transferred to Debt Relief - Non-Current portion		–	–	–	–	–	–	–	–	–	–
Surplus(shortfall) - Including Non-Current Creditors Trf to Debt Relief Benefits		–	(1 507 228)	(1 597 325)	(127 452)⁽¹⁾	821 820⁽¹⁾	821 820⁽¹⁾	979 538⁽¹⁾	365 834⁽¹⁾	726 196⁽¹⁾	(3 044 457)

• **Table A9 Asset management**

GT484 Merafong City - Table A9 Asset Management

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	–	168 817	335 209	100 1	652 153	652 153	325 166	304) (176	(186 883)
<i>Roads Infrastructure</i>	–	–	31 986	612 70	600	617 53	617 53	500 35	630) (37	(39 888)
<i>Storm water Infrastructure</i>	–	–	–	–	–	–	–	000 5	300) (5	(5 618)
<i>Electrical Infrastructure</i>	–	–	30 759	481 55	–	466 34	466 34	048 34	091) (36	(38 256)
<i>Water Supply Infrastructure</i>	–	–	41 116	343 47	–	981 37	981 37	280 48	177) (51	(54 248)
<i>Sanitation Infrastructure</i>	–	–	36 218	522 7	–	131 19	131 19	997 38	337) (41	(43 817)
<i>Solid Waste Infrastructure</i>	–	–	–	–	–	–	–	500 4	770) (4	(5 056)
<i>Rail Infrastructure</i>	–	–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>	–	–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>	–	–	–	–	–	–	–	–	–	–
Infrastructure	–	–	140 080	958 180	600	194 145	194 145	325 166	304) (176	(186 883)
Community Facilities	–	–	28 737	643 2	–	–	–	–	–	–
Sport and Recreation Facilities	–	–	–	–	–	618 4	618 4	–	–	–
Community Assets	–	–	28 737	643 2	–	618 4	618 4	–	–	–
Heritage Assets	–	–	–	–	–	–	–	–	–	–

Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	19	-	-	-	-	-	-
Licences and Rights		-	-	837	-	-	-	-	-	-
Intangible Assets		-	-	837	19	-	-	-	-	-
Computer Equipment		-	-	671	4	-	-	-	-	-
Furniture and Office Equipment		-	-	965	500	000	1	000	1	-
Machinery and Equipment		-	-	261	-	500	2	500	2	-
Transport Assets		-	-	-	-	340	2	340	2	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-

<u>Total Renewal of Existing Assets</u>	2	-	(7)	373	4	-	500	13	500	13	000	5	300)	(5	(5 618)
Roads Infrastructure		-	-	-	-	-	000	2	000	2	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	333	4	-	000	6	000	6	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	500	1	500	1	-	-	-	-	-
Infrastructure		-	-	333	4	-	500	9	500	9	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	(7)	7	-	-	000	4	000	4	000	5	300)	(5	(5 618)
Community Assets		-	(7)	7	-	-	000	4	000	4	000	5	300)	(5	(5 618)
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	-	-	-

Housing		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	32	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
<u>Total Upgrading of Existing Assets</u>	6	-	8 694	537 9	000 2	000 16	000 16	800 6	208) (7	(7 640)
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	000 3	000 3	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-

<i>Water Supply Infrastructure</i>	-	-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>	-	-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>	-	-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>	-	-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>	-	-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>	-	8 694	537	9	-	000 10	000 10	-	-	-
Infrastructure	-	8 694	537	9	-	000 13	000 13	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	000 2	000 2	000 6	360) (6	(6 742)
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	000 2	000 2	000 6	360) (6	(6 742)
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-

