



UMDONI MUNICIPALITY

THE J.E.W.E.L OF THE SOUTH COAST

MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK BUDGET

2026/27 FINANCIAL YEAR

TABLED AS FINAL

31st May 2026



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1.1 MAYORS REPORT



2026/27 FISCAL YEAR BUDGET SPEECH DELIVERED BY HER WORSHIP THE MAYOR, CLLR MJ CELE-LUTHULI DURING THE UMDONI COUNCIL MEETING HELD ON 27 MAY 2026

The Honourable Speaker of Council, Cllr ME Mbutho

Amakhosi aseNdlunkulu

The Deputy Mayor, Cllr PE Thabethe

Members of the Executive Council

All Councillors

Senior Management led by the Acting Municipal Manager

Members of the Extended Management Committee

All Officials

**Members of the public joining this Council through live streaming on our
Facebook Page and Ugu Youth Radio**

Members of the media

Distinguished guests

All protocol observed...

A very good morning to you all, Sanibonani, Goeie More

Members of Umdoni Council, I the Mayor, am mandated to present to this Council and the Umdoni community at large, the municipality's service delivery budget for the 2026/27 financial year in line with the provisions of the Municipal Finance Management Act, the Municipal Budget and Reporting Regulations, and applicable National Treasury budget circulars.

The final budget before Council today reflects the inputs received during the public participation and consultation process undertaken in compliance with Sections 22 and 23 of the MFMA.

Before I unpack the specifics of this budget, it is pivotal that I first address all concerns by Councillors, employees, members of the public and business community of Umdoni regarding the recent service delivery interruptions.

It is with immense regret that we found ourselves once again facing this challenge. Mr Speaker, whatever differences the employer and employees might have should not have a bearing in the delivery of services. The public should always be a priority, and service delivery should never be compromised.

I therefore on behalf of Umdoni Council wish to convey our earnest apologies to the Umdoni community for the unwarranted burden of compromised service delivery. I am also pleased to share that as of yesterday; full services have been restored and ours going forward is to ensure stability in all operations of the municipality.

Mr Speaker, the presentation of this annual budget for adoption is conducted under a different political dynamic in our government, the Government of National Unity brought to life after the National and Provincial elections in May 2024. This significant change in government dictated a new political posture, a formation of a multi-party government that will work cohesively to govern nationally, provincially and locally.

For two years, this municipality has conducted its operations in adherence to cohesive method of governing. We have planned, implemented and completed numerous service delivery projects. Whilst there have been difficulties, we have been able to rise above circumstances and ensured that the beneficiaries of service delivery do indeed benefit.

SERVICE DELIVERY ACHIEVEMENTS SUMMARY:

Mr Speaker, it is imperative that one makes known to the public that we serve that while this municipality experiences setbacks periodically, work on the ground has continued and it speaks for itself. We have achieved various service delivery milestones which must be mentioned and appreciated as they have been progress benefits to the people of Umdoni.

INFRASTRUCTURE PROJECTS:

The municipality successfully implemented numerous infrastructure projects in various wards of Umdoni which were implemented in line with the communities' requests and needs as embedded in the Integrated Development Plan.

These projects:

- 1. Completion of the Refurbishment of Dumisa Community Hall and Skills Centre in Ward 5 which was officially opened on 20 April 2026**
- 2. Completion of Mafithini Tar Road in Ward 9**
- 3. Completion of Nsongeni Tar Road in Ward 16**

4. Electrification of Mbetheni which is waiting commissioning of smart meters and energizing.

Whilst we highlight the completion of the above projects, we also have ongoing projects for the current financial year which include amongst others:

- 1. Construction of Amalangeni Bridge in Ward 11 currently at 90% completion stage**
- 2. Construction of Oswanini Community Hall in Ward 7 is currently at 15% construction stage.**

CURRENT STATUS QUO:

Mr Speaker, Umdoni has faced a complex mix of challenges in the current financial year and some positive developments. As I alluded earlier, the labour unrest has brought a lot of discomfort for both the municipality and the Umdoni community causing intermittent delivery of the municipality's core mandated services. We do, however, have a few positives to share which includes the extension of the working contract for the General Managers Technical Services and Community Services on a month-to-month contract not exceeding three (3) months to ensure continuity of delivery service.

Furthermore, Mr Speaker, Umdoni now has a full complement of middle managers. Recently, six (6) appointments were made, filling critical management posts that had been vacant for long period of time. We are pleased to announce that the following posts have been filled: Manager Expenditure, Manager Revenue, Manager Budget, Manager Housing, Manager ICT and Manager Waste Management. We are confident that

these incumbents are equal to the task and will greatly assist in moving our institution forward.

THE BUDGET:

Members of Council, the people of Umdoni have spoken and we have listened, taking into consideration their views and suggestions shared with us during the IDP and Draft Budget Road Shows. We hosted a total of 12 roadshows both in the rural and urban domains of Umdoni. These public consultative meetings were crucial as they serve as a platform to evaluate the performance of our institution. We heeded the constructive criticism and progressive input offered by the public. This therefore brings me to the business of the day. Which is the presentation of the 2026/27 financial year. Mr Speaker, Members of Council, Umdoni community, the Umdoni budget presented this morning for adoption is as follows:

MUNICIPAL BUDGET:

The municipal budget for the 2026/27 financial year has ***an Operating Revenue budget of Four Hundred and Eight Million, Eight Hundred Thousand Rand*** (R408.8 Million), an ***Operating Expenditure budget of Four Hundred and Fifty Nine Million, Three Hundred Thousand Rand*** (R459.3 Million), ***Operating Deficit of Fifty Million, Five Hundred Thousand Rand*** (R50.5 Million) and a ***Capital Budget of Eighty Four Million, One Hundred Thousand Rand*** (84.1 Million).

Taking into cognisance the country is bearing the brunt of unfavourable economic conditions coupled with the inputs of the tariff paying communities of Umdoni, the municipality has increased tariffs by 5% and 33% Refuse Collection on Residential.

INFRASTRUCTURE:

Mr Speaker, investing in the preservation and expansion of infrastructure is a direct catalyst for economic growth. It is therefore imperative that a significant portion of our budget is strategically allocated to infrastructure development. Such investment will not only strengthen our foundations but also attract substantial private investment into our communities, stimulate new business ventures and unlock meaningful employment opportunities, thereby driving sustainable economic progress.

Fellow Councillors, the Municipal Infrastructure Grant will aid infrastructure projects within a budget of **(Thirty-Five Million, Eight Hundred and Seventy-Three Thousand and Nine Hundred Rand)** (R35 873 900). Projects to be fulfilled as per the municipality's infrastructure development plan include the following:

- **Upgrade of Emaromeni Road in Ward 14 @ R10 700 000.00**
- **Upgrade of KwaXulu Road in Ward 18 @ R1 700 000.00**
- **Upgrade of Nkanini Road in Ward 19 @ R14 360 000.00**
- **Construction of Nkululeko Community Hall in Ward 6 @R880 000.00**
- **Construction of Oswanini Hall in Ward 7 @ R3 500 000.00**

Other grant allocations include:

1. **EQUITABLE SHARE** has been allocated an amount of **(One Hundred and Seventy-Nine Million, Four Hundred and Sixty-Eight Thousand Rand)** (R179 468 000.00)
2. **FINANCE MANAGEMENT GRANT: (Two Million, Two Hundred Thousand Rand)** (R2 200 000.)

3. **MIG OPEX** an allocation of **(One Million, Eight Hundred and Eighty-Eight Thousand Rand)** (R1 888 000.00)
4. **EPWP** at an amount of **(One Million, Six Hundred and Sixty-Four Thousand Rand)** (R1 664 000.00)
5. **INEP** at an amount of **(Nine Hundred Thousand Rand)** (R900 000.00)
6. **Libraries** have been allocated **(Eleven Million, Seven Hundred and Twenty-Three Thousand Rand)** (R11 723 000.00)

URBAN AND RURAL ROAD PROJECTS:

While we face the growing challenge of aging infrastructure, our province is simultaneously confronting clear and accelerating climatic shifts associated with climate change. KwaZulu-Natal remains the most flood-prone province in the country, with the South Coast particularly exposed to these risks. Consequently, recurring extreme weather events have not only intensified the strain on our systems but have also led to widespread damage and further degradation of our already vulnerable infrastructure. **We have made budget provisions for Rural and Urban Roads Rehabilitation as follows:**

1. Rehabilitation of Urban Roads Infrastructure: **(Eight Million Rand)** R8 000 000.00 which will cater for Beach Road in Ward 7, Palm Road in Ward 10, Lotus Drive (Esparanza) in Ward 11, Venus Crescent Road in Ward 12, Palm Road (Hazelwood) in Ward 13 and Williamson Street in Ward 15. Furthermore, the municipality will continue to implement **pothole patching** work in **wards 10,12,13 and 15** at a budget of **Two Million Rand (R2 000 000.00)**
2. Rehabilitation of Rural Roads Infrastructure: **(Eighteen Million Rand)** R18 000 000.00 under this budget, rural roads will undergo re-

gravelling and construction of steep hills. The roads that will be worked on have been identified in liaison with the ward councillors.

Mr Speaker, we are committed to delivering tangible improvements to the daily lives of our residents by restoring and upgrading both urban and rural road networks, ensuring they are safer, more reliable and fit for purpose. As we enhance our roads, we will concurrently improve street lighting to strengthen visibility, promote safety and enable communities to move with confidence. To drive this critical work, a budget of **R2.5 million** has been allocated.

In addition, we will accelerate verge maintenance services through a combination of internal capacity and external partnerships, ensuring our environments remain clean, accessible and well-managed. An allocation of **R4 million** has been set aside to support this essential service, reinforcing our commitment to efficient, responsive, and people-centred service delivery.

Mr Speaker, municipal refuse collection services have faced significant challenges due to recurring labour disruptions, and we fully acknowledge the inconvenience this has been caused to both residents and the business community. Effective refuse collection, together with road and verge maintenance, depends heavily on the availability and reliability of our vehicle and plant fleet. It is therefore essential that we sustain and strengthen the resources needed to deliver these core services efficiently. In support of this commitment, we have strategically allocated a dedicated fleet maintenance budget as follows:

1. **Municipal Yello Plant: (Fourteen Million, Seven Hundred Thousand)** (R14 700 000.00)
2. **Purchase of Skips: (Three Million, Four Hundred Thousand Rand)** (R3 400 000.00)

3. **Landfill Site Maintenance: (Eleven Million Rand)** (R11 000 000.00)
4. **Maintenance of Refuse Trucks: (Five Hundred and Twenty-Five Thousand Rand)** (R525 000.00)
5. **Maintenance of Skips, Vehicles and Halls (R300 000, R1.8 million and R1 Million, respectively)**

ELECTRIFICATION PROJECT:

Mr Speaker, access to electricity is fundamental to improving service delivery and enhancing the quality of life for our communities. It drives economic participation, supports job creation, and enables better educational outcomes for our people. As Umdoni, we remain committed to expanding access so that every household benefits from reliable electricity services, while also taking decisive action to curb the growing challenge of illegal connections and protect the sustainability of our network.

With this said, we have made an allocation of **Nine Hundred Thousand Rand** (R900 000.00) for the electrification of **Qwembe area in Ward 4 and Mahwaqa area in Ward 3.**

Mr Speaker, I now turn to the next budget allocation, which supports the municipality's special programmes aimed at strengthening service delivery through active community engagement. These initiatives are designed to foster social cohesion, encourage citizen participation, and build safer, more vibrant communities that are inclusive, resilient, and continuously developing for the benefit of all.

BUDGET ALLOCATION FOR ALL SPECIAL PROGRAMMES:

1. Amakhosi **R532 000.00**



2. Youth development including bursaries	R1 877 000.00
3. Youth Council	R330 000.00
4. Gender Programmes	R130 000.00
5. Disability	R517 000.00
6. HIV and Aids	R220 000.00
7. Children	R260 000.00
8. Elderly	R335 000.00
9. Umkhosi Womhlanga	R520 000.00
10. Indigent Families' Support	R600 000.00
11. Sport and Recreation	R2 000 000.00
12. Golden Games	R432 000.00
13. Operation Sukuma Sakhe	R90 000.00

LOCAL ECONOMIC DEVELOPMENT:

Fellow Councillors, Umdoni Municipality continues to utilise targeted financial resources to strengthen service delivery by advancing inclusive economic development initiatives. These efforts are focused on supporting the informal economy, revitalising township and rural economies, and implementing practical economic empowerment strategies that directly uplift our communities.

Central to this approach is our commitment to building strong partnerships with local businesses, ensuring that economic growth is

collaborative, inclusive and sustainable. Through our comprehensive Local Economic Development (LED) programmes, we enhance service delivery by providing integrated support to small businesses and cooperatives, empowering both emerging and established enterprises to grow and thrive.

These interventions are expected to yield measurable outcomes, including increased business sustainability, expanded market access, job creation and a more resilient local economy. By strengthening the capacity of local enterprises, we are driving inclusive economic growth and improving livelihoods across Umdoni. Accordingly, the budget allocation for Local Economic Development is as follows:

1. SMMEs and Cooperative Support Programme: **(One Million Rand)** R1 000 000.00
2. Agriculture Tractor Programme: **(One Hundred Thousand Rand)** (R100 000.00)
3. One Home, One Garden Programme **(Three Hundred and Twenty Thousand Rand) (R300 000.00)**

Mr Speaker, fellow Councillors, and the people of Umdoni, the budget tabled before you today will make meaningful and strategic progress toward realising the vision and aspirations of our communities.

