2ND SPECIAL ADJUSTMENT BUDGET 2025/2026 OF

THULAMELA MUNICIPALITY

Thulamela Municipality Vision

We, the people of Thulamela would like our Municipality to Achieve a city status by 2030, to promote urban regeneration and comprehensive rural development whilst encouraging Local economic Development to improve the quality of lives of our People.

Thulamela Municipality Mission

We build prosperity, eradicate poverty, and promote social, political and economic empowerment of all our people through delivery of quality services, community participation, local economic development and smart administration.

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ABBREVIATIONS

MFMA- Municipal Finance Management Act 56 of 2003

MBRR- Municipal Budget and Reporting Regulations

MTREF- Medium Term Revenue and Expenditure Framework

EPWP – Expanded Public Works Programme

FMG – Finance Management Grant

INEP – Integrated National Electricity Program

MIG –Municipal Infrastructure Grant

MSIG – Municipal Systems Improvement Grant

EEDG –Energy Efficiency and Demand Side Management Grant

MDTG-Municipal Demarcation Transition Grant

MSCOA –Municipal Standards Chart of Account

PART 1 – Adjustment Budget

1.1 Mayor's Report

1.2 Resolution

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THULAMELA MUNICIP

EXTRACT RESOLUTION OF THULAMELA MUNICIPALITY SPECIAL COUNCIL MEETING NO. 05/2026 HELD ON THE 29 JUNE 2026.

RESOLUTION NO. SC 13/05/2026

2ND SPECIAL ADJUSTMENT BUDGET (MTREF) FOR 2025/2026 FINANCIAL YEAR.

Council resolved:

a) To approve the 2nd Special Adjustment Budget for the 2025/2026 financial year, to address overtime shortfalls in various votes and other adjustments to expenditure line items where budgets have been exhausted, by redirecting funds from the Repairs and Maintenance budget that cannot be committed during the current financial year.

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CHAIRPERSON OF COUNCIL
29 JUNE 2026

1.3 Executive Summary

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

Our municipality hosted the annual Armed force day on 21 February 2026 which resulted in employees working extra hours and thus contributed to consumption of overtime/unplanned overtime.

The municipality is to address issues of overtime in various votes where there was unexpected shortage as well as other adjustments for expenditure line items whose budgets are exhausted, by redirecting funds from Repairs and maintenance budget which cannot be committed this year.

As such, adjustment should be done in terms Section 28(2) (c and d) of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) state that an adjustment budget:

(c) may, with prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;

(d) may authorize the utilization of projected savings in one vote towards spending under another vote.

The adjustment affects Revenue and Operational expenditure.

The proposed adjustment can be summarized as follows:

REVENUE	BUDGET AMOUNT	ADJUSTED BUDGET AMOUNT
INEP GRANT	- 5 678 850	- 130 715
Sale of sites	- 30 000 000	130 715
NET INCREASE IN REVENUE		**- 0**

An amount of R130 715 was deducted from sale of sites to correct an error in the calculation of VAT in Construction Contract Revenue (INEP) which was understated by R130 715.

EXPENDITURE	BUDGET AMOUNT	ADJUSTED BUDGET AMOUNT
ROADS MAINTENANCE STREET REHABILITATION NEW	20 445 507	- 20 445 507
Salaries Wages and Allowances: Basic Salary and Wages	21 367 062	2 877 200
Salaries Wages and Allowances: Bonuses	556 727	212 000
OUTSOURCED SERVICES: SECURITY SERVICES	32 000 000	3 000 000
Electricity departmental 055 200220 NEW	10 461 500	1 200 000
Business and Advisory: Professional Fees	15 500 000	1 800 000
Electrification of Tshifudi phase 2 village	1 309 850	30 150
Electrification of Thononda phase 2	2 184 500	50 283
Electrification of Tshidongololwe Phase 2	2 184 500	50 283
Legal Cost: Legal Advice LABOUR RELATION	17 690 000	1 500 000
Legal Cost: Legal Advice and Litigation	25 500 000	3 000 000
DEPRECIATION 040650600	23 500 000	5 225 592
Business and Advisory: Business and Financial Management	9 685 100	1 500 000
NET INCREASE IN EXPENDITURE		**- 0**

The table above shows how R20 445 507 was utilized for different expenditure line items whose budgets are exhausted.

The Budget summary is tabled below as:

BUDGET SUMMARY			
	SPECIAL BUDGET 20252026	2ND SPECIAL ADJUSTMENT 20252026	SPECIAL ADJUSTMENT AFFECTED
SALARIES, WAGES & ALLOWANCES	401 257 761	404 257 761	3 000 000
REMUNERATION OF COUNCILLRS	37 916 129	37 916 129	-
GENERAL EXPENDITURE	321 922 147	334 142 062	12 219 915
REPAIRS AND MAINTENANCE	91 151 528	70 706 021	- 20 445 507
PROVISION	68 198 641	68 198 641	-
DEPRECIATION AND IMPAIRMENT	98 965 475	104 191 067	5 225 592
CAPITAL PROJECTS	208 324 128	208 324 128	-
TOTAL EXPENDITURE	**1 227 735 809**	**1 227 735 809**	**-**
REVENUE	**-1 227 735 809**	**-1 227 735 809**	**-**

1.4 2nd Special Adjustment Budget Tables

See attached copy of Medium-Term Revenue and Expenditure (MTREF) which represents the ten main budget adjustment tables (Table B1 to Table B10). These tables set out the municipality's 2025/2026 2nd Special Adjustment Budget.