Licences and Rights		-	-	-	-	-	-	-	-	-				
Intangible Assets		-	-	-	-	-	-	-	-	-				
Computer Equipment		-	-	-	-	-	-	-	-	-				
Furniture and Office Equipment		-	-	-	2	1	1	800	(848)	(899)				
Machinery and Equipment		-	-	-	-	-	-	-	-	-				
Transport Assets		-	-	-	-	-	-	-	-	-				
Land		-	-	-	-	-	-	-	-	-				
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-				
Mature		-	-	-	-	-	-	-	-	-				
Immature		-	-	-	-	-	-	-	-	-				
Living Resources		-	-	-	-	-	-	-	-	-				
<u>Total Capital Expenditure</u>	4	-	177 504	245	3	183	183	178	(188	(200 141)				
<i>Roads Infrastructure</i>		-	31 986	612	70	600	617	55	617	35	630)	(37	(39 888)	
<i>Storm water Infrastructure</i>		-	-	-	-	-	000	3	000	5	300)	(5	(5 618)	
<i>Electrical Infrastructure</i>		-	30 759	481	55	-	466	34	466	34	048	091)	(36	(38 256)
<i>Water Supply Infrastructure</i>		-	41 116	343	47	-	981	37	981	48	280	177)	(51	(54 248)
<i>Sanitation Infrastructure</i>		-	36 218	855	11	-	131	25	131	38	997	337)	(41	(43 817)
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	500	4	770)	(4	(5 056)	
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-	-

Coastal Infrastructure Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
		-	8 694	537	-	500	500	-	-	-
		-		194	600	167	167	166	(176	
		-	148 773	828	2	694	694	325	304)	(186 883)
Infrastructure		-		2						
Community Facilities		-	28 737	643	-	-	-	-	-	-
Sport and Recreation Facilities		-	(7)	7	-	618	618	5	(5	(5 618)
Community Assets		-	28 730	650	2	618	618	5	(5	(5 618)
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	000	000	6	(6	(6 742)
Housing		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	000	000	6	(6	(6 742)
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	837	19	-	-	-	-	-
Intangible Assets		-	-	837	19	-	-	-	-	-
Computer Equipment		-	-	671	4	-	-	-	-	-
Furniture and Office Equipment		-	-	998	2	000	000	2	800	(899)

Machinery and Equipment		-	-	261	-	500	500	-	-	-
Transport Assets		-	-	-	-	340	340	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		-	177 504	245	100	152	152	125	812)	(200 141)
ASSET REGISTER SUMMARY - PPE (WDV)	5	-	3 387 933	120	685	354	354	801	822)	(83 688)
Roads Infrastructure		-	1 092 832	319	169	236	236	319	105	(30 205)
Storm water Infrastructure		-	275 297	323	054	214	214	214	068)	24 023
Electrical Infrastructure		-	399 524	700	685	845	845	346	983)	(29 776)
Water Supply Infrastructure		-	510 026	009	303	590	590	889	472)	(19 668)
Sanitation Infrastructure		-	360 842	875	603	985	985	851	470	(22 873)
Solid Waste Infrastructure		-	12 836	351	569	219	219	719	744)	(4 772)
Rail Infrastructure		-	-	-	100)	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	8 694	537	-	500	500	-	-	-
Infrastructure		-	2 660 051	114	282	588	588	338	691)	(83 272)

Community Assets	–	184 940	108	148	441	199	007	200	007	200	205	201	978)	(25	5 131
Heritage Assets	–	190	190	136	136	136	136	136	136	136	136	136	(104)		14
Investment properties	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
	–	268 265	145	201	841	216	841	216	841	216	300	217	189)	(202	22 491
	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
	–	75 691	208	70	666	107	782	104	782	104	000	6	360)	(6	(6 742)
Biological or Cultivated Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Computer Equipment	–	1 127	593	18	(670)		205		205		205		622	1	18
	–	6 718	131	9	–		468)	(3	468)	(3	632)	(1	730)	(1	(1 834)
Furniture and Office Equipment	–	16 275	119	14	823)	(9	305)	(9	305)	(9	321)	(10	636)	(12	(13 394)
Machinery and Equipment	–	9 703	026	3	188)	(3	243)	(4	243)	(4	900)	(2	074)	(3	(3 258)
Transport Assets	–	22 250	763	17	–		189)	(1	189)	(1	529)	(2	681)	(2	(2 842)
Land	–	142 723	723	142	–		–		–		–		–		–
Zoo's, Marine and Non-biological Animals	–	–	–	–	–		–		–		–		–		–