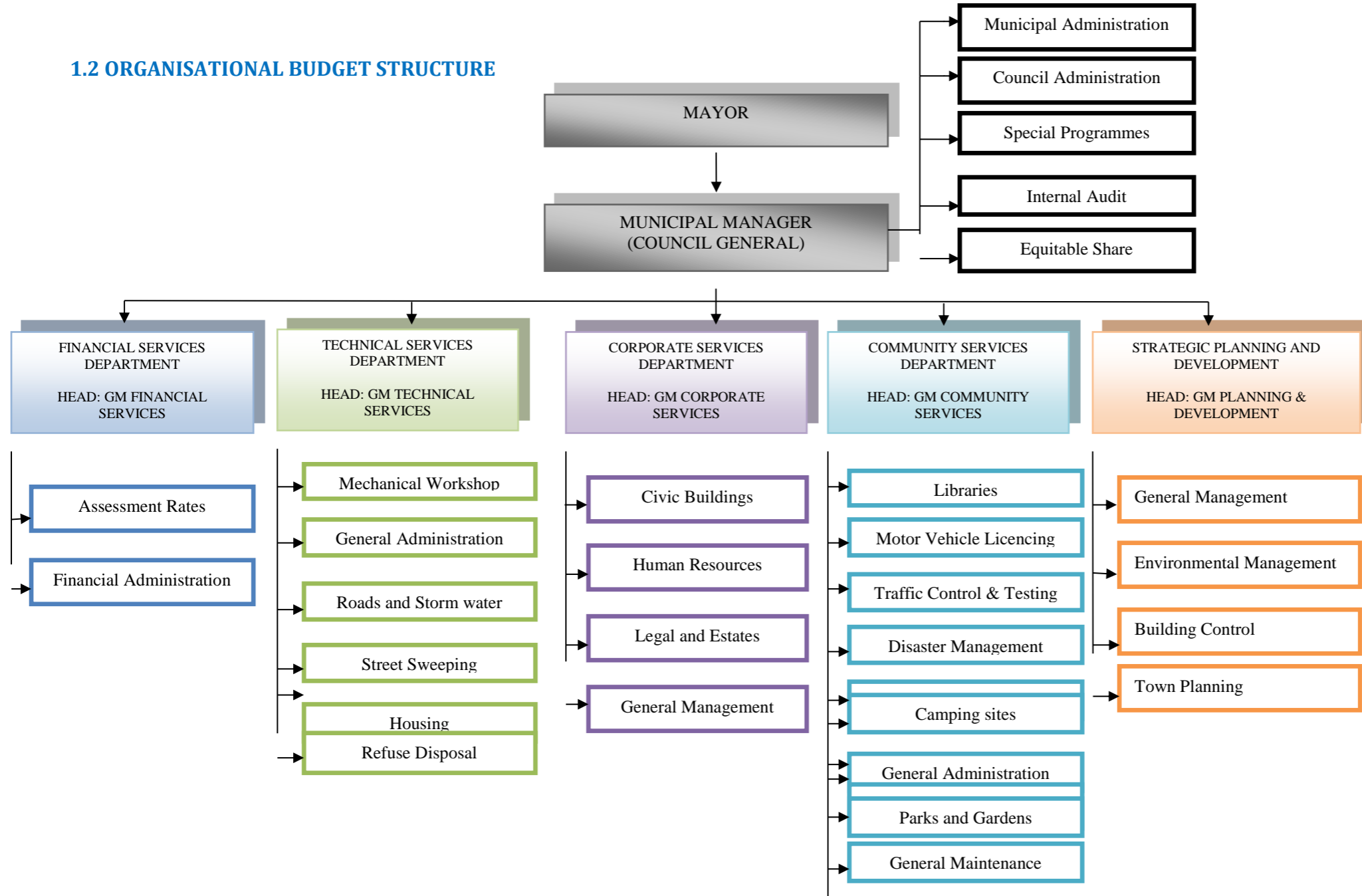
I call upon all of us to embrace a spirit of collaboration and shared responsibility as we work together to confront poverty, expand sustainable employment opportunities for future generations and uplift the standard of living for every resident of Umdoni. **As the late President Nelson Mandela reminded us, "Overcoming poverty is not a task of charity, it is an act of justice."** Let this principle guide our collective efforts as we strive to deliver services that restore dignity and create lasting opportunities.



Mr Speaker, Councillors and the Umdoni community, it is with this firm commitment to improved service delivery and inclusive development that I present the 2026/27 Final Budget for your consideration and approval.

**Thank you,
Cllr MJ Cele-Luthuli
The Mayor**

1.2 ORGANISATIONAL BUDGET STRUCTURE





1.2 EXECUTIVE SUMMARY OF THE DRAFT 2025/26 BUDGET

1.4.1 VISION, MISSION AND OBJECTIVES OF THE UMDONI MUNICIPALITY

VISION

MISSION STATEMENT

“BY 2030 UMDONI WILL BE THE **JEWEL** OF THE SOUTH COAST.”

PRINCIPALS OF UMDONI MUNICIPALITY

- **JOB CREATION**
- **ECONOMIC VIABILITY**
- **WELLBEING OF THE COMMUNITY**
- **ENVIRONMENTALLY FRIENDLY ENVIRONMENT**

“WORKING TOGETHER IN CONTRIBUTING TO **JOB** CREATION, **ECONOMIC VIABILITY** THROUGH SUSTAINED **LOCAL ECONOMIC DEVELOPMENT** TO ENSURE THE **WELL BEING** OF OUR COMMUNITY IN **ECO FRIENDLY ENVIRONMENT.**”

- **LOCAL ECONOMIC DEVELOPMENT**

1.4.2 EXECUTIVE SUMMARY

The Municipality has maintained strict financial discipline during the course of 2025-2026 financial year. A review was undertaken of expenditures on non-core items. The draft budget has seen reduced expenditure limits in lieu of the service delivery programs. Cost containment measures will continue to be implemented to contain spending. There is also focus to aggressively chase arrear debtors and reduce the debtors in arrear and improve cash flow and liquidity of the municipality. The challenge is to remain financially viable and remain a going concern going forward in order to continue service delivery. This draft budget was challenging in eliminating the operating deficit from which has been the case in the previous budget cycles. Efforts to totally eliminate the deficit in the 2026/2027 MTREF has proven to be challenging and as a result

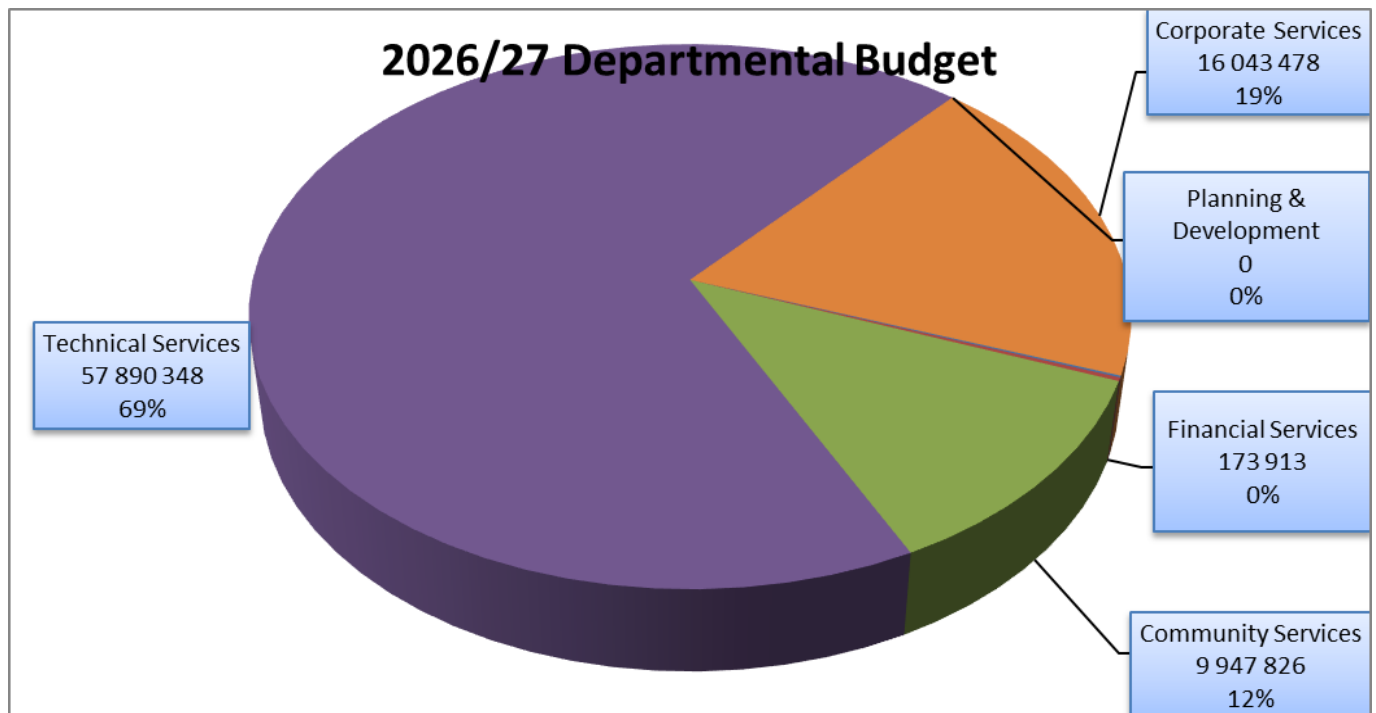
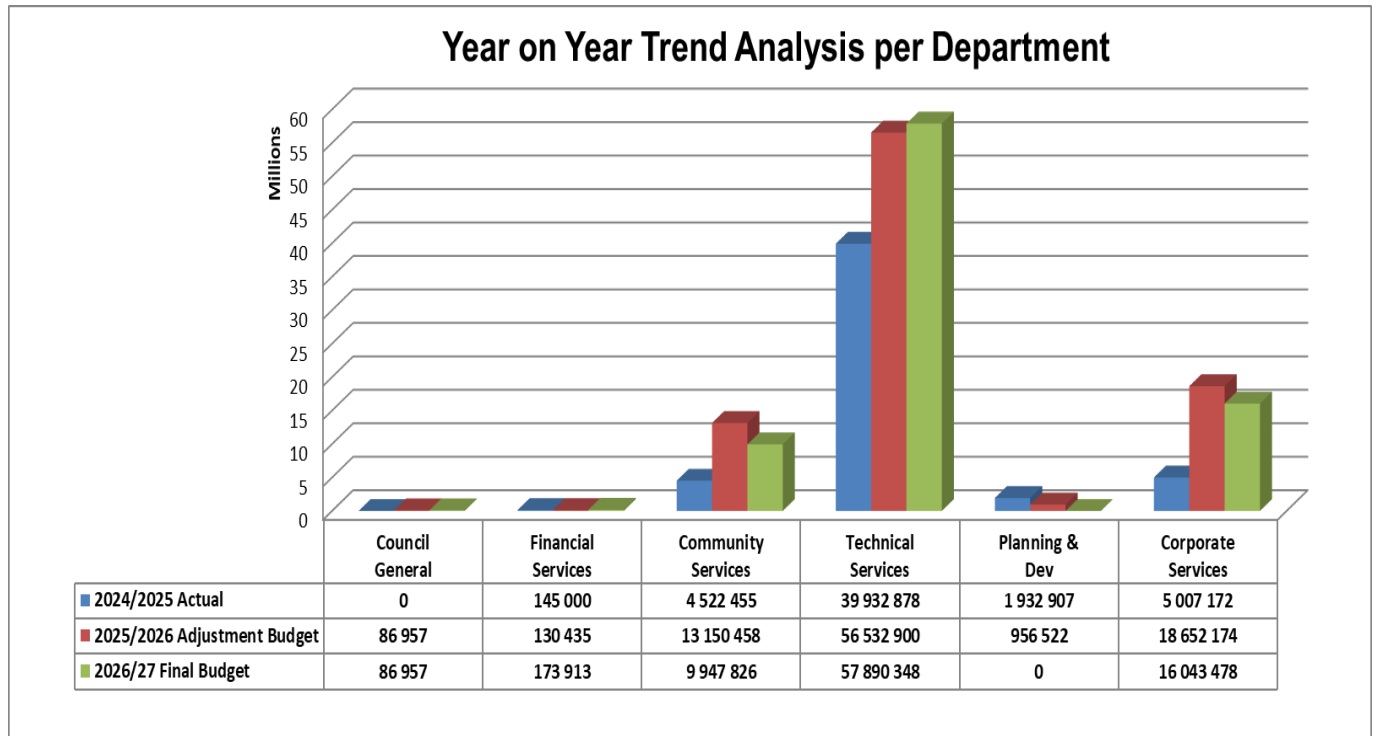
the deficit has been increased by R5 089 million from the current original budget. The Municipality has used operating revenue to fund operating expenditure and non-cash items such as depreciation and contribution for debtor's provision. The municipality is totally committed to eliminating the deficit in future budget cycles. In terms of the capital budget, it is envisaged that grant funds will be spent during the 2026-2027 financial year, which will improve service delivery, where projects will be completed. Another challenge is that allocations from National and Provincial departments are on the decline and the Municipality has to implement new and innovative methods of generating additional revenue through new revenue streams and improved debt collection processes.

In view of the aforementioned, the Revenue and Expenditure Framework for 2026/2027 MTREF is detailed below.

1.4.3 2026/27 CAPITAL BUDGET OVERVIEW

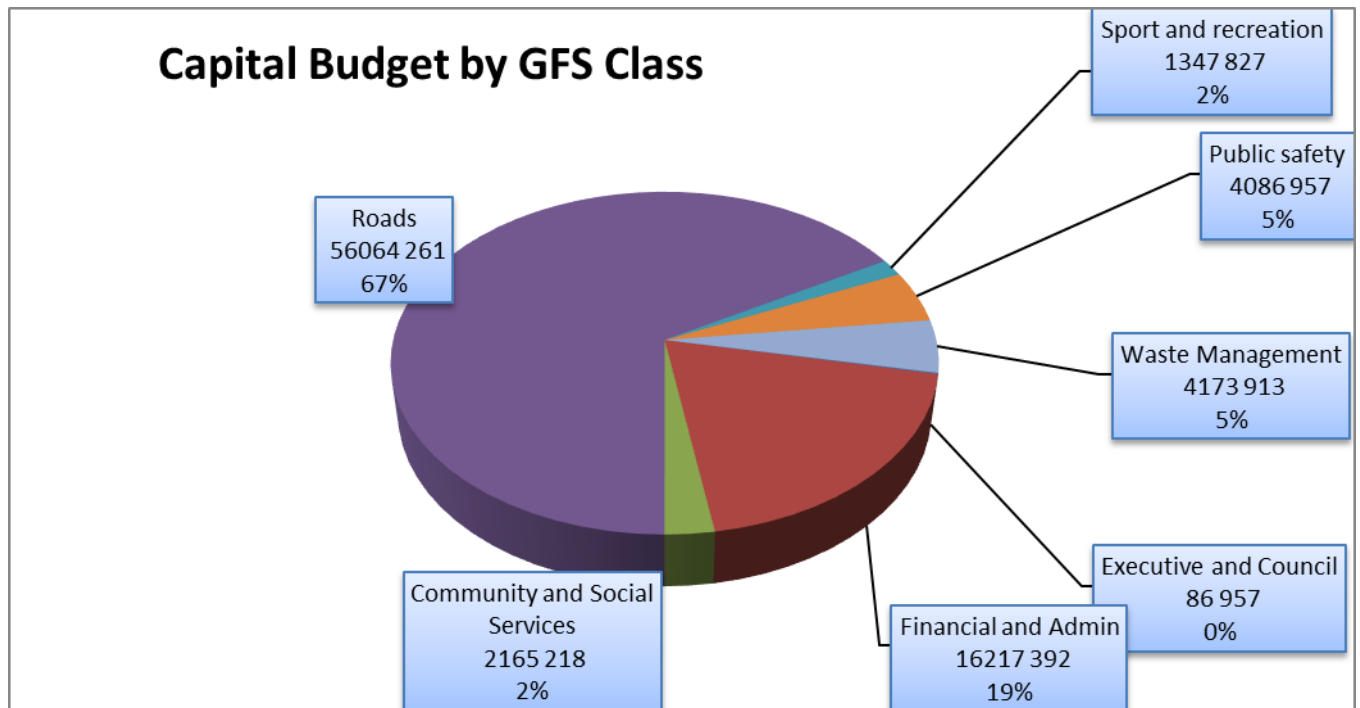
Vote Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Community Services		-	-	-	4,170	4,170	4,170	4,170	8,774	-	0
Vote 2 - Corporate Services		-	-	-	18,652	18,348	18,348	18,348	15,348	-	-
Vote 3 - Technical Services		-	-	-	56,923	56,533	56,533	56,533	57,890	36,329	36,329
Vote 4 - FINANCIAL SERVICES		-	-	-	130	130	130	130	174	-	0
Vote 5 - MUNICIPAL MANAGER		-	-	-	87	87	87	87	87	-	0
Vote 6 - Planning And Development		-	-	-	957	957	957	957	-	-	0
Vote 7 - Engineering Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	80,919	80,224	80,224	80,224	82,273	36,329	36,329
Single-year expenditure to be appropriated	2										
Vote 1 - Community Services		237	17,187	15,510	-	8,981	8,981	8,981	1,174	-	0
Vote 2 - Corporate Services		232	6,398	5,007	-	304	304	304	696	-	-
Vote 3 - Technical Services		49,074	27,335	28,945	-	-	-	-	-	-	-
Vote 4 - FINANCIAL SERVICES		157	6,302	145	-	-	-	-	-	-	-
Vote 5 - MUNICIPAL MANAGER		-	192	-	-	-	-	-	-	-	-
Vote 6 - Planning And Development		328	1,659	1,870	-	-	-	-	-	-	-
Vote 7 - Engineering Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		50,028	59,074	51,478	-	9,285	9,285	9,285	1,870	-	0
Total Capital Expenditure - Vote		50,028	59,074	51,478	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Capital Expenditure - Functional											
Governance and administration		899	7,788	2,544	18,900	18,900	18,900	18,900	16,304	-	0
Executive and council		-	192	-	87	87	87	87	87	-	0
Finance and administration		899	7,597	2,544	18,813	18,813	18,813	18,813	16,217	-	0
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		17,236	35,006	20,727	18,674	24,278	24,278	24,278	7,600	-	0
Community and social services		4,726	17,017	11,532	15,935	21,729	21,729	21,729	2,165	-	0
Sport and recreation		12,510	17,988	5,217	2,739	2,549	2,549	2,549	1,348	-	0
Public safety		-	-	3,978	-	-	-	-	4,087	-	0
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		23,952	41,637	28,168	40,736	44,113	44,113	44,113	56,064	36,329	36,329
Planning and development		328	1,659	1,933	957	957	957	957	-	-	0
Road transport		23,624	39,978	26,235	39,779	43,157	43,157	43,157	56,064	36,329	36,329
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		8,146	6,939	101	2,609	2,218	2,218	2,218	4,174	-	0
Energy sources		-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-
Waste water management		-	6,243	-	-	-	-	-	-	-	-
Waste management		8,146	696	101	2,609	2,218	2,218	2,218	4,174	-	0
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	50,232	91,370	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Funded by:											
National Government		37,290	61,925	55,215	30,836	39,774	39,774	39,774	31,369	36,329	36,329
Provincial Government		3,475	1,659	1,884	870	870	870	870	-	-	0
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	40,765	63,584	57,100	31,706	40,643	40,643	40,643	31,369	36,329	36,329
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		9,468	27,635	(5,559)	49,213	48,866	48,866	48,866	52,774	-	0
Total Capital Funding	7	50,232	91,219	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329