LIM343 Thulamela - Table B1 Adjustments Budget Summary - 2026/06/17

Description	2025/26									Budget Year 2026/27	Budget Year 2027/28
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	121,872	128,162	-	-	-	-	-	-	128,162	132,519	136,893
Service charges	32,697	26,013	-	-	-	-	-	-	26,013	26,897	27,785
Investment revenue	93,500	80,000	-	-	-	-	-	-	80,000	82,720	85,450
Transfers recognised - operational	646,148	646,148	-	-	-	-	-	-	646,148	634,835	630,041
Other own revenue	112,497	188,053	-	-	-	-	-	-	188,053	380,299	446,323
Total Revenue (excluding capital transfers and contributions)	**1,006,714**	**1,068,378**	-	-	-	-	-	-	**1,068,378**	**1,257,271**	**1,326,491**
Employee costs	391,144	401,258	-	-	-	-	3,000	3,000	404,258	426,783	444,081
Remuneration of councillors	39,916	37,916	-	-	-	-	-	-	37,916	39,471	41,089
Depreciation & asset impairment	167,287	158,319	-	-	-	-	5,226	5,226	163,545	133,904	138,323
Finance charges	3,208	3,213	-	-	-	-	-	-	3,213	3,323	3,433
Inventory consumed and bulk purchases	24,266	23,836	-	-	-	-	1,000	1,000	24,836	28,232	29,164
Transfers and subsidies	2,299	2,099	-	-	-	-	(300)	(300)	1,799	2,377	2,456
Other expenditure	329,107	392,770	-	-	-	-	(8,926)	(8,926)	383,844	454,773	466,435
Total Expenditure	**957,228**	**1,019,412**	-	-	-	-	**(0)**	**(0)**	**1,019,412**	**1,088,863**	**1,124,881**
Surplus/(Deficit)	49,486	48,964	-	-	-	-	0	0	48,964	168,408	201,510
Transfers and subsidies - capital (monetary allocations)	134,851	134,851	-	-	-	-	24,509	24,509	159,360	130,645	126,500
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	**184,337**	**183,815**	-	-	-	-	**24,509**	**24,509**	**208,324**	**299,053**	**328,010**
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	**184,337**	**183,815**	-	-	-	-	**24,509**	**24,509**	**208,324**	**299,053**	**328,010**
Capital expenditure & funds sources											
Capital expenditure	184,337	183,815	-	-	-	-	24,509	24,509	208,324	278,255	311,150
Transfers recognised - capital	134,976	135,456	-	-	-	-	24,509	24,509	159,965	131,305	126,940
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	49,361	48,359	-	-	-	-	-	-	48,359	146,950	184,210
Total sources of capital funds	**184,337**	**183,815**	-	-	-	-	**24,509**	**24,509**	**208,324**	**278,255**	**311,150**
Financial position											
Total current assets	1,402,793	1,297,979	-	-	-	-	4,226	4,226	1,302,204	1,589,000	1,705,245
Total non current assets	2,343,539	2,330,392	-	-	-	-	19,283	19,283	2,349,675	2,527,611	2,727,752
Total current liabilities	178,456	179,543	-	-	-	-	(1,000)	(1,000)	178,543	182,640	187,982
Total non current liabilities	43,915	43,915	-	-	-	-	-	-	43,915	27,924	27,924
Community wealth/Equity	**3,523,961**	**3,404,912**	-	-	-	-	**24,509**	**24,509**	**3,429,421**	**3,854,421**	**4,158,716**
Cash flows											
Net cash from (used) operating	262,601	186,555	-	-	-	-	29,735	29,735	216,289	438,616	474,600
Net cash from (used) investing	(184,337)	(180,815)	-	-	-	-	(24,509)	(24,509)	(205,324)	(278,255)	(311,150)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	**1,264,399**	**1,191,674**	-	-	-	-	**5,226**	**5,226**	**1,196,900**	**1,412,462**	**1,515,448**
Cash backing/surplus reconciliation											
Cash and investments available	1,264,399	1,191,674	-	-	-	-	5,226	5,226	1,196,900	1,424,424	1,532,440
Application of cash and investments	93,417	119,518	-	-	-	-	(700)	(700)	118,818	46,827	43,397
Balance - surplus (shortfall)	**1,170,982**	**1,072,156**	-	-	-	-	**5,926**	**5,926**	**1,078,081**	**1,377,596**	**1,489,043**
Asset Management											
Asset register summary (WDV)	2,343,539	2,330,392	-	-	-	-	19,283	19,283	2,349,675	1,600,096	2,727,752
Depreciation	81,847	94,880	-	-	-	-	5,226	5,226	100,105	101,106	104,442
Renewal and Upgrading of Existing Assets	4,600	15,982	-	-	-	-	3,000	3,000	18,982	54,500	97,742
Repairs and Maintenance	86,913	95,152	-	-	-	-	(20,446)	(20,446)	74,706	122,722	122,640
Free services											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	19,410	19,410	19,410	-	-
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-

1. Table B1 is a budget summary and provides a concise overview of the Municipality's budget from all the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs. Financial management reforms emphasize the importance of the municipal budget being funded.
3. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:

(A) The operating surplus/deficit (after Total Expenditure) is positive over the final budget.