		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	-	3 387 933	120	3 404 685	2 817 354	3 003 354	2 894 801	(745 822)	(83 688)
EXPENDITURE OTHER ITEMS		-	3 192	872	2 019	11 026	10 026	2 944	3 120	3 308
Depreciation	7	-	-	-	-	-	-	-	-	-
Repairs and Maintenance by Asset Class	3	-	3 192	872	2 019	11 026	10 026	2 944	3 120	3 308
Roads Infrastructure		-	-	685	2 945	1 707	1 707	1 275	1 351	1 433
Storm water Infrastructure		-	81	-	281	-	-	-	-	-
Electrical Infrastructure		-	-	-	433	52	52	306	324	344
Water Supply Infrastructure		-	2	188	2 618	4 268	8 268	1 363	1 445	1 531
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	3 109	-	2 702	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		-	3 192	872	2 978	10 026	10 026	2 944	3 120	3 308
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-

Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	41	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Mature	-	-	-	-	-	-	-	-	-	-

Immature		–	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		–	3 192	872	11	10	10	2	3	3 308
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		0.0%	4.9%	6.2%	64.5%	16.1%	16.1%	6.6%	6.6%	6.6%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<i>R&M as a % of PPE & Investment Property</i>		0.0%	0.1%	0.1%	0.4%	0.3%	0.3%	0.1%	-0.4%	-4.0%
<i>Renewal and upgrading and R&M as a % of PPE and Investment Property</i>		0.0%	0.4%	0.5%	0.5%	1.3%	1.3%	0.5%	1.3%	11.9%

• **Table A10 Basic Services delivery management**

GT484 MERA FONG CITY - Table A10 Basic service delivery measurement

Description	Ref	2021/22	2022/23	2023/24	Current Year 2024/25			2026/27 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2026/27	Budget Year +2 2027/28
<u>Household service targets</u>	1									
<u>Water:</u>										
Piped water inside dwelling		35 428	35 428	35 428	35 428	35 428	35 428	35 428	35 428	35 428
Piped water inside yard (but not in dwelling)		35 791	35 791	35 791	35 791	35 791	35 791	35 791	35 791	35 791
Using public tap (at least min.service level)	2	25 787	25 787	25 787	25 787	25 787	25 787	25 787	25 787	25 787
Other water supply (at least min.service level)	4	–	–	–	–	–	–	–	–	–
<i>Minimum Service Level and Above sub-total</i>		97 006	97 006	97 006	97 006	97 006	97 006	97 006	97 006	97 006
Using public tap (< min.service level)	3	–	–	–	–	–	–	–	–	–
Other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–
No water supply		–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>		–	–	–	–	–	–	–	–	–
Total number of households	5	97 006	97 006	97 006	97 006	97 006	97 006	97 006	97 006	97 006
<u>Sanitation/sewerage:</u>										
Flush toilet (connected to sewerage)		54 069	54 069	54 069	54 069	54 069	54 069	54 069	54 069	54 069
Flush toilet (with septic tank)		1 300	1 300	1 300	1 300	1 300	1 300	1 300	1 300	1 300
Chemical toilet		–	–	–	–	–	–	–	–	–
Pit toilet (ventilated)		–	–	–	–	–	–	–	–	–
Other toilet provisions (> min.service level)		7 900	7 900	7 900	7 900	7 900	7 900	7 900	7 900	7 900
<i>Minimum Service Level and Above sub-total</i>		63 269	63 269	63 269	63 269	63 269	63 269	63 269	63 269	63 269
Bucket toilet		–	–	–	–	–	–	–	–	–
Other toilet provisions (< min.service level)		102	102	102	102	102	102	102	102	102
No toilet provisions		–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>		102	102	102	102	102	102	102	102	102
Total number of households	5	63 371	63 371	63 371	63 371	63 371	63 371	63 371	63 371	63 371
<u>Energy:</u>										
Electricity (at least min.service level)		6 493	6 493	6 493	6 493	6 493	6 493	6 493	6 493	6 493
Electricity - prepaid (min.service level)		14 739	14 739	14 739	14 739	14 739	14 739	14 739	14 739	14 739
<i>Minimum Service Level and Above sub-total</i>		21 232	21 232	21 232	21 232	21 232	21 232	21 232	21 232	21 232

Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	21 232	21 232	21 232	21 232	21 232	21 232	21 232	21 232	21 232
<u>Refuse:</u>										
Removed at least once a week		28 893	28 893	28 893	28 893	28 893	28 893	28 893	28 893	28 893
<i>Minimum Service Level and Above sub-total</i>		28 893	28 893	28 893	28 893	28 893	28 893	28 893	28 893	28 893
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		11 604	11 604	11 604	11 604	11 604	11 604	11 604	11 604	11 604
Using own refuse dump		47 659	47 659	47 659	47 659	47 659	47 659	47 659	47 659	47 659
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		59 263	59 263	59 263	59 263	59 263	59 263	59 263	59 263	59 263
Total number of households	5	88 156	88 156	88 156	88 156	88 156	88 156	88 156	88 156	88 156
<u>Households receiving Free Basic Service</u>	7									
Water (6 kilolitres per household per month)		12 542	6 000	6 000	6 000	6 000	6 000	6 000	6 000	6 000
Sanitation (free minimum level service)		12 542	6 000	6 000	6 000	6 000	6 000	6 000	6 000	4 365
Electricity/other energy (50kwh per household per month)		12 542	6 000	6 000	6 000	6 000	6 000	6 000	6 000	6 000
Refuse (removed at least once a week)		12 542	6 000	6 000	6 000	6 000	6 000	6 000	6 000	4 365
<u>Cost of Free Basic Services provided - Formal Settlements (R'000)</u>	8									
Water (6 kilolitres per indigent household per month)		358	358	-	5 660	5 660	5 660	4 147	3 242	4 660
Sanitation (free sanitation service to indigent households)		1 837	1 686	-	6 941	6 941	6 941	2 566	2 720	2 883
Electricity/other energy (50kwh per indigent household per month)		2 294	2 294	-	9 888	9 888	9 888	9 888	10 481	11 110
Refuse (removed once a week for indigent households)		3 559	2 817	2 817	2 817	2 817	2 817	(749)	(794)	(842)
<u>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</u>		-	-	-	-	-	-	-	-	-
Total cost of FBS provided		8 049	7 155	2 817	25 305	25 305	25 305	15 851	15 648	17 810
<u>Highest level of free service provided per household</u>										
Property rates (R value threshold)		65 000	65 000	65 000	65 000	65 000	65 000	65 000	65 000	65 000
Water (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)		6	6	6	6	6	6	6	6	6

Sanitation (Rand per household per month)										
Electricity (kwh per household per month)		50	50	50	50	50	50	50	50	50
Refuse (average litres per week)		200	200	200	200	200	200	200	200	200
Revenue cost of subsidised services provided (R'000)										
Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)	9									
Property rates exemptions, reductions and rebates and impermissable values in excess of section 17 of MPRA)										
Water (in excess of 6 kilolitres per indigent household per month)		43 288	45 227	48 858	47 582	47 582	47 582	35 974	38 133	40 421
Sanitation (in excess of free sanitation service to indigent households)		42 485	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		60 778	-	-	-	-	-	-	-	-
		-	-	-	11 394	11 344	11 344	4 641	4 919	5 214
Municipal Housing - rental rebates	6									
Housing - top structure subsidies										
Other										
Total revenue cost of subsidised services provided		146 551	45 227	48 858	58 976	58 926	58 926	40 615	43 052	45 635