The 2026/27 Capital Budget has been estimated at R96 763 million incl of vat; and R84 521 million excl of vat . the following graphical representation of the capital budget of the municipality is as follows:



- As depicted from the the first above graph, the draft capital budget has decreased from 89,509 million in the adjustment budget to R 84,142 million vat exclusive for the upcoming financial year. The capital budget, is geared towards upgrading of rural as well as urban roads; construction of community facilities

and sportsfields. The funding of the capital budget is as follows; R31,369 million from National grants MIG, and R31 195 million from internal funding. The grants listed above are reflected exclusive of vat and the operational portion of MIG funding operational expenditure is not included in the capital funding. The majority of the capital budget is allocated under Technical Services Department. As Technical Services is a service delivery department, this shows Umdoni’s commitment to providing infrastructure for sustainable continuity of municipal operations.Focus has been on the road networks, Community halls and Sports fields.



The above graph categorises the capital budget by GFS classification, with roads and stormwater receiving 67%; Sport & Recreation 2%; Executive and Council at 0%, Waste management at 5%, Financial and Admin 19%, Community and Social 2% and Public safety at 5%.Major functions delivering services to the communities have been allocated with higher proportions of the slice.

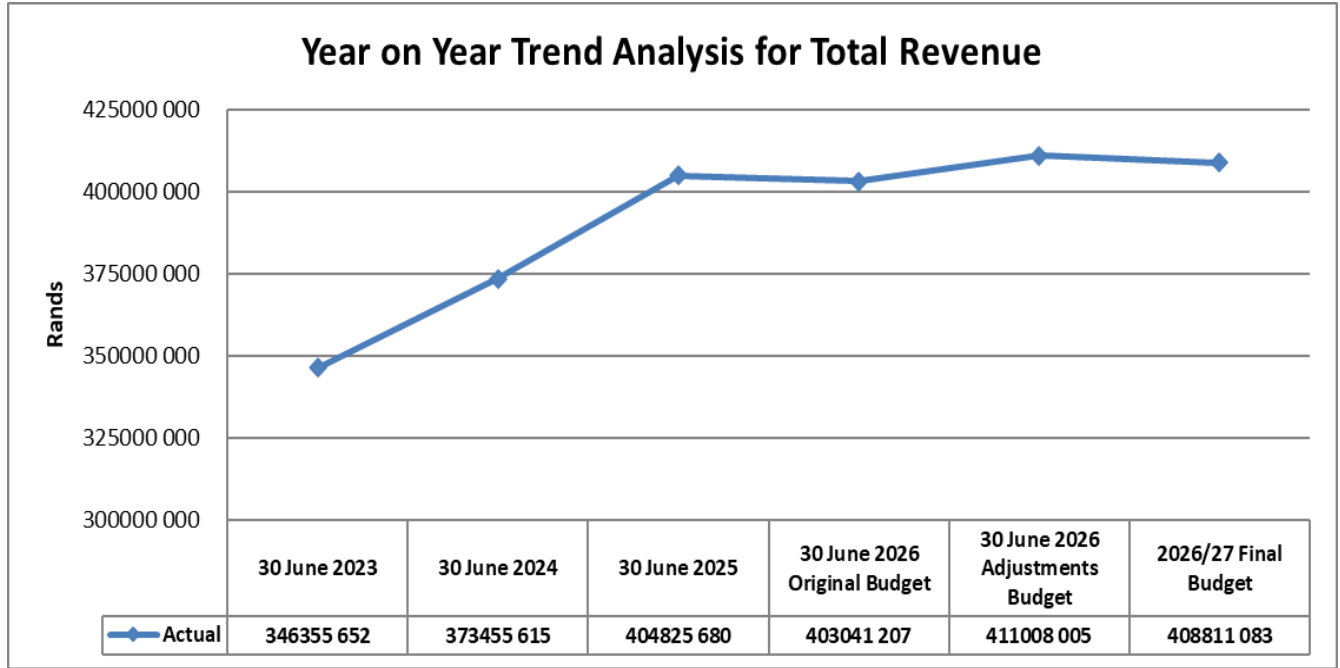
1.4.4 2026/27 OPERATIONAL BUDGET OVERVIEW

Choose name from list - Table A4 Budgeted Financial Performance (revenue and expenditure)

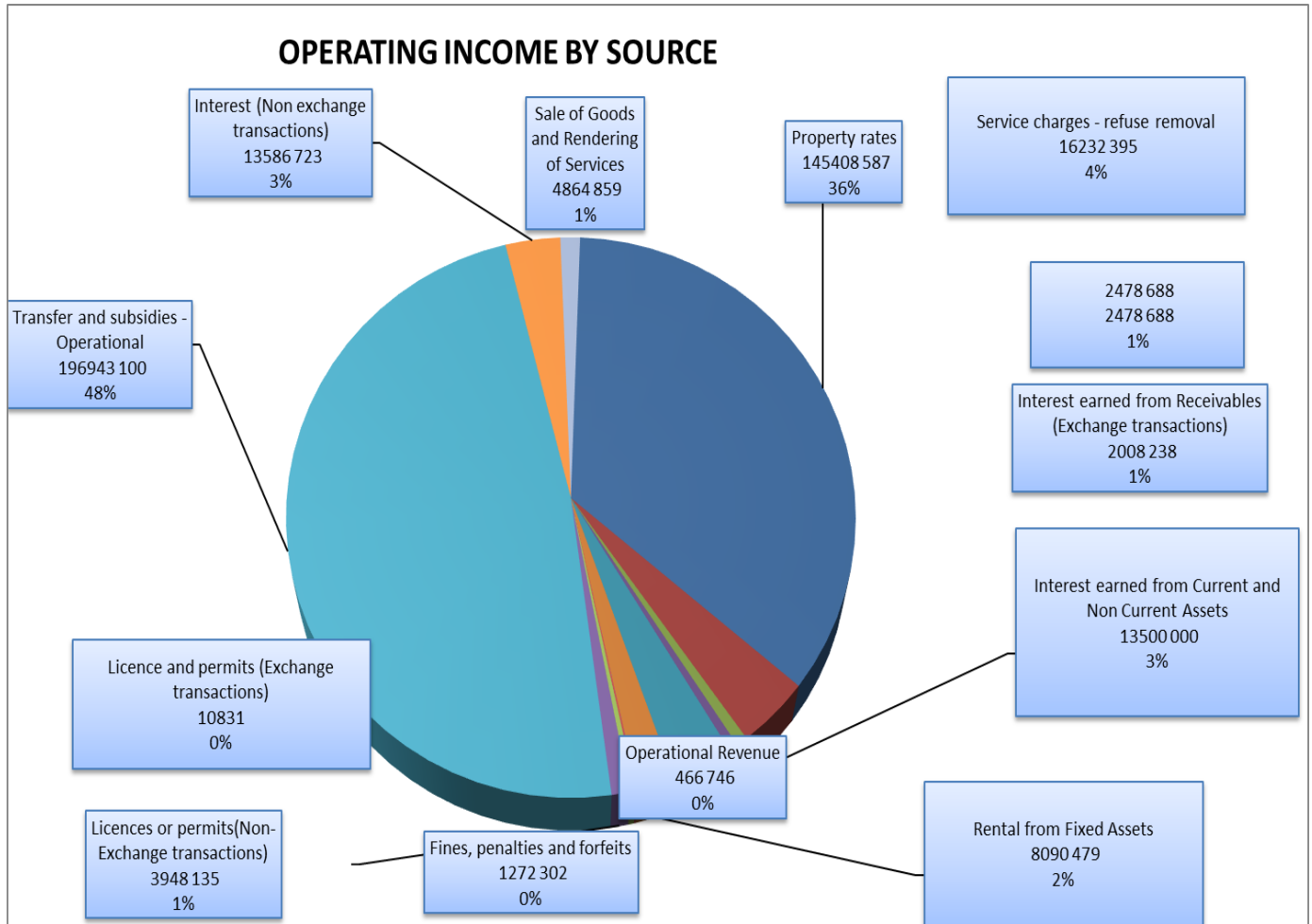
Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26				2026/27 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
Revenue											
Exchange Revenue											
Service charges - Electricity	2	-	-	1	-	-	-	-	-	-	0
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	10,575	11,151	12,430	14,136	15,728	15,728	15,728	16,232	17,016	17,773
Sale of Goods and Rendering of Services	2	3,278	2,819	3,426	3,310	3,363	3,363	3,363	4,865	11,281	11,793
Agency services	2	2,087	2,357	2,339	2,247	2,247	2,247	2,247	2,479	2,467	2,576
Interest		-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables	2	1,528	1,877	2,056	1,837	1,900	1,900	1,900	2,008	2,294	2,396
Interest earned from Current and Non Current Assets	2	13,513	14,608	14,037	13,000	13,000	13,000	13,000	13,500	14,175	14,884
Dividends	2	-	-	-	-	-	-	-	-	-	-
Rent on Land	2	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets	2	7,176	6,828	7,340	7,644	7,620	7,620	7,620	8,090	8,365	8,738
Licence and permits	2	17	-	7	10	10	10	10	11	11	11
Special rating levies	2	-	-	-	-	-	-	-	-	-	-
Construction Contract Revenue	2	-	-	-	-	-	-	-	-	-	-
Development Charges	2	-	-	-	-	-	-	-	-	-	-
Operational Revenue	2	1,352	533	484	501	2,552	2,552	2,552	467	483	506
Non-Exchange Revenue											
Property rates	2	110,978	120,535	129,634	137,803	139,482	139,482	139,482	145,409	154,719	162,455
Surcharges and Taxes	2	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	2	1,302	1,198	1,330	1,603	1,258	1,258	1,258	1,272	1,230	1,284
Licences or permits	2	6,846	2,953	3,104	3,272	3,565	3,565	3,565	3,948	3,914	4,088
Transfer and subsidies - Operational	2	178,131	178,627	200,044	200,570	203,178	203,178	203,178	196,943	195,334	208,012
Interest	2	8,053	12,152	14,456	12,658	12,654	12,654	12,654	13,587	13,676	14,360
Fuel Levy	2	-	-	-	-	-	-	-	-	-	-
Operational Revenue	2	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Fixed and Intangible Assets	2	-	-	-	-	-	-	-	-	-	-
Other Gains	2	-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		344,837	355,637	390,689	398,590	406,557	406,557	406,557	408,811	424,964	448,876
Expenditure											
Employee related costs	2	142,428	148,950	160,635	177,968	199,611	199,611	199,611	208,040	214,312	223,990
Remuneration of councillors	2	15,271	16,330	16,853	18,539	17,539	17,539	17,539	18,712	19,154	20,006
Bulk purchases - electricity	2	-	-	-	-	-	-	-	-	-	-
Inventory consumed	2,8	4,712	7,056	6,145	7,500	7,832	7,832	7,832	6,118	6,396	6,681
Debt impairment	2,3	16,790	34,275	216	7,280	7,280	7,280	7,280	7,604	7,950	8,304
Depreciation, amortisation and impairment	2	39,435	41,485	49,700	42,917	44,117	44,117	44,117	46,080	48,177	50,321
Interest, Dividends and Rent on Land	2	19	927	1,178	2,367	2,367	2,367	2,367	2,203	2,303	2,405
Contracted services	2	121,162	106,394	107,543	120,965	112,148	112,148	112,148	105,855	110,042	114,937
Transfers and subsidies	2	650	3,004	3,309	4,769	6,366	6,366	6,366	4,010	4,527	4,728
Irrecoverable debts written off	2	-	-	26,419	-	-	-	-	-	-	0
Operational costs	2	53,845	55,257	61,449	66,637	73,968	73,968	73,968	60,705	63,598	66,428
Disposal of Fixed and Intangible Assets	2	-	-	-	-	-	-	-	-	-	-
Other Losses	2	-	-	-	-	-	-	-	-	-	-
Total Expenditure		394,312	413,678	433,447	448,943	471,230	471,230	471,230	459,327	476,459	497,800
Surplus/(Deficit)		(49,475)	(58,041)	(42,758)	(50,352)	(64,673)	(64,673)	(64,673)	(50,516)	(51,494)	(48,924)
Transfers and subsidies - capital (monetary allocations)	6	42,709	36,971	41,427	36,462	46,740	46,740	46,740	35,874	39,561	40,832
Transfers and subsidies - capital (in-kind)	6	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)
Income Tax		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)
Share of Surplus/Deficit attributable to Associate	7	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	1	(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)

OPERATING REVENUE

The estimated operating income has been projected at R 408, 811 million. An analysis of prior year trend levels of income is reflected below:



Income levels have been projected based on current actual collection levels and the 2026/27 budget indicates income levels which are realistic and attainable by the municipality. The collection rate is estimated at 85% due to the interventions of handing over debtors for collection. The impact of the global economic crisis, economic conditions in the Republic of South Africa as well as current inflation rates have been considered extensively during the establishment of these income levels, as a substantial amount of consumers will not be able to afford increases above the inflation.



Total Revenue overall has slightly increased by R2,254 million when compared to the 2025/2026 financial year. This is mainly caused by the increase in property rates.