(B) Capital expenditure is balanced by capital funding sources, of which:

- i. Transfers recognized are reflected on the Financial Performance Budget
- ii. Internally generated funds are financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow Budget. The fact that municipality's cash flow remains positive and is improving indicates that the necessary cash resources are available to fund the Capital Budget.

Table B2 –Budgeted Financial Performance (revenue and expenditure by standard classification)

LIM343 Thulamela - Table B2 Adjustments Budget Financial Performance (functional classification) - 2026/06/17

Standard Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
Governance and administration		871,488	950,454	–	–	–	–	–	–	950,454	1,144,675	1,214,221
Executive and council		624,646	624,646	–	–	–	–	–	–	624,646	616,264	614,891
Finance and administration		246,842	325,808	–	–	–	–	–	–	325,808	528,411	599,330
Internal audit		–	–	–	–	–	–	–	–	–	–	–
Community and public safety		12,887	12,646	–	–	–	–	24,640	24,640	37,286	3,068	3,169
Community and social services		365	365	–	–	–	–	24,509	24,509	24,874	377	390
Sport and recreation		2,086	1,700	–	–	–	–	–	–	1,700	1,758	1,816
Public safety		757	902	–	–	–	–	–	–	902	932	963
Housing		9,679	9,679	–	–	–	–	131	131	9,810	–	–
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		211,968	202,606	–	–	–	–	(131)	(131)	202,475	201,376	195,524
Planning and development		51,618	43,953	–	–	–	–	(131)	(131)	43,822	54,861	45,077
Road transport		160,350	158,653	–	–	–	–	–	–	158,653	146,515	150,447
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
Trading services		46,222	37,521	–	–	–	–	–	–	37,521	38,797	40,077
Energy sources		–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		45,222	37,521	–	–	–	–	–	–	37,521	38,797	40,077
Other		–	–	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	1,141,686	1,203,227	–	–	–	–	24,509	24,509	1,227,736	1,387,918	1,462,991
Expenditure - Functional												
Governance and administration		398,269	437,149	–	–	–	–	12,039	12,039	449,188	430,932	445,896
Executive and council		148,485	138,892	–	–	–	–	(1,284)	(1,284)	137,608	113,060	117,835
Finance and administration		245,403	293,875	–	–	–	–	16,033	16,033	309,908	313,723	323,776
Internal audit		4,381	4,381	–	–	–	–	(2,710)	(2,710)	1,671	4,148	4,285
Community and public safety		101,886	102,163	–	–	–	–	1,982	1,982	104,144	116,643	122,684
Community and social services		3,537	3,526	–	–	–	–	–	–	3,526	3,893	4,021
Sport and recreation		28,315	28,991	–	–	–	–	(72)	(72)	28,918	34,063	35,596
Public safety		1,511	4,284	–	–	–	–	–	–	4,284	4,274	1,316
Housing		68,522	65,362	–	–	–	–	2,054	2,054	67,416	74,413	81,752
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		335,642	364,387	–	–	–	–	(15,520)	(15,520)	348,867	414,963	429,200
Planning and development		73,184	75,506	–	–	–	–	(109)	(109)	75,397	87,691	88,719
Road transport		262,458	288,881	–	–	–	–	(15,411)	(15,411)	273,470	327,271	340,481
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
Trading services		121,432	115,713	–	–	–	–	1,499	1,499	117,212	126,325	127,200
Energy sources		–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		121,432	115,713	–	–	–	–	1,499	1,499	117,212	126,325	127,200
Other		–	–	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	3	957,228	1,019,412	–	–	–	–	(0)	(0)	1,019,412	1,088,863	1,124,981
Surplus/ (Deficit) for the year		184,357	183,815	–	–	–	–	24,509	24,509	208,324	299,053	338,010

1. Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The Total Revenue on this table includes capital revenues (Transfers recognized – capital)
2. Table 2 shows the surplus of R 208,3 million which will be used to fund Capital expenditure.

Table B3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)

1. Table B3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

Vote Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
[Insert departmental structure etc]		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Financial services		243,109	322,272	-	-	-	-	-	-	322,272	524,990	595,822
Vote 2 - Community and Operations		2,531	2,583	-	-	-	-	-	-	2,583	2,671	2,759
Vote 3 - Engineering and Planning Services		197,436	189,735	-	-	-	-	131	131	189,866	168,647	173,308
Vote 4 - Corporate and protection		22,005	19,816	-	-	-	-	-	-	19,816	20,463	21,112
Vote 5 - Municipal manager		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Council		624,846	624,846	-	-	-	-	-	-	624,846	616,264	614,891
Vote 7 - Economic Development and Strategic Services		51,639	43,974	-	-	-	-	24,378	24,378	68,352	54,882	45,099
Vote 8 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,141,565	1,203,227	-	-	-	-	24,509	24,509	1,227,736	1,387,916	1,452,991
Expenditure by Vote	1											
Vote 1 - Financial services		75,179	86,199	-	-	-	-	1,177	1,177	87,377	86,583	86,788
Vote 2 - Community and Operations		59,523	70,756	-	-	-	-	(21,518)	(21,518)	49,239	81,367	84,460
Vote 3 - Engineering and Planning Services		322,350	324,513	-	-	-	-	9,259	9,259	333,772	365,529	380,084
Vote 4 - Corporate and protection		168,584	184,429	-	-	-	-	4,775	4,775	189,204	192,750	198,395
Vote 5 - Municipal manager		41,941	47,405	-	-	-	-	3,124	3,124	50,529	56,456	58,644
Vote 6 - Council		133,126	123,084	-	-	-	-	(608)	(608)	122,475	94,057	97,879
Vote 7 - Economic Development and Strategic Services		156,526	183,025	-	-	-	-	3,791	3,791	186,816	212,121	218,729
Vote 8 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	957,228	1,019,412	-	-	-	-	0	0	1,019,412	1,088,863	1,124,981
Surplus/ (Deficit) for the year	2	184,337	183,815	-	-	-	-	24,509	24,509	208,324	299,053	328,010