Property Rates

As indicated in the graph above, 36% of the income anticipated to be recognized by the municipality relates to property rates. The increase in property rates income from the 2026/2027 year, because of the supplementary valuation rolls, and maintenance of the valuation roll which corrected valuations in the roll which affecting rates billed. Property rates tariff has a 5% increase in the 2025/2026 financial year which is within the limit of CPI.

Grants and Subsidies

Included in the grants and subsidies is the equitable share allocation which has been calculated at R179,468 million on, followed by R2.200 million allocated for the Finance Management Grant, as well as R 11,723 million from the Departments of Arts and Culture (DSRAC) for library services. In addition, R 1,664 million has been allocated for the EPWP grant. The municipality has also been allocated an amount of R1,888 million for MIG (Operational portion) and an amount of R900 000 being allocated for INEP Grants and subsidies consist of 48% of the total revenue budget compared to 49% in the 2025/2026 budget indicated a slight decrease

on dependency grants. There are reductions in certain grants from National and Provincial departments as compared to previous allocations, a clear indication that the economy is not performing well, limiting growth.

Service Charges

The service charges approximate 4% of the total revenue budget. Tariffs have increased by 33%. These charges relate only to the refuse service. The refuse service is currently operating a loss of R 10,972 million and R 6,402 and 12,806 million per the audited annual financial statements 2024-2025 and 2023-2024 respectively. The concept of cost reflective tariffs per MFMA circular 129 and 130 as well as MFMA circular issued in prior year advise of the implementation of cost reflective tariffs for the service to be sustainable. The municipality has commenced with the exercise of moving to and implementing cost reflective tariffs in future budget years to come with gradual implementation to lessen the financial impact on consumers.

Sale goods and operational revenue

This revenue source comprises of Scholar patrol revenue, sub-divisions fees, cemetery fees etc. Other revenues approximate 1% of the total revenue budget. A decrease of (40%) has resulted to this category of revenue. This is due to INEP grant for electrification which has decreased by R3.551 million compared to 2025/26.

Rental of Facilities

The rental of facilities approximates 2% of the total revenue budget. It has increased by 5% when compared to the current year budget. The performance of the current year has been satisfactory hence the increment. The rentals from municipal properties and hall hire are budgeted under this revenue source.

Fines & Penalty Income

Fines and Penalty Income amounts to 0% of the total revenue budget. The overall increase equates to 5%. Traffic fines issued by traffic department and library fines are budgeted under this revenue source.

License and Permits

License and Permits approximates 1% of the total revenue budget. They have increased by 5%. Driver's license and learner's license income is budgeted under this category.

Interest Earned- External Investments

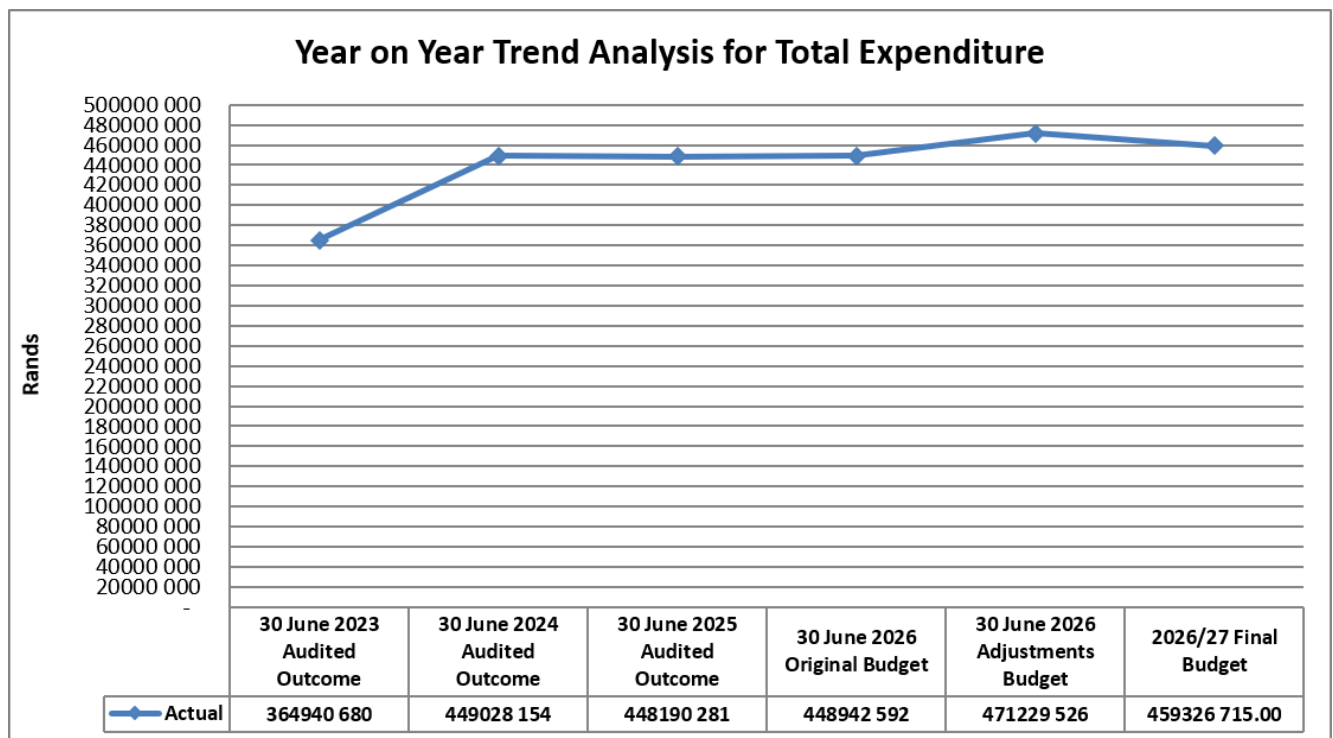
Interest Earned on External Investments equates to 3% of the total revenue budget. It has increased by 4%, considering the fluctuations of balances in our investment accounts during the year and versatile investment portfolio.

Interest Earned- Outstanding Debtors

Interest Earned on Outstanding Debtors consists of 3% of the total revenue budget. As the debtor’s books are increasing, the projection for the next year has increased by 5% when compared to the current year since debtors whose accounts are in arrear for longer than 30 days will attract interest on their respective accounts. There has been an increasing trend this regard during the last budget and adjustment budget cycle.

OPERATING EXPENDITURE

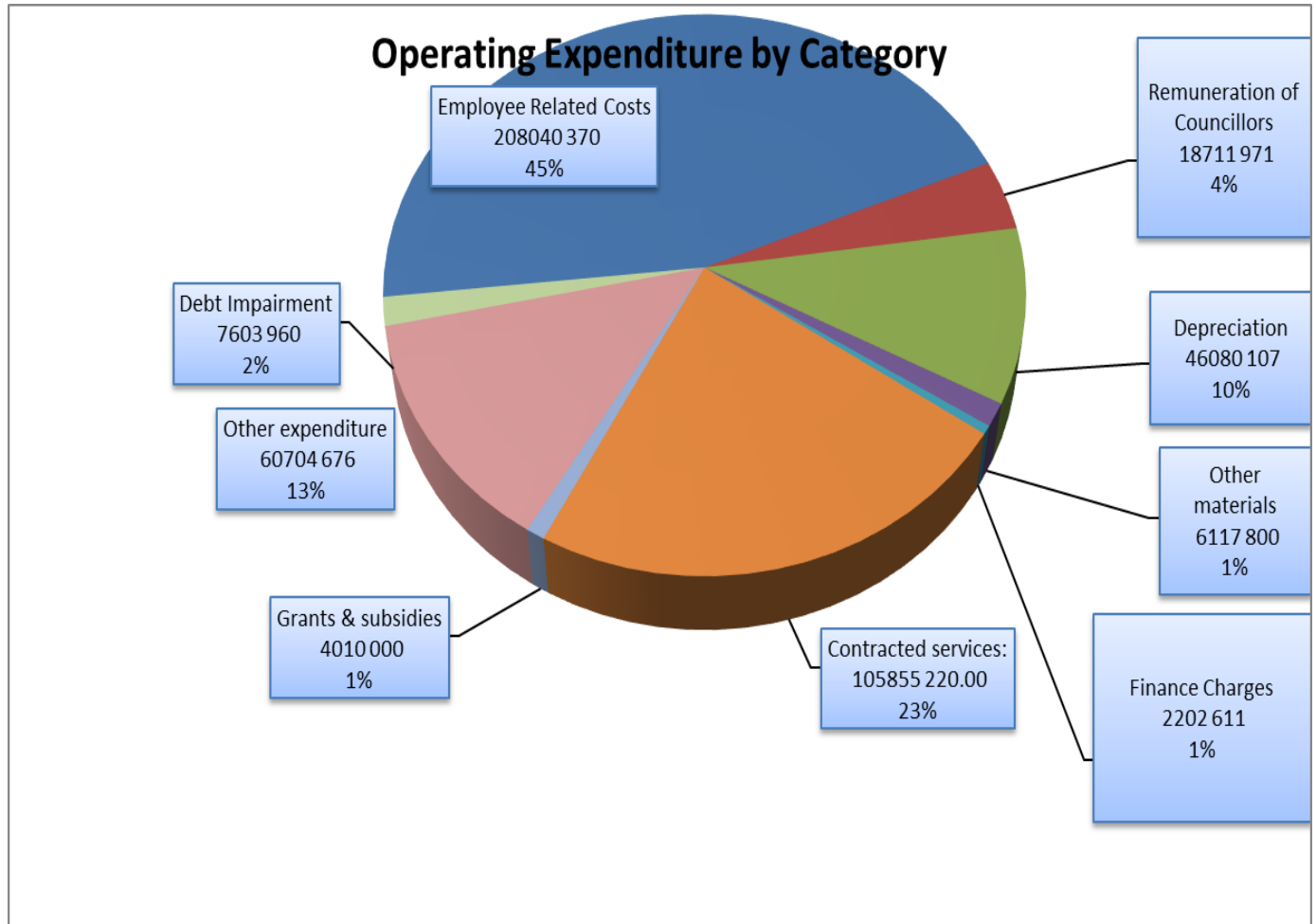
The total operating expenditure has been estimated at R459 326 million. This amount is slightly lower than that of the adjustment budget expenditure to reduce the operating deficit and accommodate those expenditures that we cannot avoid its increase like employee related cost and non-cash items. The graph below reflects the trend of expenditure levels as follows:



Whilst our income base has been limited due to the current economic times and limits on tariff increases, the day-to-day operational expenditure is increasing, which is attributable to inflationary increases and increased service delivery expectations. Operating expenditure has been reduced to a minimum to accommodate service delivery needs. The focus is to spend the limited income that we have on expenditure that matters and improve the lives of the communities that we serve. In this vein Council has also considered cost containment measures and its policy to limit expenditure to only service delivery expenditure. Due to the operating deficit of R60,222 million which is reflected in the adjustment budget for 2025-2026, all expenditure levels were reviewed by Management and the Budget steering committee and where appropriately kept expenditure levels were kept at the same or reduced by 25% in some cases taking into account fixed term contractual obligations of the

Municipality. Strict financial control and discipline is required, together with strict implementation of the cost containment regulations.

Expenditure on the Final 2026/27 budget has been allocated as follows:



Employee Related costs

The graph above shows that 45% of budgeted expenditure will be spent on Employee Related Costs. The total remuneration when combined with councillors’ remuneration exceeds the norm of 25%-40% by 5%. It should be noted that service delivery departments are short-staffed and as a result they tend to spend more on overtime to cover the staff shortages. There is also an EPWP program to be funded internally which is aimed at boosting the capacity of the service delivery departments. This category of expenditure has increased by 4.45%, as per circular 6 of Salary & wage collective agreement.

Remuneration of Councilors

Councilors Allowance has also increased by 4.45%.

Other Expenditure

Other expenditure has been reduced to accommodate service delivery needs. In line with the cost containment measures and numerous circulars, various expenditure items have been reduced such as travelling, advertising, printing and stationery and consultants. The overall decrease equates to (10%) when compared to the 2026/2027 adjustment budget. Budgeted under this category is electricity and water usage (R 16,014 million), telephone bills (R1,2 million), audit fees (R4,4 million), fuel (R7 million), protective clothing (R3.0 million), ward committee stipends (R2 million), expenditure incurred towards indigent households (R1,6 million), Software licenses (2.5 million) etc. Insurance is also budgeted at R4 million. Operating lease of equipment (R 3,4 million). This category takes up about 13% of the total operating expenditure.

Contracted Services

The contracted services are 23% of total expenditure. Included in the contracted services is R 2,1 million for Shark Nets; R3,6 million for swimming supervision; R 4,7 million for Accounting, Auditing and Valuation Roll Services. A further appropriation has been made for the UGU Entities which amounts to R500 000. The municipality has further, appropriated under the contracted services category; R400 thousand for the internal audit services and another R250 thousand for MPAC . Furthermore, R2 million has been aside for Sport and Recreation projects. The municipality has also budgeted for; under this category, R16 million towards security services; R4,0 million for legal costs and litigation under Council. Funds to repair refuse trucks have been set aside at R525 thousand; R11 million for the landfill site operation has been provided for. R4 million has been appropriated for verge maintenance for the whole municipal area.

Repairs and Maintenance expenditure has been classified under contracted services as per the classification from the MSCOA Charts. A portion of the budget R26 million has been appropriated for repairs and maintenance of infrastructure. Included in the R105,5 million for contracted services; R1,2 million has been allocated for the repairs and Maintenance of the plant; R1,8 million for fleet repairs. The municipality has noted that the budget for repairs and maintenance is below the norm of 8% of PPE as it is currently sitting at 6.9%. In the current year. A provision of R26 million has been made to conduct the maintenance of infrastructure.

Grants and Subsidies

The municipality has set aside funds; under the Grants and Subsidies category 4,010 million. This expenditure item is broken down as follows;

Row Labels	Sum of Final Budget_2026_27
Agriculture Support	300 000.00
AMAKHOSI	100 000.00
Community Development: Child Programmes	200 000.00
Community Development: Elderly	200 000.00
Co-Orp Development/LED	1 000 000.00
Disability	150 000.00
Emergency Relief Expenses	445 000.00
HIV/AIDS Day	65 000.00
Indigent families	600 000.00
Youth Development	950 000.00
Grand Total	4 010 000.00

Depreciation and Asset Impairment

In compliance with the MFMA and budget circulars, the municipality has budgeted for the Depreciation and Asset Impairment at R 46,080 million. Budget for this item has been estimated after considering GRAP requirements and possible impairment losses and reversals there off.

Debt Impairment

As part of the operating budget, the municipality has provided for debt impairment at R 7,6 million. The provision has been made to accommodate contributions to provisions of doubtful debtors. The provision for the new year has been slightly increased due to an increase in the debt book.

Other Materials

The municipality has under this item budgeted for stationery, cleaning material, refuse bags and material for repair of roads (Inventory consumed) as required by MSCOA classification requirements. This category takes up about 1% of the total operating expenditure.

Row Labels	Sum of Final Budget_2026_27
Inventory Consumed	6 117 800.00
Consumables	1 546 000.00
Materials and Supplies	4 571 800.00
Grand Total	6 117 800.00

1.5 2026/27 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK TABLES

Umdoni Municipality has tabled the 2026/27 annual budget in the format that is in accordance with the budget regulations, where possible, as follows:



UMDONI MUNICIPALITY

FINAL BUDGET DOCUMENTATION FOR THE 2026/2027 BUDGET YEAR

- a) Budgeted Financial Performance Summary by Revenue Source and Expenditure Category for all Departments as reflected in Annexure 1.
- b) Budgeted Financial Performance - revenue and expenditure by municipal vote as reflected in Annexure 2.
- c) Budgeted Financial Performance - revenue and expenditure by GFS as reflected in Annexure 3.
- d) Budgeted Capital Expenditure by vote, GFS classification and funding as reflected in Annexure 4; and
- e) Budgeted Capital Expenditure by line item as reflected in Annexure 5
- f) A1 Schedule

The above, and all other budget related documents including policies shall be submitted to Provincial and National Treasury.

1.6 TARIFF OF CHARGES – 2026/27 FINANCIAL YEAR

The tariff of charges for 2026/2027 financial year have been reviewed on an individual basis by all respective departments to be cost reflective in the case of refuse and 33% for all other tariffs. Property rates tariffs will be increased by 5%. The revised tariff of charges has been included in Annexure 5 for comment.

1.7 PROPERTY RATES RANDAGES AND REBATES – 2026/27 FINANCIAL YEAR

The Municipality is aware that current economic conditions may affect the ability of some ratepayers to pay their rate bill according to the new valuation attached to individual properties and has therefore proposed a 5 % increase in the rate randage for 2026/2027 financial year. An additional 5% rebate will also be passed to ratepayers in the categories of Therefore, for 2026/27 financial year, property rates will increase by 5% and an additional rebate of 5% as contained in the 2025/2026 budget to be continued in the 2026/2027 budget cycle.

PART 2 - SUPPORTING DOCUMENTATIONS

2.1 OVERVIEW OF THE ANNUAL BUDGET PROCESS

The budget process is guided by various legislative frameworks and regulations, including the Local Government Municipal Finance Management, No, 56 of 2003, the Municipal Systems Act, 2000 and the municipal Budget and Reporting Regulations

Adherence to these guidelines and regulations are imperative during the budget preparation to ensure an effective, credible and sustainable budget. The review of past practices and performance is further necessary, to identify areas of weakness which can be addressed, as well as maintain the level of performance in areas where this has been achieved.

The process embarked upon for the preparation of the 2025/26 budget can be illustrated below:



OVERVIEW OF THE ALIGNMENT OF THE BUDGET WITH THE IDP

The alignment of the budget to the integrated development plan is crucial to ensure the effectiveness of any budget. Both the integrated development plan and the budget have incorporated these priorities and action plans, and therefore assisted in the alignment of both the budget and the integrated development plan.

2.3 MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality targets, monitors, assesses and reviews organizational performance, which in turn is directly linked to individual employee's performance.

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

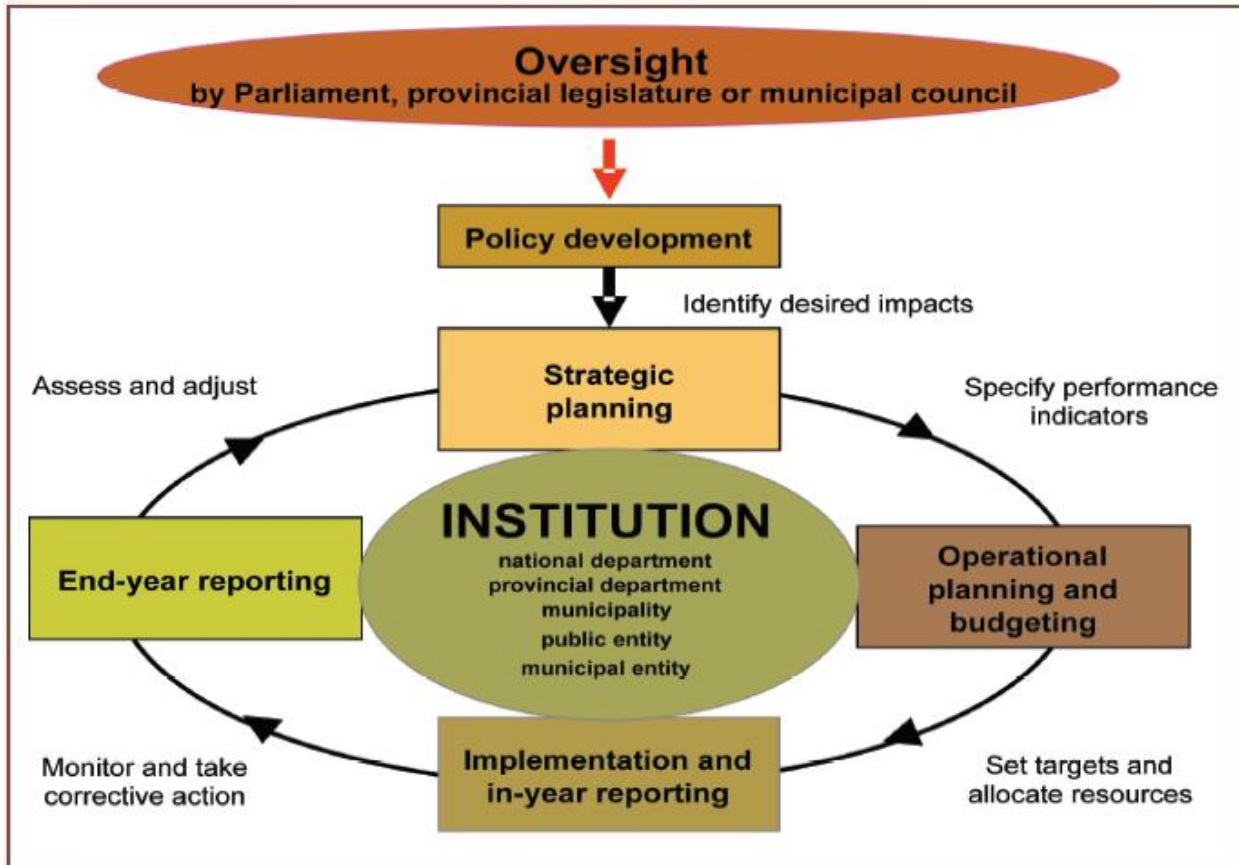


Figure 1 Planning, budgeting and reporting cycle

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

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

The performance information concepts to be used by the municipality in its integrated performance management system are aligned to the **Framework of Managing Programme Performance Information** issued by the National Treasury:

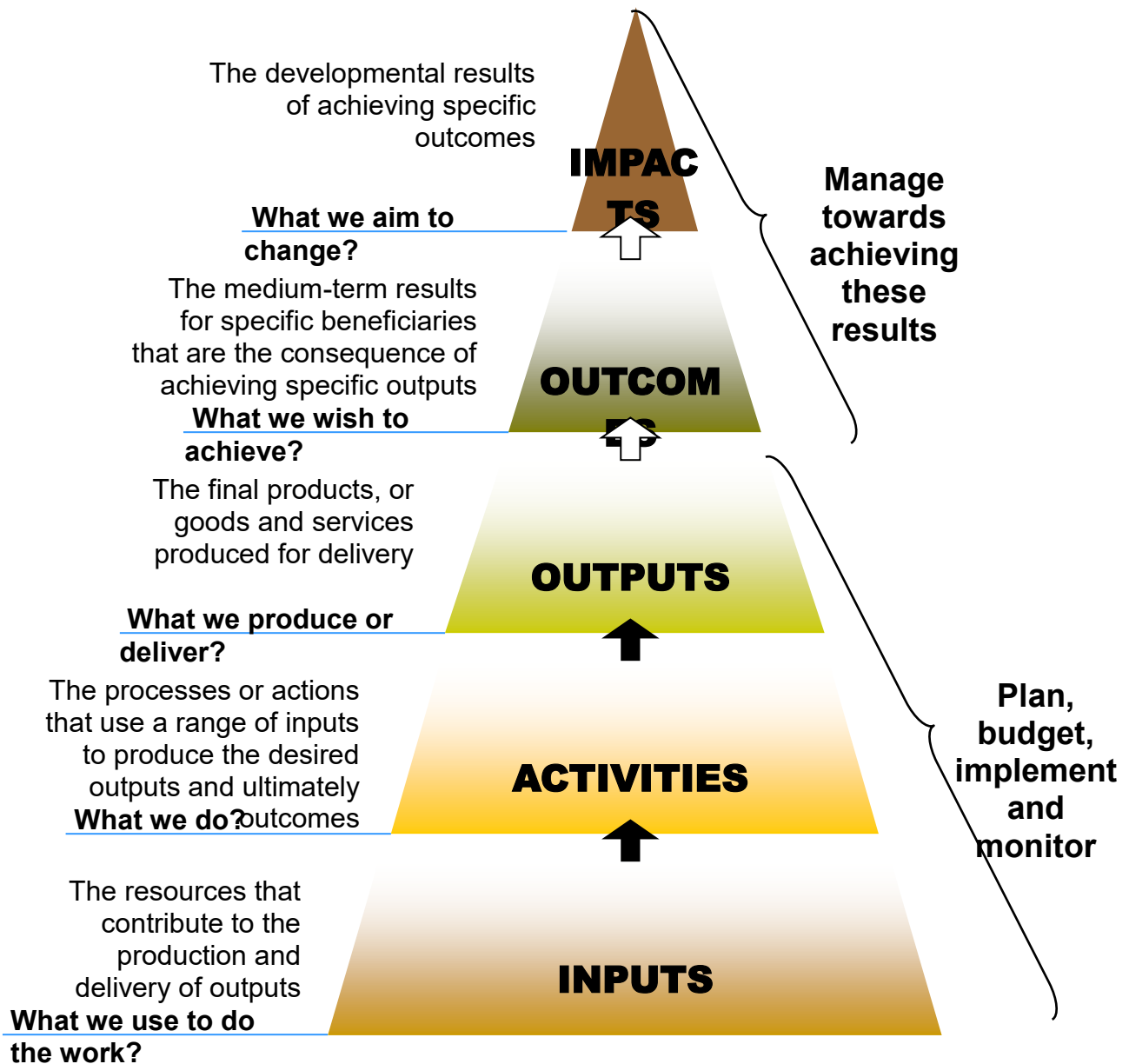


Table: Definition of performance information concepts

2.4 OVERVIEW OF THE BUDGET RELATED POLICIES

The budget related policies are currently under review and any comments or suggestions received during the public participation process will be considered and updated for the Council to consider in May 2026. The current policies are included as attachments to the budget document for comment and input.

2.5 OVERVIEW OF BUDGET ASSUMPTIONS

The budgeting assumptions that inform the 2026/27 budget preparation are as follows:

Revenue

- All revenue levels were based on current and past year's actual trends and therefore resulted in a realistic revenue base and kept in line with inflation as far as possible.
- Property rates tariffs have a 5% increase
- Refuse removal has an increase of 33% on residential, 33% increase on basic charge for bread and breakfast, 33% on skips, all other refuse is 5%, moving towards cost reflective tariffs.
- All other incomes have increased by 5 % to maintain affordability and credibility considering the prevailing current trends.
- The municipality is forecasting to collect 85% of its billed revenue from consumers to improve the financial viability of the municipality.
- Encourage new development to establish in Umdoni to expand the rates base.

Expenditure

- Expenditure levels have been reduced considering service delivery requirements. The Operating budget deficit of R 56,046 million on the 2025/2026 adjustments budget must be eliminated to reflect a surplus budget position.
- The following areas were targeted in terms of expenditure:
 - Employee-related costs and Councilor Allowances- budgeted for at 4.45%
 - General expenses reduced by 16%
 - Repairs and maintenance reduced by 9%
 - Contracted services reduced by 15% considering valid contracts in place.
 - Employee costs were budgeted at an estimated increase of 4.45%.

External factors

GDP growth is expected to average 1.8 per cent from 2026 to 2028. Medium-term growth will be underpinned by household consumption on the back of rising purchasing power, moderate employment recovery and wealth gains. 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

General inflation outlook and its impact on the municipal activities

These are key factors that have been taken into consideration in the compilation of the 2026/27 MTREF:

- National Government macro-economic targets.
- The general inflationary outlook and the impact on municipality's residents and businesses.
- The impact of municipal cost drivers.
- The increase in prices for bulk electricity and water; and

Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at a rate which equals or slightly above the CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage (85 per cent) of annual billings. The performance of arrear collections will however only be considered a source of additional cash in-flow once the performance has been carefully monitored. A group of ratepayers has decided to withhold payments due to service delivery matters which are of concern to them. The withheld payments will be made as their concerns are addressed by the Municipality. Their ability to pay is confirmed.

Growth or decline in tax base of the municipality

Debtor's revenue is assumed to increase at a rate that is influenced by the consumer debtors' collection rate, tariff/rate pricing, real growth rate of the municipality, household formation growth rate and the poor household change rate.

Household formation is the key factor in measuring municipal revenue and expenditure growth, as servicing 'households' is a greater municipal service factor than servicing individuals. Household formation rates are assumed to convert to household dwellings. In addition, the change in the number of poor households influences the net revenue benefit derived from household formation growth, as it assumes that the same costs incurred for servicing the household exist, but that no consumer revenue is derived as the 'poor household' limits consumption to the level of free basic services.

Impact of national, provincial and local policies

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

- Creating jobs.
- Enhancing education and skill development.
- Improving Health services.
- Rural development and agriculture; and
- Fighting crime and corruption.

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of approximately to 100 per cent is achieved on operating and capital expenditure for the 2026/27 MTREF of which performance has been factored into the cash flow budget.

Overview of budget funding

The budget is funded and as such the main table A7 for cash flow statement attests to that by reflecting positive net cash flows for budget year and the two outer years. In addition to that, investments are currently at R 112,159 million as at 28th February 2026. However, it is also anticipated that customers will continue to pay when the massive repairs and maintenance project is being rolled out. The current coverage ratio is estimated at four months.