Table B4 – Budgeted Financial Performance (revenue and Expenditure)

LIM343 Thulamela - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2026/06/17

Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - Water	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Water Management	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - Waste Management	2	32,697	26,013	–	–	–	–	–	–	26,013	26,897	27,785
Sale of Goods and Rendering of Services		45,271	39,041	–	–	–	–	–	–	39,041	34,496	35,635
Agency services		13,250	12,000	–	–	–	–	–	–	12,000	12,408	12,817
Interest		–	–	–	–	–	–	–	–	–	–	–
Interest earned from Receivables		12,672	11,635	–	–	–	–	–	–	11,635	12,031	12,428
Interest earned from Current and Non Current Assets		93,500	80,000	–	–	–	–	–	–	80,000	82,720	85,450
Dividends		–	–	–	–	–	–	–	–	–	–	–
Rent on Land		–	–	–	–	–	–	–	–	–	–	–
Rental from Fixed Assets		3,755	4,260	–	–	–	–	–	–	4,260	4,405	4,550
Special Rating Levies		–	–	–	–	–	–	–	–	–	–	–
Licence and permits		1,067	981	–	–	–	–	–	–	981	1,014	1,048
Operational Revenue		6,412	92,451	–	–	–	–	–	–	92,451	287,319	350,274
Non-Exchange Revenue												
Property rates	2	121,872	128,162	–	–	–	–	–	–	128,162	132,519	136,893
Surcharges and Taxes		–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		4,546	3,685	–	–	–	–	–	–	3,685	3,811	3,936
Licences or permits		–	–	–	–	–	–	–	–	–	–	–
Transfer and subsidies - Operational		646,148	646,148	–	–	–	–	–	–	646,148	634,835	630,041
Interest		25,534	24,000	–	–	–	–	–	–	24,000	24,816	25,635
Fuel Levy		–	–	–	–	–	–	–	–	–	–	–
Operational Revenue		–	–	–	–	–	–	–	–	–	–	–
Gains on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–
Other Gains		–	–	–	–	–	–	–	–	–	–	–
Discontinued Operations		–	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		1,006,714	1,068,378	–	–	–	–	–	–	1,068,378	1,267,271	1,326,491
Expenditure By Type												
Employee related costs		391,144	401,258	–	–	–	–	3,000	3,000	404,258	426,763	444,081
Remuneration of councillors		39,916	37,916	–	–	–	–	–	–	37,916	39,471	41,089
Bulk purchases - electricity		–	–	–	–	–	–	–	–	–	–	–
Inventory consumed		24,266	23,836	–	–	–	–	1,000	1,000	24,836	28,232	29,164
Debt impairment		61,354	59,354	–	–	–	–	–	–	59,354	28,574	29,516
Depreciation and amortisation		85,933	98,965	–	–	–	–	5,226	5,226	104,191	105,330	108,806
Interest		3,208	3,213	–	–	–	–	–	–	3,213	3,323	3,433
Contracted services		181,181	238,638	–	–	–	–	(9,613)	(9,613)	229,025	288,220	293,612
Transfers and subsidies		2,299	2,099	–	–	–	–	(300)	(300)	1,799	2,377	2,456
Irrecoverable debts written off		4,694	4,694	–	–	–	–	–	–	4,694	4,853	5,013
Operational costs		139,082	145,287	–	–	–	–	687	687	145,974	157,407	163,377
Losses on disposal of Assets		2,063	2,063	–	–	–	–	–	–	2,063	2,133	2,203
Other Losses		2,088	2,088	–	–	–	–	–	–	2,088	2,159	2,231
Total Expenditure		957,228	1,019,412	–	–	–	–	(0)	(0)	1,019,412	1,088,868	1,124,981
Surplus/(Deficit)		49,486	48,964	–	–	–	–	0	0	48,964	168,408	201,510
Transfers and subsidies - capital (monetary allocations)		134,851	134,851	–	–	–	–	24,509	24,509	159,360	130,645	126,500
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation		184,337	183,816	–	–	–	–	24,509	24,509	208,324	299,053	328,010
Income Tax		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		184,337	183,816	–	–	–	–	24,509	24,509	208,324	299,053	328,010
Share of Surplus/Deficit attributable to Joint Venture		–	–	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		184,337	183,816	–	–	–	–	24,509	24,509	208,324	299,053	328,010
Share of Surplus/Deficit attributable to Associate		–	–	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions		–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1	184,337	183,816	–	–	–	–	24,509	24,509	208,324	299,053	328,010

Table B5 – Budgeted Capital Expenditure by vote, standard classification, and funding source

LIM343 Thulamela - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 2026/06/17

Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Financial services		–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Community and Operations		–	–	–	–	–	–	–	–	–	–	–
Vote 3 - Engineering and Planning Services		–	–	–	–	–	–	–	–	–	–	–
Vote 4 - Corporate and protection		–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Municipal manager		–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Council		–	–	–	–	–	–	–	–	–	–	–
Vote 7 - Economic Development and Strategic Services		–	–	–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	3	–	–	–	–	–	–	–	–	–	–	–
Single-year expenditure to be adjusted	2											
Vote 1 - Financial services		–	230	–	–	–	–	–	–	230	420	100
Vote 2 - Community and Operations		145,712	165,712	–	–	–	–	28,309	28,309	194,021	197,484	214,360
Vote 3 - Engineering and Planning Services		30,500	13,473	–	–	–	–	(3,799)	(3,799)	9,674	42,211	52,500
Vote 4 - Corporate and protection		2,000	2,001	–	–	–	–	(1)	(1)	2,000	29,410	31,800
Vote 5 - Municipal manager		–	–	–	–	–	–	–	–	–	500	650
Vote 6 - Council		–	–	–	–	–	–	–	–	–	–	–
Vote 7 - Economic Development and Strategic Services		6,125	2,399	–	–	–	–	–	–	2,399	8,230	11,740
Vote 8 -		–	–	–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		184,337	183,815	–	–	–	–	24,509	24,509	208,324	278,255	311,150
Total Capital Expenditure - Vote		184,337	183,815	–	–	–	–	24,509	24,509	208,324	278,255	311,150
Capital Expenditure - Functional												
Governance and administration		8,000	4,254	–	–	–	–	–	–	4,254	12,160	9,350
Executive and council		–	–	–	–	–	–	–	–	–	–	–
Finance and administration		8,000	4,254	–	–	–	–	–	–	4,254	12,160	9,350
Internal audit		–	–	–	–	–	–	–	–	–	–	–
Community and public safety		19,201	15,701	–	–	–	–	(3,701)	(3,701)	12,000	28,060	20,500
Community and social services		–	–	–	–	–	–	–	–	–	1,500	–
Sport and recreation		15,000	8,500	–	–	–	–	(3,700)	(3,700)	4,800	8,000	9,300
Public safety		–	1	–	–	–	–	(1)	(1)	–	6,560	600
Housing		4,201	7,200	–	–	–	–	–	–	7,200	12,000	10,600
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		131,637	158,363	–	–	–	–	32,009	32,009	190,372	209,224	245,900
Planning and development		125	375	–	–	–	–	–	–	375	3,340	4,340
Road transport		131,512	157,988	–	–	–	–	32,009	32,009	189,997	205,884	241,560
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
Trading services		25,499	5,497	–	–	–	–	(3,799)	(3,799)	1,698	28,811	35,400
Energy sources		–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		25,499	5,497	–	–	–	–	(3,799)	(3,799)	1,698	28,811	35,400
Other		–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	3	184,337	183,815	–	–	–	–	24,509	24,509	208,324	278,255	311,150
Funded by:												
National Government		134,976	135,456	–	–	–	–	24,509	24,509	159,965	131,305	126,940
Provincial Government		–	–	–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	134,976	135,456	–	–	–	–	24,509	24,509	159,965	131,305	126,940
Borrowing		–	–	–	–	–	–	–	–	–	–	–
Internally generated funds		49,361	48,359	–	–	–	–	–	–	48,359	146,950	184,210
Total Capital Funding		184,337	183,815	–	–	–	–	24,509	24,509	208,324	278,255	311,150