Choose name from list - Table A7 Budgeted Cash Flows

Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26				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 2027/28	Budget Year +2 2028/29
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		69,604	132,401	1,714	117,132	97,938	97,938	97,938	123,597	123,597	123,597
Service charges		(2,082)	-	-	13,818	14,662	14,662	14,662	13,798	13,798	13,798
Other revenue		6,262	3,853	-	60,655	79,024	79,024	79,024	68,886	69,632	69,632
Transfers and Subsidies - Operational	1	183,601	134,572	-	200,570	203,178	203,178	203,178	196,943	195,334	208,012
Transfers and Subsidies - Capital	1	37,810	27,034	-	35,462	35,462	35,462	35,462	35,874	35,874	35,874
Interest		-	-	-	13,000	14,900	14,900	14,900	26,756	27,431	28,139
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		(27,338)	(121,901)	(126,956)	(419,729)	(444,619)	(444,619)	(444,619)	(414,982)	(428,939)	(429,791)
Finance charges		-	-	-	-	(2,367)	(2,367)	(2,367)	(2,203)	(2,538)	(2,538)
Transfers and Subsidies	1	-	-	-	(6,149)	-	-	-	(4,612)	(4,612)	(4,612)
NET CASH FROM/(USED) OPERATING ACTIVITIES		267,856	175,959	(125,242)	14,760	(1,822)	(1,822)	(1,822)	44,058	29,577	42,111
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
Insurance Refund - Capital		-	-	-	-	-	-	-	-	-	-
Interest on Short Term Investment (Greater than 90 days) and Long Term Investments		-	-	-	-	-	-	-	-	-	-
Payments											
Capital assets		-	(49,556)	(57,684)	(88,057)	(102,936)	(102,936)	(102,936)	(96,764)	(41,778)	(43,459)
Retention (Capital)		-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(49,556)	(57,684)	(88,057)	(102,936)	(102,936)	(102,936)	(96,764)	(41,778)	(43,459)
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		267,856	126,403	(182,926)	(73,297)	(104,758)	(104,758)	(104,758)	(52,706)	(12,201)	(1,348)
Cash/cash equivalents at the year begin:	2	192,265	161,185	146,398	218,110	218,110	218,110	218,110	149,380	96,673	83,867
Cash/cash equivalents at the year end:	2	460,122	287,588	(36,528)	144,813	113,352	113,352	113,352	96,673	84,472	82,519

2.6 OVERVIEW OF MEDIUM TERM OUTLOOK: OPERATING REVENUE AND EXPENDITURE

The following table is a breakdown of the operating revenue over the medium-term:

Table 1 Breakdown of the operating revenue and expenditure over the medium-term

Choose name from list - Table A1 Budget Summary

Description	2022/23	2023/24	2024/25	Current Year 2025/26				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 2027/28	Budget Year +2 2028/29
R thousands										
Financial Performance										
Property rates	110,978	120,535	129,634	137,803	139,482	139,482	139,482	145,409	154,719	162,455
Service charges	10,575	11,151	12,431	14,136	15,728	15,728	15,728	16,232	17,016	17,773
Investment revenue	13,513	14,608	14,037	13,000	13,000	13,000	13,000	13,500	14,175	14,884
Transfer and subsidies - Operational	178,131	178,627	200,044	200,570	203,178	203,178	203,178	196,943	195,334	208,012
Other own revenue	31,639	30,716	34,543	33,081	35,169	35,169	35,169	36,727	43,720	45,752
Total Revenue (excluding capital transfers and contributions)	344,837	355,637	390,689	398,590	406,557	406,557	406,557	408,811	424,964	448,876
Employee costs	142,428	148,950	160,635	177,968	199,611	199,611	199,611	208,040	214,312	223,990
Remuneration of councillors	15,271	16,330	16,853	18,539	17,539	17,539	17,539	18,712	19,154	20,006
Depreciation, amortisation and impairment	39,435	41,485	49,700	42,917	44,117	44,117	44,117	46,080	48,177	50,321
Interest, Dividends and Rent on Land	19	927	1,178	2,367	2,367	2,367	2,367	2,203	2,303	2,405
Inventory consumed and bulk purchases	4,712	7,056	6,145	7,500	7,832	7,832	7,832	6,118	6,396	6,681
Transfers and subsidies	650	3,004	3,309	4,769	6,366	6,366	6,366	4,010	4,527	4,728
Other expenditure	191,797	195,926	195,627	194,882	193,396	193,396	193,396	174,164	181,590	189,669
Total Expenditure	394,312	413,678	433,447	448,943	471,230	471,230	471,230	459,327	476,459	497,800
Surplus/(Deficit)	(49,475)	(58,041)	(42,758)	(50,352)	(64,673)	(64,673)	(64,673)	(50,516)	(51,494)	(48,924)
Transfers and subsidies - capital (monetary allocations)	42,709	36,971	41,427	36,462	46,740	46,740	46,740	35,874	39,561	40,832
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-	-
	(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)
Surplus/(Deficit) after capital transfers & contributions	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(6,766)	(21,070)	(1,331)	(13,891)	(17,933)	(17,933)	(17,933)	(14,642)	(11,933)	(8,092)
Capital expenditure & funds sources										
Capital expenditure	50,232	91,370	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Transfers recognised - capital	40,765	63,584	57,100	31,706	40,643	40,643	40,643	31,369	36,329	36,329
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	9,468	27,635	(5,559)	49,213	48,866	48,866	48,866	52,774	-	0
Total sources of capital funds	50,232	91,219	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Financial position										
Total current assets	211,175	240,341	273,735	317,804	258,161	258,161	258,161	278,421	301,768	300,667
Total non current assets	612,023	656,115	651,045	725,484	733,756	733,756	733,756	761,310	717,328	717,328
Total current liabilities	68,683	65,450	64,730	189,199	189,630	189,630	189,630	114,732	114,926	114,926
Total non current liabilities	22,947	17,836	25,309	26,938	25,453	25,453	25,453	58,145	64,172	64,172
Community wealth/Equity	785,036	782,479	795,059	795,944	749,906	749,906	749,906	866,853	839,998	838,898
Cash flows										
Net cash from (used) operating	267,856	175,959	(125,242)	14,760	(1,822)	(1,822)	(1,822)	44,058	29,577	42,111
Net cash from (used) investing	-	(49,556)	(57,684)	(88,057)	(102,936)	(102,936)	(102,936)	(96,764)	(41,778)	(43,459)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	460,122	287,588	(36,528)	144,813	113,352	113,352	113,352	96,673	84,472	82,519
Cash backing/surplus reconciliation										
Cash and investments available	460,122	287,588	(36,528)	144,813	113,352	113,352	113,352	96,673	84,472	82,519
Application of cash and investments	68,362	49,489	63,963	150,949	156,397	156,397	156,397	(53,497)	(80,982)	(71,487)
Balance - surplus (shortfall)	391,760	238,099	(100,491)	(6,136)	(43,046)	(43,046)	(43,046)	150,170	165,454	154,006
Asset management										
Asset register summary (WDV)	607,281	640,491	623,872	608,676	616,948	616,948		590,785	514,562	514,562
Depreciation	34,779	41,485	42,036	41,894	43,094	43,094		45,012	47,060	49,154
Renewal and Upgrading of Existing Assets	22,524	14,966	4,102	29,639	30,799	30,799		24,181	21,608	21,608
Repairs and Maintenance	71,662	52,140	51,200	44,389	38,639	38,639		40,796	42,336	44,218
Free services										
Cost of Free Basic Services provided	25	25	25	25	25	25		25	25	25
Revenue cost of free services provided	9,736	14,897	(2,581)	14,046	14,744	14,744		16,389	17,210	17,640
Households below minimum service level										
Water:	-	-	-	-	-	-		-	-	-
Sanitation/sewerage:	-	-	-	-	-	-		-	-	-
Energy:	-	-	-	-	-	-		-	-	-
Refuse:	-	-	-	-	-	-		-	-	-

Table 3 MBRR SA 18 – Transfers and grant receipts

KZN212 Umdoni - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26			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 2027/28	Budget Year +2 2028/29
RECEIPTS	1.2									
Operating										
National Government										
Monetary Allocations										
Energy Efficiency and Demand Side Management		-	-	1 352	-	-	-	-	-	0
Equitable Share		162 218	173 612	182 890	182 765	182 765	182 765	179 468	178 434	190 950
Expanded Public Works Programme Integration		1 772	1 601	1 249	2 385	1 385	1 385	1 664	-	0
Local Government Financial Management Grant		1 950	1 950	1 900	2 000	2 000	2 000	2 200	2 300	2 400
Municipal Infrastructure Grant		1 923	1 464	1 677	1 866	1 866	1 866	1 888	2 082	2 144
Total Monetary Allocations		167 863	178 627	189 068	189 016	188 016	188 016	185 220	182 816	195 494
Total Operating/National Government		167 863	178 627	189 068	189 016	188 016	188 016	185 220	182 816	195 494
Provincial Government										
Monetary Allocations										
Specify (Add grant description)		10 268	-	10 976	11 554	14 162	14 162	11 723	12 518	12 518
Total Monetary Allocations		10 268	-	10 976	11 554	14 162	14 162	11 723	12 518	12 518
Total Operating/Provincial Government		10 268	-	10 976	11 554	14 162	14 162	11 723	12 518	12 518
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Operating/District Municipalities		-	-	-	-	-	-	-	-	-
Other Grant Providers										
Monetary Allocations										
[insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
[insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Operating/Other Grant Providers		-	-	-	-	-	-	-	-	-
Total Operating	5	178 131	178 627	200 044	200 570	202 178	202 178	196 943 100	195 334 150	208 011 803
Capital										
National Government										
Monetary Allocations										
Municipal Infrastructure Grant		42 709	36 971	36 852	35 462	35 462	35 462	35 874	39 561	40 832
Total Monetary Allocations		42 709	36 971	36 852	35 462	35 462	35 462	35 873 900	39 560 850	40 832 200
Total Capital/National Government		42 709	36 971	36 852	35 462	35 462	35 462	35 873 900	39 560 850	40 832 200
Provincial Government										
Monetary Allocations										
Specify (Add grant description)		-	-	-	1 000	1 000	1 000	-	-	0
Total Monetary Allocations		-	-	-	1 000	1 000	1 000	-	-	1
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Capital/Provincial Government		-	-	-	1 000	1 000	1 000	-	-	0
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Capital/District Municipalities		-	-	-	-	-	-	-	-	-
Other Grant Providers										
Monetary Allocations										
[insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
[insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Capital/Other Grant Providers		-	-	-	-	-	-	-	-	-
Total Capital	5	42 709	36 971	36 852	36 462	36 462	36 462	35 874	39 561	40 832
TOTAL RECEIPTS OF TRANSFERS AND		220 840	215 598	236 896	237 032	238 640	238 640	232 817	234 895	248 844



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2.6.1 Expenditure on grants and reconciliations of unspent funds

Table 2 MBRR SA19 - Expenditure on transfers and grant programmes

KZN212 Umdoni - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26			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 2027/28	Budget Year +2 2028/29
EXPENDITURE	1									
Operating										
National Government										
Monetary Allocations										
Energy Efficiency and Demand Side Management Grant		-	-	1 236	-	-	-	-	-	0
Equitable Share		148 439	142 924	104 918	165 271	165 102	165 102	155 739	161 605	168 794
Expanded Public Works Programme Integrated Grant		2 743	1 591	2 765	1 385	1 385	1 385	1 664	1 740	1 817
Local Government Financial Management Grant		1 638	1 690	1 548	2 000	2 000	2 000	1 800	1 882	1 966
Municipal Infrastructure Grant		1 722	1 272	37	1 866	2 033	2 033	2 080	2 174	2 271
Total Monetary Allocations		154 542	147 478	110 504	170 523	170 520	170 520	161 283	167 400	174 848
Total National Government		154 542	147 478	110 504	170 523	170 520	170 520	161 283	167 400	174 848
Provincial Government										
Monetary Allocations										
Specify (Add grant description)		10 446	11 937	11 439	12 554	17 133	17 133	14 389	15 052	15 722
Total Monetary Allocations		10 446	11 937	11 439	12 554	17 133	17 133	14 389	15 052	15 722
Total Provincial Government		10 446	11 937	11 439	12 554	17 133	17 133	14 389	15 052	15 722
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Operating/District Municipalities		-	-	-	-	-	-	-	-	-
Other Grant Providers										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Operating/Other Grant Providers		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants		164 988	159 415	121 942	183 077	187 653	187 653	175 671	182 452	190 569
Capital										
National Government										
Monetary Allocations										
Local Government Financial Management Grant		157	59	-	-	-	-	174	-	-
Municipal Disaster Response Grant		-	-	3 978	-	8 937	8 937	-	-	0
Municipal Infrastructure Grant		37 133	61 866	51 237	30 836	30 836	30 836	31 195	36 329	36 329
Total Monetary Allocations		37 290	61 925	55 215	30 836	39 774	39 774	31 369	36 329	36 329
Total National Government		37 290	61 925	55 215	30 836	39 774	39 774	31 369	36 329	36 329
Provincial Government										
Monetary Allocations										
Specify (Add grant description)		-	-	-	870	870	870	-	-	0
Total Monetary Allocations		-	-	-	870	870	870	-	-	0
Total Provincial Government		-	-	-	870	870	870	-	-	0
District Municipalities										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Capital/District Municipalities		-	-	-	-	-	-	-	-	-
Other Grant Providers										
Monetary Allocations										
Other transfers/grants [insert description]										
Total Monetary Allocations		-	-	-	-	-	-	-	-	-
Allocations In-kind										
Other transfers/grants [insert description]										
Total Allocations In-kind		-	-	-	-	-	-	-	-	-
Total Capital/Other Grant Providers		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		37 290	61 925	55 215	31 706	40 643	40 643	31 369	36 329	36 329
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		202 278	221 340	177 157	214 783	228 296	228 296	207 040	218 781	226 898



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2.6.2 COUNCILLOR AND EMPLOYEE BENEFITS