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

Table B6 – Budgeted Financial Position

LIM343 Thulamela - Table B6 Adjustments Budget Financial Position - 2026/06/17

Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash and cash equivalents		1,264,399	1,191,674	–	–	–	–	5,226	5,226	1,196,900	1,404,424	1,532,440
Trade and other receivables from exchange transactions	1	14,516	14,792	–	–	–	–	0	0	14,792	102,837	109,071
Receivables from non-exchange transactions	1	50,860	18,065	–	–	–	–	–	–	18,065	29,632	31,655
Current portion of non-current receivables	2	–	–	–	–	–	–	–	–	–	–	–
Inventory		29,417	29,847	–	–	–	–	(1,000)	(1,000)	28,847	29,820	29,792
VAT		41,314	41,314	–	–	–	–	–	–	41,314	–	–
Other current assets		2,287	2,287	–	–	–	–	–	–	2,287	2,287	2,287
Total current assets		1,402,793	1,297,979	–	–	–	–	4,226	4,226	1,302,204	1,689,000	1,705,245
Non current assets												
Investments		–	–	–	–	–	–	–	–	–	–	–
Investment property		–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	3	2,339,557	2,330,003	–	–	–	–	19,283	19,283	2,349,287	2,522,879	2,719,987
Biological assets		–	–	–	–	–	–	–	–	–	–	–
Living and non-living resources		–	–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Intangible assets		3,982	388	–	–	–	–	–	–	388	4,733	7,765
Trade and other receivables from exchange transactions		–	–	–	–	–	–	–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–	–	–	–	–	–	–
Other non-current assets		–	–	–	–	–	–	–	–	–	–	–
Total non current assets		2,343,539	2,330,392	–	–	–	–	19,283	19,283	2,349,676	2,527,611	2,727,752
TOTAL ASSETS		3,746,332	3,628,370	–	–	–	–	23,609	23,609	3,651,879	4,116,611	4,432,997
LIABILITIES												
Current liabilities												
Bank overdraft		–	–	–	–	–	–	–	–	–	–	–
Financial liabilities		–	657	–	–	–	–	–	–	657	657	657
Consumer deposits		451	451	–	–	–	–	–	–	451	451	451
Trade and other payables from exchange transactions		116,399	116,829	–	–	–	–	(700)	(700)	116,129	146,039	145,760
Trade and other payables from non-exchange transactions		(0)	(0)	–	–	–	–	(300)	(300)	(300)	–	–
Provisions		33,362	33,362	–	–	–	–	–	–	33,362	35,493	41,114
VAT		28,245	28,245	–	–	–	–	–	–	28,245	–	–
Other current liabilities		–	–	–	–	–	–	–	–	–	–	–
Total current liabilities		178,456	179,543	–	–	–	–	(1,000)	(1,000)	178,543	182,640	187,982
Non current liabilities												
Borrowing	1	–	–	–	–	–	–	–	–	–	–	–
Provisions	1	43,915	43,915	–	–	–	–	–	–	43,915	27,924	27,924
Long term portion of trade payables		–	–	–	–	–	–	–	–	–	–	–
Other non-current liabilities		–	–	–	–	–	–	–	–	–	–	–
Total non current liabilities		43,915	43,915	–	–	–	–	–	–	43,915	27,924	27,924
TOTAL LIABILITIES		222,371	223,458	–	–	–	–	(1,000)	(1,000)	222,458	210,564	215,906
NET ASSETS	2	3,523,961	3,404,912	–	–	–	–	24,509	24,509	3,429,421	3,906,047	4,217,091
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		3,523,961	3,404,912	–	–	–	–	24,509	24,509	3,429,421	3,854,421	4,156,716
Funds and Reserves		–	–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY		3,523,961	3,404,912	–	–	–	–	24,509	24,509	3,429,421	3,854,421	4,156,716

1. Table B6 is consistent with international standards of good financial management practice and improves understand ability for councillors and management of the impact of the budget on the statement of financial position.
2. This format of presenting the statement of financial position is aligned to GRAP, which is generally aligned to the international version which

presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity, i.e., assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

3. Table B6 is supported by an extensive table of notes SB3 which providing a detailed analysis of the major components of several items, including:
   (a) Call investments deposits
   (b) Consumer debtors.
   (c) Property, plant and equipment.
   (d) Trade and other payables.
   (e) Provisions non-current.
   (f) Changes in net assets; and
   (g) Reserves

Table A7 Budgeted Cash Flow Statement

LIM343 Thulamela - Table B7 Adjustments Budget Cash Flows - 2026/06/17

Description	Ref	2026/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		54,843	74,334	-	-	-	-	-	-	74,334	76,861	79,398
Service charges		14,714	15,088	-	-	-	-	-	-	15,088	15,601	16,115
Other revenue		79,454	72,557	-	-	-	-	-	-	72,557	414,416	483,986
Transfers and Subsidies - Operational	1	646,148	646,148	-	-	-	-	-	-	646,148	634,835	630,041
Transfers and Subsidies - Capital	1	134,851	134,851	-	-	-	-	24,509	24,509	159,360	130,645	126,500
Interest		110,688	95,625	-	-	-	-	-	-	95,625	109,004	112,601
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(775,589)	(849,940)	-	-	-	-	5,226	5,226	(844,714)	(940,383)	(971,601)
Finance charges		(8)	(8)	-	-	-	-	-	-	(8)	14	15
Transfers and Subsidies	1	(2,299)	(2,099)	-	-	-	-	-	-	(2,099)	(2,377)	(2,456)
NET CASH FROM/(USED) OPERATING ACTIVITIES		262,801	186,666	-	-	-	-	29,736	29,736	216,289	438,616	474,600
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		(184,337)	(180,815)	-	-	-	-	(24,509)	(24,509)	(205,324)	(278,255)	(311,150)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(184,337)	(180,815)	-	-	-	-	(24,509)	(24,509)	(205,324)	(278,255)	(311,150)
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		78,464	5,739	-	-	-	-	5,226	5,226	10,966	160,361	163,449
Cash/cash equivalents at the year begin:	2	1,185,935	1,185,935	-	-	-	-	-	-	1,185,935	1,252,091	1,351,999
Cash/cash equivalents at the year end:	2	1,264,399	1,191,674	-	-	-	-	5,226	5,226	1,196,900	1,412,452	1,515,448

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. The Budgeted cash flow shows a favorable closing balance which clearly indicate that the municipality will be able to finance the budget over the medium-term.

Table B8 Cash Backed Reserves/Accumulated Surplus

LIM343 Thulamela - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2026/06/17

Description	Ref	2026/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	1,264,399	1,191,674	-	-	-	-	5,226	5,226	1,196,900	1,412,452	1,515,448
Other current investments > 90 days		-	-	-	-	-	-	0	0	-	11,972	16,992
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		1,264,399	1,191,674	-	-	-	-	6,226	6,226	1,196,900	1,424,424	1,532,440
Applications of cash and investments												
Unspent conditional transfers		(0)	(0)	-	-	-	-	-	-	(0)	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		(13,069)	(13,069)	-	-	-	-	-	-	(13,069)	-	-
Other working capital requirements	2	73,124	99,225					(700)	(700)	98,525	11,334	2,283
Other provisions		33,362	33,362	-	-	-	-	-	-	33,362	35,493	41,114
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		-	-					-	-	-	-	-
Total Application of cash and investments:		93,417	119,518	-	-	-	-	(700)	(700)	118,818	46,827	43,397
Surplus(shortfall)		1,170,982	1,072,156	-	-	-	-	6,926	6,926	1,078,081	1,377,596	1,489,043

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. The table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded". The municipality shows the positive movement for all the years.
4. Non-compliance with section 18 of the MFMA is assumed that a shortfall would indirectly indicate that the budget is not appropriately funded.
5. From the table the cash backed reserved shows a positive movement, which proves that the municipality will be able to pay their expenses without borrowings Considering the requirements of section 18 of the MFMA, it can be shown that municipality has funded all the projects by having the positive cash.

6. As part of the budgeting and planning guidelines that informed the compilation of the 2025/26 MTREF the end objective of the medium-term framework was to ensure the budget is funded and aligned to section 18 of the MFMA.

Table B9 – Asset Management

LIM343 Thulamela - Table B9 Asset Management - 2026/06/17

Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Total Capital Expenditure *to be adjusted*	4	184,337	183,815	-	-	-	-	24,509	24,509	208,324	278,255	311,150
Roads Infrastructure		118,712	145,212	-	-	-	-	32,009	32,009	177,221	185,284	191,242
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		1	3,000	-	-	-	-	-	-	3,000	1,300	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		24,001	4,001	-	-	-	-	(3,801)	(3,801)	200	19,461	16,000
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		142,714	152,213	-	-	-	-	28,208	28,208	180,421	206,045	207,242
Community Facilities		4,002	4,000	-	-	-	-	-	-	4,000	26,200	39,000
Sport and Recreation Facilities		15,000	8,500	-	-	-	-	(3,700)	(3,700)	4,800	6,700	10,500
Community Assets		19,002	12,500	-	-	-	-	(3,700)	(3,700)	8,800	32,900	49,500
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	9,300	9,600
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-	9,300	9,600
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	2,450	1,100
Intangible Assets		-	-	-	-	-	-	-	-	-	2,450	1,100
Computer Equipment		1,600	2,280	-	-	-	-	-	-	2,280	3,090	4,200
Furniture and Office Equipment		2,225	2,225	-	-	-	-	-	-	2,225	2,740	2,690
Machinery and Equipment		5,496	1,497	-	-	-	-	1	1	1,498	5,830	4,200
Transport Assets		13,100	13,100	-	-	-	-	-	-	13,100	15,900	32,619
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE *to be adjusted*	4	184,337	183,815	-	-	-	-	24,509	24,509	208,324	278,255	311,150
ASSET REGISTER SUMMARY - PPE (WDV)	5	2,343,539	2,330,392	-	-	-	-	19,283	19,283	2,349,675	1,600,096	2,727,752
Roads Infrastructure		1,232,651	1,224,651	-	-	-	-	(5,226)	(5,226)	1,219,425	1,163,616	1,100,566
Storm water Infrastructure		0	(2,560)	-	-	-	-	-	-	(2,560)	(5,207)	(7,941)
Electrical Infrastructure		76,918	76,918	-	-	-	-	-	-	76,918	73,305	69,572
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	400	400
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		4,246	3,563	-	-	-	-	-	-	3,563	1,608	(371)
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		0	0	-	-	-	-	-	-	0	750	950
Infrastructure		1,313,815	1,302,572	-	-	-	-	(5,226)	(5,226)	1,297,347	1,234,491	1,163,176

LIM343 Thulamela - Table B9 Asset Management - 2026/06/17

Description	Ref	2026/28									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Community Assets		121,154	118,379	-	-	-	-	-	-	118,379	109,415	100,548
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other Assets		661,681	664,678	-	-	-	-	24,508	24,508	689,186	-	1,184,034
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		3,982	388	-	-	-	-	-	-	388	4,733	7,765
Computer Equipment		8,977	9,457	-	-	-	-	-	-	9,457	8,232	7,994
Furniture and Office Equipment		6,992	7,212	-	-	-	-	-	-	7,212	8,177	9,413
Machinery and Equipment		13,077	13,214	-	-	-	-	1	1	13,215	13,621	12,018
Transport Assets		92,195	92,825	-	-	-	-	-	-	92,825	100,162	121,954
Land		121,666	121,666	-	-	-	-	-	-	121,666	121,266	120,852
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	2,843,639	2,830,382	-	-	-	-	19,288	19,288	2,849,675	1,600,098	2,727,762
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		81,647	94,880	-	-	-	-	5,226	5,226	100,105	101,106	104,442
Repairs and Maintenance by asset class	3	88,918	96,162	-	-	-	-	(20,446)	(20,446)	74,706	122,722	122,640
Roads Infrastructure		42,748	52,748	-	-	-	-	(20,446)	(20,446)	32,303	68,700	70,967
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		13,357	10,357	-	-	-	-	-	-	10,357	12,000	6,264
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		104	104	-	-	-	-	40	40	144	109	113
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		104	150	-	-	-	-	-	-	150	156	161
Infrastructure		56,314	63,360	-	-	-	-	(20,406)	(20,406)	42,955	80,965	79,505
Community Facilities		66	66	-	-	-	-	-	-	66	168	174
Sport and Recreation Facilities		261	301	-	-	-	-	-	-	301	670	692
Community Assets		327	367	-	-	-	-	-	-	367	838	866
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		12,555	12,555	-	-	-	-	-	-	12,555	14,170	14,638
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		12,555	12,555	-	-	-	-	-	-	12,555	14,170	14,638
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		2,610	3,763	-	-	-	-	(40)	(40)	3,723	4,943	5,106
Furniture and Office Equipment		808	808	-	-	-	-	-	-	808	1,200	1,240
Machinery and Equipment		4,798	4,798	-	-	-	-	-	-	4,798	6,106	6,307
Transport Assets		9,500	9,500	-	-	-	-	-	-	9,500	14,500	14,979
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		168,760	190,081	-	-	-	-	(16,220)	(16,220)	174,811	228,828	227,082
Renewal and upgrading of Existing Assets as % of total capex		2.5%	8.7%							9.1%	19.6%	31.4%
Renewal and upgrading of Existing Assets as % of deprecn"		5.6%	16.8%							19.0%	53.9%	93.6%
R&M as a % of PPE		3.7%	4.1%							3.2%	7.7%	4.5%
Renewal and upgrading and R&M as a % of PPE		3.9%	4.8%							4.0%	11.1%	8.1%