KZN212 Umdoni - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration		2022/23	2023/24	2024/25	Current Year 2025/26			2026/27 Medium Term Revenue & Expenditure Framework		
R thousand	Ref	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
		A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)										
Allowances and Service Related Benefits										
Basic Salary		13 486	14 302	14 939	16 158	15 158	15 158	16 224	16 553	17 289
Cell phone Allowance		1 497	1 672	1 627	1 788	1 788	1 788	1 868	1 953	2 040
Housing Allowance		-	-	-	-	-	-	-	-	-
In-kind Benefits		-	-	-	-	-	-	-	-	-
Market Related Non-pensionable Allowance		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Office-bearer Allowance		-	-	-	-	-	-	-	-	-
Out of pocket Expenses		-	-	-	-	-	-	-	-	-
Travelling Allowance		288	356	287	593	593	593	620	648	677
Use of Personal Facilities		-	-	-	-	-	-	-	-	-
Total Allowances and Service Related Benefits		15 271	16 330	16 853	18 539	17 539	17 539	18 712	19 154	20 006
Social Contributions										
Medical Aid Benefits		-	-	-	-	-	-	-	-	-
Pension Fund Contributions		-	-	-	-	-	-	-	-	-
Total Social Contributions		-	-	-	-	-	-	-	-	-
Total Councillors		15 271	16 330	16 853	18 539	17 539	17 539	18 712	19 154	20 006
% increase			6.9%	3.2%	10.0%	(5.4%)		6.7%	2.4%	4.5%
Senior Managers of the Municipality										
Salaries and Allowances										
Basic Salary		5 092	4 759	5 192	6 007	11 015	11 015	11 155	10 539	11 008
Bonuses		-	-	-	-	-	-	-	-	-
Allowance										
Accommodation, Travel and Incidental		-	-	-	-	-	-	-	-	-
Cellular and Telephone	3	39	57	37	57	124	124	251	262	274
Housing Benefits	3	-	-	-	-	-	-	-	-	-
Non-pensionable	3	-	41	-	-	-	-	-	-	-
Travel or Motor Vehicle	3	57	380	27	366	568	568	716	749	782
Voluntary Work		-	-	-	-	-	-	-	-	-
Total Allowance		96	478	64	423	692	692	967	1 011	1 056
Service Related Benefits										
Acting	3	-	-	-	-	-	-	611	639	667
Bonus	3	-	-	-	-	-	-	-	-	-
Danger Allowance	3	-	-	-	-	-	-	-	-	-
Entertainment	3	-	-	-	-	-	-	-	-	-
Fire Brigade	3	-	-	-	-	-	-	-	-	-
In-kind Benefits	3	-	-	-	-	-	-	-	-	-
Leave Pay	3	-	-	-	-	-	-	-	-	-
Lifeguard/Duty Squads	3	-	-	-	-	-	-	-	-	-
Long Service Award	3	-	-	-	-	-	-	-	-	-
Overtime	3	-	-	-	-	-	-	-	-	-
Scarcity	3	-	-	-	-	-	-	-	-	-
Standby Allowance	3	-	-	-	-	-	-	-	-	-
Tools Allowance	3	-	-	-	-	-	-	-	-	-
Uniform/Special/Protective Clothing	3	-	-	-	-	-	-	-	-	-
Leave gratuity	3	-	-	-	-	-	-	-	-	-
Long Term Service Award	3	-	-	-	-	-	-	-	-	-
Total Service Related Benefits		-	-	-	-	-	-	611	639	667
Total Salaries and Allowances		5 188	5 237	5 255	6 429	11 707	11 707	12 733	12 189	12 731
Social Contributions										
Bargaining Council		1	1	1	1	1	1	1	1	1
Group Life Insurance		-	-	-	-	-	-	-	-	-
Medical		-	-	-	-	-	-	-	-	-
Pension		-	-	-	-	-	-	-	-	-
Unemployment Insurance		13	12	10	13	15	15	17	18	19
Total Social Contributions		13	13	11	14	16	16	18	19	20
Post-retirement Benefit										
Medical		-	-	-	-	-	-	-	-	-
Other Benefits		-	-	-	-	-	-	-	-	-
Pension		-	-	-	-	-	-	-	-	-
Total Post-retirement Benefit		-	-	-	-	-	-	-	-	-
Costs Capitalised to PPE		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 201	5 250	5 266	6 443	11 723	11 723	12 751	12 208	12 751
% increase			0.9%	0.3%	22.4%	81.9%		8.8%	(4.3%)	4.5%
Other Municipal Staff										
Salaries and Allowances										
Basic Salary		90 887	94 293	98 582	109 260	119 965	119 965	127 985	131 802	137 667
Bonuses		7 087	7 247	7 299	9 022	10 046	10 046	10 387	10 753	11 232
Allowance										
Accommodation, Travel and Incidental		-	-	-	-	-	-	-	-	-
Cellular and Telephone	3	233	234	236	249	357	357	355	373	390
Housing Benefits	3	459	524	521	1 967	2 006	2 006	2 087	2 215	2 313
Non-pensionable	3	885	958	1 412	1 254	1 254	1 254	-	-	0
Travel or Motor Vehicle	3	-	-	106	78	299	299	299	313	327
Voluntary Work		-	-	-	-	-	-	-	-	-
Total Allowance		1 577	1 716	2 275	3 548	3 916	3 916	2 741	2 901	3 030
Service Related Benefits										
Acting	3	(7)	26	17	1 982	1 981	1 981	3 211	3 398	3 549
Bonus	3	-	-	-	-	-	-	-	-	-
Danger Allowance	3	-	-	-	-	-	-	-	-	-
Entertainment	3	-	-	-	-	-	-	-	-	-
Fire Brigade	3	-	-	-	-	-	-	-	-	-
In-kind Benefits	3	-	-	-	-	-	-	-	-	-
Leave Pay	3	1 706	1 630	2 567	1 800	1 800	1 800	1 600	1 747	1 966
Lifeguard/Duty Squads	3	-	-	-	-	-	-	-	-	-
Long Service Award	3	-	-	-	1 485	1 135	1 135	1 585	1 658	1 731
Overtime	3	8 500	10 182	14 822	10 995	14 511	14 511	12 210	12 786	13 334
Scarcity	3	-	-	-	-	-	-	-	-	-
Standby Allowance	3	1 428	1 094	1 558	951	1 555	1 555	1 634	1 708	1 784
Tools Allowance	3	-	-	-	-	-	-	-	-	-
Uniform/Special/Protective Clothing	3	-	-	-	26	26	26	-	-	0
Leave gratuity	3	-	-	-	-	-	-	-	-	-
Long Term Service Award	3	-	-	-	-	-	-	-	-	-
Total Service Related Benefits		11 626	12 932	18 964	17 240	21 008	21 008	20 240	21 277	22 364
Total Salaries and Allowances		111 177	116 188	127 119	139 070	154 936	154 936	161 354	166 733	174 293
Social Contributions										
Bargaining Council		60	61	64	73	73	73	73	77	80
Group Life Insurance		3	2	2	2	2	2	3	3	3
Medical		6 439	6 996	7 419	8 007	8 031	8 031	8 768	9 236	9 647
Pension		15 193	15 576	15 557	19 259	19 730	19 730	20 054	20 799	21 724
Unemployment Insurance		809	864	892	836	838	838	859	890	929
Total Social Contributions		22 503	23 501	23 934	28 177	28 675	28 675	29 758	31 004	32 384
Post-retirement Benefit										
Medical		3 604	4 066	4 316	4 278	4 278	4 278	4 178	4 368	4 562
Other Benefits		-	-	-	-	-	-	-	-	-
Pension		-	-	-	-	-	-	-	-	-
Total Post-retirement Benefit		3 604	4 066	4 316	4 278	4 278	4 278	4 178	4 368	4 562
Costs Capitalised to PPE		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		137 284	143 755	155 369	171 525	187 888	187 888	195 289	202 104	211 239
% increase			4.7%	8.1%	10.4%	9.5%		3.9%	3.5%	4.5%
Total Parent Municipality		157 756	165 335	177 488	196 507	217 151	217 151	226 752	233 466	243 996
Board Members of Entities										
Sub Total - Other Staff of Entities										
% increase										
Total Municipal Entities										
TOTAL SALARY, ALLOWANCES & BENEFITS		157 756	165 335	177 488	196 507	217 151	217 151	226 752	233 466	243 996
% increase			4.8%	7.4%	10.7%	10.5%		4.4%	3.0%	4.5%
TOTAL MANAGERS AND STAFF	5,7	142 485	149 005	160 635	177 968	199 611	199 611	208 040	214 312	223 990



2.7 ANNUAL BUDGET AND SDBIP's – Internal Departments

SDBIP Document is tabled as a separate document.

2.8 CAPITAL EXPENDITURE DETAILS

TABLE 15-MBRR- TABLE A5 CAPEX

Vote Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26				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 2027/28	Budget Year +2 2028/29
Capital expenditure - Vote	1										
Multi-year expenditure - to be appropriated	2										
Vote 1 - Community Services		-	-	-	4,170	4,170	4,170	4,170	8,774	-	0
Vote 2 - Corporate Services		-	-	-	18,652	18,348	18,348	18,348	15,348	-	-
Vote 3 - Technical Services		-	-	-	56,923	56,533	56,533	56,533	57,890	36,329	36,329
Vote 4 - FINANCIAL SERVICES		-	-	-	130	130	130	130	174	-	0
Vote 5 - MUNICIPAL MANAGER		-	-	-	87	87	87	87	87	-	0
Vote 6 - Planning And Development		-	-	-	957	957	957	957	-	-	0
Vote 7 - Engineering Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	80,919	80,224	80,224	80,224	82,273	36,329	36,329
Single-year expenditure - to be appropriated	2										
Vote 1 - Community Services		237	17,187	15,510	-	8,981	8,981	8,981	1,174	-	0
Vote 2 - Corporate Services		232	6,398	5,007	-	304	304	304	696	-	-
Vote 3 - Technical Services		49,074	27,335	28,945	-	-	-	-	-	-	-
Vote 4 - FINANCIAL SERVICES		157	6,302	145	-	-	-	-	-	-	-
Vote 5 - MUNICIPAL MANAGER		-	192	-	-	-	-	-	-	-	-
Vote 6 - Planning And Development		328	1,659	1,870	-	-	-	-	-	-	-
Vote 7 - Engineering Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		50,028	59,074	51,478	-	9,285	9,285	9,285	1,870	-	0
Total Capital Expenditure - Vote		50,028	59,074	51,478	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Capital Expenditure - Functional											
Governance and administration		899	7,788	2,544	18,900	18,900	18,900	18,900	16,304	-	0
Executive and council		-	192	-	87	87	87	87	87	-	0
Finance and administration		899	7,597	2,544	18,813	18,813	18,813	18,813	16,217	-	0
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		17,236	35,006	20,727	18,674	24,278	24,278	24,278	7,600	-	0
Community and social services		4,726	17,017	11,532	15,935	21,729	21,729	21,729	2,165	-	0
Sport and recreation		12,510	17,988	5,217	2,739	2,549	2,549	2,549	1,348	-	0
Public safety		-	-	3,978	-	-	-	-	4,087	-	0
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		23,952	41,637	28,168	40,736	44,113	44,113	44,113	56,064	36,329	36,329
Planning and development		328	1,659	1,933	957	957	957	957	-	-	0
Road transport		23,624	39,978	26,235	39,779	43,157	43,157	43,157	56,064	36,329	36,329
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		8,146	6,939	101	2,609	2,218	2,218	2,218	4,174	-	0
Energy sources		-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-
Waste water management		-	6,243	-	-	-	-	-	-	-	-
Waste management		8,146	696	101	2,609	2,218	2,218	2,218	4,174	-	0
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	50,232	91,370	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329
Funded by:											
National Government		37,290	61,925	55,215	30,836	39,774	39,774	39,774	31,369	36,329	36,329
Provincial Government		3,475	1,659	1,884	870	870	870	870	-	-	0
District Municipality		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educ institutions)		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	40,765	63,584	57,100	31,706	40,643	40,643	40,643	31,369	36,329	36,329
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		9,468	27,635	(5,559)	49,213	48,866	48,866	48,866	52,774	-	0
Total Capital Funding	7	50,232	91,219	51,540	80,919	89,509	89,509	89,509	84,143	36,329	36,329

2.9 LEGISLATION COMPLIANCE STATUS

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

1. In year reporting
Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) has progressively improved and includes monthly published financial performance on the municipality's website.
2. Internship programme
The Municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department.
3. Budget and Treasury Office
The Budget and Treasury Office has been established in accordance with the MFMA.
4. Audit Committee
An Audit Committee has been established and is fully functional.
5. Annual Report
Annual report is compiled in terms of the MFMA and National Treasury requirements.

Policies

An amendment of the Municipal Property Rates Regulations as published in Government Notice 363 of 27 March 2009, was announced in Government Gazette 33016 on 12 March 2010. The ratios as prescribed in the Regulations have been complied with.

All amendments to the supply chain regulations have been updated in the Municipal policy.

2.10 OTHER SUPPORTING DOCUMENTS

Table 16 MBRR Table SA1 - Supporting detail to budgeted financial performance

KZN212 Umdoni - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

Description	Ref	2022/23	2023/24	2024/25	Current Year 2025/26			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 2027/28	Budget Year +2 2028/29
R thousand											
REVENUE ITEMS:											
Exchange revenue											
Service charges - Electricity											
Avalability Charges		-	-	-	-	-	-	-	-	-	-
Carrier Bags		-	-	-	-	-	-	-	-	-	-
Disposal Facilities	10	56	92	95	73	73	73	81	81	84	
Refuse Bags		-	-	-	-	-	-	-	-	-	-
Refuse Removal	10 021	10 554	11 850	14 355	15 756	15 756	15 756	16 303	17 234	18 001	
Skip	544	542	489	458	520	520	520	605	611	639	
Waste Bins		-	-	-	-	-	-	-	-	-	-
Total refuse removal revenue		10 575	11 151	12 431	14 909	16 348	16 348	16 348	16 989	17 926	18 723
Less Revenue Foregone (in excess of one removal a week to indigent households)		-	-	-	-	-	-	-	-	-	-
Less Cost of Free Basis Services (removed once a week to indigent households)		-	-	-	773	620	620	620	757	909	950
Net Service charges - Waste Management		10 575	11 151	12 431	14 136	15 728	15 728	15 728	16 232	17 016	17 773
Sales of Goods and Rendering of Services											
Academic Services		-	-	-	-	-	-	-	-	-	-
Advertisements		-	3	-	-	-	-	-	-	-	0
Amendment Fees		-	-	-	-	-	-	-	-	-	-
Application Fees for Land Usage	16	27	9	10	35	35	35	2	2	2	
Building Plan Approval	585	519	526	532	532	532	532	703	545	570	
Building Plan Clause Levy		-	-	-	-	-	-	-	-	-	-
Buyers Card		-	-	-	-	-	-	-	-	-	-
Camping Fees	164	220	211	291	150	150	150	231	299	312	
Cemetery and Burial	43	61	57	66	37	37	37	65	42	44	
Cleaning and Removal		-	-	-	-	-	-	-	-	-	-
Clearance Certificates	205	212	204	179	179	179	179	289	304	319	
Computer Services		-	-	-	-	-	-	-	-	-	-
Day Care Fees		-	-	-	-	-	-	-	-	-	-
Demolition Application Fees		-	-	-	-	-	-	-	-	-	-
Development Charges		-	-	-	-	-	-	-	-	-	-
Domestic Services		-	-	-	-	-	-	-	-	-	-
Drainage Fees		-	-	-	-	-	-	-	-	-	-
Encroachment Fees	7	2	2	2	2	2	2	2	2	2	
Entrance Fees		-	-	-	-	-	-	-	-	-	-
Escort Fees		-	-	-	-	-	-	-	-	-	-
Exempted Parking		-	-	-	-	-	-	-	-	-	-
Fire Services		-	-	-	-	-	-	-	-	-	-
Health Services		-	-	-	-	-	-	-	-	-	-
Housing (Boarding Services)	209	274	190	200	200	200	200	182	190	199	
Immunisation Fees		-	-	-	-	-	-	-	-	-	-
Laboratory Services		-	-	-	-	-	-	-	-	-	-
Legal Fees	253	179	950	525	525	525	525	600	630	662	
Library Fees	0	0	0	0	0	0	0	0	0	0	
Management Fees		-	-	-	-	-	-	-	-	-	-
Meal and Refreshment		-	-	-	-	-	-	-	-	-	-
Membership Fees		-	-	-	-	-	-	-	-	-	-
Objections and Appeals		-	-	-	-	-	-	-	-	-	-
Occupation Certificates		-	-	-	-	-	-	-	-	-	-
Parking Fees	210	136	148	186	400	400	400	461	494	516	
Photo copies, Faxes and Telephone charges	25	31	17	14	14	14	14	13	13	14	
Removal of Restrictions		-	1	2	2	2	2	32	42	44	
Sale of Carbon Credits		-	-	-	-	-	-	-	-	-	-
Sale of Goods		-	-	-	-	-	-	900	7 316	7 647	
Scrap, Waste & Other Goods		-	-	-	-	-	-	-	-	-	
Shared Services		-	-	-	-	-	-	-	-	-	
Squatter Re-allocation		-	-	-	-	-	-	-	-	-	
Stone and Gravel		-	-	-	-	-	-	-	-	-	
Streets/Street Markets (Informal Traders)		-	-	-	-	-	-	-	-	-	
Town Planning and Servitudes		-	-	-	-	-	-	-	-	-	
Traffic Control	1 560	1 199	1 137	1 304	1 287	1 287	1 287	1 385	1 401	1 463	
Transport Fees		-	-	-	-	-	-	-	-	-	
Valuation Services		-	-	-	-	-	-	-	-	-	
Water Meter Protectors		-	-	-	-	-	-	-	-	-	
Weighbridge Fees		-	-	-	-	-	-	-	-	-	
Total Sales of Goods and Rendering of Services		3 278	2 863	3 451	3 310	3 363	3 363	3 363	4 865	11 281	11 793