Table B9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.

Table B10 Basic Service Delivery Measurement

This table proves an overview of service delivery levels for each main Service. The indigent budget includes free basic electricity for all indigents who use grids and non-grids electricity.

Water and sanitation within Thulamela Municipality are provided by Vhembe District Municipality.

LIM343 Thulamela - Table B10 Basic service delivery measurement - 2026/03/17

Description	Ref	2025/26									Budget Year 2026/27	Budget Year 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			7	8	9	10	11	12	13	14		
		A	A1	B	C	D	E	F	G	H		
Household service targets	1											
Water:												
Piped water inside dwelling									–	–		
Piped water inside yard (but not in dwelling)									–	–		
Using public tap (at least min.service level)	2								–	–		
Other water supply (at least min.service level)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Using public tap (< min.service level)	3								–	–		
Other water supply (< min.service level)	3,4								–	–		
No water supply									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									–	–		
Flush toilet (with septic tank)									–	–		
Chemical toilet									–	–		
Pit toilet (ventilated)									–	–		
Other toilet provisions (> min.service level)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Bucket toilet									–	–		
Other toilet provisions (< min.service level)									–	–		
No toilet provisions									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Energy:												
Electricity (at least min. service level)									–	–		
Electricity - prepaid (> min.service level)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Electricity (< min.service level)									–	–		
Electricity - prepaid (< min. service level)									–	–		
Other energy sources									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Refuse:												
Removed at least once a week (min.service)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Removed less frequently than once a week									–	–		
Using communal refuse dump									–	–		
Using own refuse dump									–	–		
Other rubbish disposal									–	–		
No rubbish disposal									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		–	–	–	–	–	–	–	–	–	–	–
Sanitation (free minimum level service)		–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per household per month)		8	8	–	–	–	–	–	–	8	8	8
Refuse (removed at least once a week)		2	2	–	–	–	–	–	–	2	2	2
Informal Settlements												
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Sanitation (free sanitation service to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Refuse (removed once a week for indigent households)		–	–	–	–	–	–	–	–	–	–	–
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		–	–	–	–	–	–	–	–	–	–	–
Total cost of FBS provided		–	–	–	–	–	–	–	–	–	–	–
Highest level of free service provided												
Property rates (R'000 value threshold)									–	–		
Water (kilolitres per household per month)									–	–		
Sanitation (kilolitres per household per month)									–	–		
Sanitation (Rand per household per month)									–	–		
Electricity (kw per household per month)									–	–		
Refuse (average litres per week)									–	–		
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissable values per section 17 of MPRA)									–	–		
excess of section 17 of MPRA)		–	–	–	–	–	–	15,000	15,000	15,000	–	–
Water (in excess of 6 kilolitres per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)		–	–	–	–	–	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)		–	–	–	–	–	–	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)		–	–	–	–	–	–	3,410	3,410	3,410	–	–
Municipal Housing - rental rebates									–	–		
Housing - top structure subsidies	6								–	–		
Other									–	–		
Total revenue cost of subsidised services provided		–	–	–	–	–	–	18,410	18,410	18,410	–	–

PART 2 – SUPPORTING DOCUMENTATION

1.1 Monthly targets for revenue, expenditure, and cash flows

Disclosure on monthly targets for revenue, expenditure and cash flow is made in the following MTREF tables:

(A) TABLE SB12 - Budgeted monthly revenue and expenditure
(B) TABLE SB13 - Budgeted monthly revenue and expenditure (municipal vote)
(C) TABLE SB14 - Budgeted monthly revenue and expenditure (standard classification)
(D) TABLE SB16 - Budgeted monthly capital expenditure (municipal vote)
(E) TABLE SB17 - Budgeted monthly capital expenditure (standard classification)
(F) TABLE SB15 - Budgeted monthly cash flow

1.2 Capital Expenditure Details

Capital Details are shown in the following MTREF Tables:

- TABLE SB18a – Capital expenditure on new assets by assets class
- TABLE SB18 b– Capital Expenditure on the renewal of existing assets by assets class
- TABLE SB18c – Repairs and maintenance expenditure by assets class
- TABLE SB18 d- Depreciation by assets classification
- TABLE SB19– Future financial implications of the capital budget
- TABLE SB20 – Detailed capital budget per municipal vote