UMDONI MUNICIPALITY

FINAL BUDGET DOCUMENTATION FOR THE 2026/2027 BUDGET YEAR

Total National	-	-	-	-	-	-	-	-	-	-
Provincial	-	-	-	-	-	-	-	-	-	-
Eastern Cape	-	-	-	-	-	-	-	-	-	-
Free State	-	-	-	-	-	-	-	-	-	-
Gauteng	-	-	-	-	-	-	-	-	-	-
Kwazulu/Natal	2 087	2 357	2 339	2 247	2 247	2 247	2 247	2 479	2 467	2 576
Limpopo	-	-	-	-	-	-	-	-	-	-
Mpumalanga	-	-	-	-	-	-	-	-	-	-
Northern Cape	-	-	-	-	-	-	-	-	-	-
Northwest	-	-	-	-	-	-	-	-	-	-
Western Cape	-	-	-	-	-	-	-	-	-	-
Total Provincial	2 087	2 357	2 339	2 247	2 247	2 247	2 247	2 479	2 467	2 576
Total Agency Services	2 087	2 357	2 339	2 247	2 247	2 247	2 247	2 479	2 467	2 576
Interest - Deemed Interest	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables	-	-	-	-	-	-	-	-	-	-
Affiliates/Related Parties/Associated Companies	-	-	-	-	-	-	-	-	-	-
Electricity	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Housing Land Sales	-	-	-	-	-	-	-	-	-	-
Housing Selling Schemes	-	-	-	-	-	-	-	-	-	-
Merchandising, Jobbing and Contracts	-	-	-	-	-	-	-	-	-	-
Property Rental Debtors	-	-	-	-	-	-	-	-	-	-
SARS	-	-	-	-	-	-	-	-	-	-
Service Charges	-	-	-	-	-	-	-	-	-	-
Sporting and Other Bodies	-	-	-	-	-	-	-	-	-	-
Staff	-	-	-	-	-	-	-	-	-	-
Waste Management	1 511	1 877	2 056	1 837	1 900	1 900	1 900	2 008	2 294	2 396
Waste Water Management	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-
Shared Services	-	-	-	-	-	-	-	-	-	-
Total Interest earned from Receivables	1 511	1 877	2 056	1 837	1 900	1 900	1 900	2 008	2 294	2 396
Interest earned from Current and Non Current Assets	-	-	-	-	-	-	-	-	-	-
Bank Accounts	-	-	-	-	-	-	-	-	-	-
Financial Assets	-	-	-	-	-	-	-	-	-	-
Short Term Investments and Call Accounts	13 513	14 608	14 037	13 000	13 000	13 000	13 000	13 500	14 175	14 884
Total Interest earned from Current and Non Current Assets	13 513	14 608	14 037	13 000	13 000	13 000	13 000	13 500	14 175	14 884
Dividends	-	-	-	-	-	-	-	-	-	-
External Investment	-	-	-	-	-	-	-	-	-	-
Municipal Entities	-	-	-	-	-	-	-	-	-	-
Total Dividends	-	-	-	-	-	-	-	-	-	-
Rent on Land	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Prospecting, Mining, Royalties	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Total Rent on Land	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets	-	-	-	-	-	-	-	-	-	-
Market Related	-	-	-	-	-	-	-	-	-	-
Biological Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Investment Property	6 990	6 427	7 141	-	-	-	-	-	-	0
Property Plant and Equipment	-	-	-	-	-	-	-	-	-	-
Total Market Related	6 990	6 427	7 141	-	-	-	-	-	-	0
Non-market Related	-	-	-	-	-	-	-	-	-	-
Biological Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Investment Property	-	-	-	-	-	-	-	-	-	-
Property Plant and Equipment	186	401	199	7 644	7 620	7 620	7 620	8 090	8 365	8 738
Total Non-market Related	186	401	199	7 644	7 620	7 620	7 620	8 090	8 365	8 738
Total Rental from Fixed Assets	7 176	6 828	7 340	7 644	7 620	7 620	7 620	8 090	8 365	8 738
Licences or Permits	-	-	-	-	-	-	-	-	-	-
Angling/Fishing	-	-	-	-	-	-	-	-	-	-
Atmospheric Emissions	-	-	-	-	-	-	-	-	-	-
Boat	17	-	7	10	10	10	10	11	11	11
Dog	-	-	-	-	-	-	-	-	-	-
Fauna and Flora	-	-	-	-	-	-	-	-	-	-
Filming Fees	-	-	-	-	-	-	-	-	-	-
Game	-	-	-	-	-	-	-	-	-	-
Health Certificates	-	-	-	-	-	-	-	-	-	-
Hiking Trails	-	-	-	-	-	-	-	-	-	-
Hoarding (Collecting/Sorting)	-	-	-	-	-	-	-	-	-	-
Market Porters	-	-	-	-	-	-	-	-	-	-
Road and Transport	-	-	-	-	-	-	-	-	-	-
Threatened and Protected Species	-	-	-	-	-	-	-	-	-	-
Trading	-	-	-	-	-	-	-	-	-	-
Total Licences or Permits	17	-	7	10	10	10	10	11	11	11
Special Rating Levies	-	-	-	-	-	-	-	-	-	-
Agricultural Properties	-	-	-	-	-	-	-	-	-	-
Business and Commercial Properties	-	-	-	-	-	-	-	-	-	-
Industrial Properties	-	-	-	-	-	-	-	-	-	-
Mining Properties	-	-	-	-	-	-	-	-	-	-
Public Benefit Organisations	-	-	-	-	-	-	-	-	-	-
Public Service Infrastructure Properties	-	-	-	-	-	-	-	-	-	-
Public Service Purposes Properties	-	-	-	-	-	-	-	-	-	-
Residential Properties	-	-	-	-	-	-	-	-	-	-
Residential Sectional Title Garages	-	-	-	-	-	-	-	-	-	-
Sport Clubs and Fields	-	-	-	-	-	-	-	-	-	-
Vacant Land	-	-	-	-	-	-	-	-	-	-
Total Special Rating Levies	-	-	-	-	-	-	-	-	-	-



UMDONI MUNICIPALITY

FINAL BUDGET DOCUMENTATION FOR THE 2026/2027 BUDGET YEAR

Construction Contract Revenue	-	709	9 989	-	-	-	-	-	-	-
Development Charges	-	-	-	-	-	-	-	-	-	-
Operational Revenue										
Administrative Handling Fees	-	-	-	-	-	-	-	-	-	-
Arbor City Awards Competition	-	-	-	-	-	-	-	-	-	-
Bad Debts Recovered	-	-	-	-	-	-	-	-	-	-
Bonnie Ke Boiho Cleaning and Greening Award	-	-	-	-	-	-	-	-	-	-
Breakages and Losses Recovered	0	0	0	0	0	0	0	0	0	0
Bursary Repayment	-	-	-	-	-	-	-	-	-	-
Collection Charges	-	-	-	-	-	-	-	-	-	-
Commission	214	206	187	206	206	206	206	156	160	168
Discounts and Early Settlements	-	-	-	-	-	-	-	-	-	-
Incidental Cash Surpluses	-	-	-	-	-	-	-	-	-	-
Inspection Fees	-	-	-	-	-	-	-	-	-	0
Insurance Refund	868	-	-	-	2 051	2 051	2 051	-	-	0
Merchandising, Jobbing and Contracts	-	-	-	-	-	-	-	-	-	-
Recovery Maintenance	-	-	-	-	-	-	-	-	-	-
Registration Fees	-	-	-	-	-	-	-	-	-	-
Request for Information	19	22	12	10	10	10	10	12	11	12
Sale of Property	-	-	-	-	-	-	-	-	-	-
Skills Development Levy Refund	251	306	284	285	285	285	285	299	312	326
Staff and Councillors Recoveries	-	-	-	-	-	-	-	-	-	-
Total Operational Revenue	1 352	533	484	501	2 552	2 552	2 552	467	483	506
Non-Exchange revenue										
Property Rates										
Agricultural Properties	4 374	6 761	6 993	7 323	7 314	7 314	7 314	7 610	8 065	8 468
Business and Commercial Properties	17 384	12 333	17 339	21 297	21 483	21 483	21 483	22 663	23 685	24 870
Industrial Properties	3 681	3 671	4 510	4 833	4 833	4 833	4 833	5 077	5 329	5 595
Mining Properties	-	-	-	-	-	-	-	-	-	-
Public Benefit Organisations	11 718	14 608	15 147	700	700	700	700	736	772	811
Public Service Infrastructure Properties	4 127	3 205	2 908	-	-	-	-	-	-	0
Public Service Purposes Properties	-	-	-	14 243	14 267	14 267	14 267	14 980	15 729	16 515
Residential Properties	77 653	84 024	89 490	97 565	97 641	97 641	97 641	101 290	107 902	113 297
Residential Sectional Title Garages	-	-	-	-	-	-	-	-	-	-
Sport Clubs and Fields	-	-	-	-	-	-	-	-	-	-
Vacant Land	9 649	11 260	11 378	12 556	13 864	13 864	13 864	14 666	15 824	16 616
Total Property Rates	128 586	135 862	147 766	158 518	160 103	160 103	160 103	167 022	177 307	186 172
<i>Less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRSA)</i>	<i>17 608</i>	<i>15 327</i>	<i>18 132</i>	<i>20 715</i>	<i>20 621</i>	<i>20 621</i>	<i>20 621</i>	<i>21 614</i>	<i>22 588</i>	<i>23 717</i>
Net Property Rates	110 978	120 535	129 634	137 803	139 482	139 482	139 482	145 409	154 719	162 455
Surcharges and Taxes										
Surcharges	-	-	-	-	-	-	-	-	-	-
Taxes	-	-	-	-	-	-	-	-	-	-
Total Surcharges and Taxes	-	-	-	-	-	-	-	-	-	-
Fines, Penalties and Forfeits										
Fines	1 302	1 198	1 330	1 603	1 258	1 258	1 258	1 272	1 230	1 284
Forfeits	-	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-	-
Total Fines, Penalties and Forfeits	1 302	1 198	1 330	1 603	1 258	1 258	1 258	1 272	1 230	1 284
Licences or Permits										
Angling/Fishing	-	-	-	-	-	-	-	-	-	-
Atmospheric Emission	-	-	-	-	-	-	-	-	-	-
Boat	-	-	-	-	-	-	-	-	-	-
Dog	-	-	-	-	-	-	-	-	-	-
Fauna and Flora	-	-	-	-	-	-	-	-	-	-
Filming Fees	-	-	-	-	-	-	-	-	-	-
Game	-	-	-	-	-	-	-	-	-	-
Health Certificates	-	-	-	-	-	-	-	-	-	-
Hiking Trails	-	-	-	-	-	-	-	-	-	-
Hoarding (Collecting/Storing)	-	-	-	-	-	-	-	-	-	-
Market Porters	-	-	-	-	-	-	-	-	-	-
Road and Transport	6 821	2 938	3 087	3 252	3 540	3 540	3 540	3 879	3 886	4 059
Threatened and Protected Species	-	-	-	-	-	-	-	-	-	-
Trading	25	15	17	20	25	25	25	69	27	29
Total Licences or Permits	6 846	2 953	3 104	3 272	3 565	3 565	3 565	3 948	3 914	4 088
Transfer and subsidies - Operational										
Allocations In-kind										
Departmental Agencies and Accounts	-	-	-	-	-	-	-	-	-	-
District Municipalities	-	-	-	-	-	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-	-
National Government	-	-	-	-	-	-	-	-	-	-
Non-Profit Institutions	-	-	-	-	-	-	-	-	-	-
Parent Municipality	-	-	-	-	-	-	-	-	-	-
Private Enterprises	-	-	-	-	-	-	-	-	-	-
Provincial Government	-	3 670	85	-	-	-	-	-	-	-
Public Corporations	-	-	-	-	-	-	-	-	-	-
Total Allocations In-kind	-	3 670	85	-	-	-	-	-	-	-

Inventory Consumed										
Agricultural	-	-	-	-	-	-	-	-	-	-
Consumables	1 600	1 480	1 375	1 659	1 741	1 741	1 741	1 546	1 616	1 688
Finished Goods	-	-	-	-	-	-	-	-	-	-
Housing Stock	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Materials and Supplies	3 104	5 577	4 770	5 841	6 091	6 091	6 091	4 572	4 780	4 993
Water	-	-	-	-	-	-	-	-	-	-
Sub-total	4 712	7 056	6 145	7 500	7 832	7 832	7 832	6 118	6 396	6 681
Less: Capitalisation of inventory consumed	-	-	-	-	-	-	-	-	-	-
Total Inventory Consumed	4 712	7 056	6 145	7 500	7 832	7 832	7 832	6 118	6 396	6 681
Debt Impairment										
Trade and Other Receivables from Exchange Transactions										
Electricity	-	-	-	-	-	-	-	-	-	-
Shared Services	-	-	-	-	-	-	-	-	-	-
Waste Management	1 242	34 275	(226)	197	197	197	197	206	215	224
Waste Water Management	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-
Non Specific Accounts	-	-	-	-	-	-	-	-	-	-
Total Trade and Other Receivables from Exchange Transactions	1 242	34 275	(226)	197	197	197	197	206	215	224
Other Receivables from Non-exchange Revenue										
Property Rates										
Property Rates General	-	-	-	-	-	-	-	-	-	-
Agricultural Properties	-	-	-	-	-	-	-	-	-	-
Business and Commercial Properties	-	-	-	-	-	-	-	-	-	-
Industrial Properties	-	-	-	-	-	-	-	-	-	-
Mining Properties	-	-	-	-	-	-	-	-	-	-
Public Benefit Organisations	-	-	-	-	-	-	-	-	-	-
Public Service Infrastructure Properties	-	-	-	-	-	-	-	-	-	-
Public Service Purposes Properties	-	-	-	-	-	-	-	-	-	-
Residential Properties	-	-	-	-	-	-	-	5 146	5 380	5 619
Residential Sectional Title Garages	-	-	-	-	-	-	-	-	-	-
Sport Clubs and Fields	-	-	-	-	-	-	-	-	-	-
Vacant Land	-	-	-	-	-	-	-	-	-	-
Total Property Rates	-	-	-	-	-	-	-	5 146	5 380	5 619
Service Charges										
Service Charges General	-	-	-	-	-	-	-	-	-	-
Electricity	-	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-	-
Waste Water Management	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-
Total Service Charges	-	-	-	-	-	-	-	-	-	-
Non Specific Accounts	-	-	-	2 157	2 157	2 157	2 157	2 253	2 355	2 460
Total Other Receivables from Non-exchange Revenue	-	-	-	2 157	2 157	2 157	2 157	7 398	7 735	8 079
Total Debt Impairment	1 242	34 275	(226)	2 353	2 353	2 353	2 353	7 604	7 950	8 304
Depreciation, Amortisation and Impairment										
Amortisation										
Intangible Assets	51	34	34	46	46	46	46	48	50	52
Total Amortisation	51	34	34	46	46	46	46	48	50	52
Depreciation										
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Community Assets	10 561	13 528	6 442	13 054	13 054	13 054	13 054	13 635	14 255	14 889
Computer Equipment	961	864	1 029	1 360	1 360	1 360	1 360	1 420	1 485	1 551
Electrical Infrastructure	10	4	4	9	9	9	9	10	10	11
Furniture and Office Equipment	342	265	393	334	334	334	334	349	365	381
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Investment Property	393	394	393	357	357	357	357	373	390	407
Land	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	1 536	1 042	1 160	1 403	1 403	1 403	1 403	1 466	1 532	1 600
Other Assets	1 200	1 602	1 660	4 043	4 043	4 043	4 043	4 223	4 415	4 612
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Roads Infrastructure	14 402	14 929	15 222	14 051	15 251	15 251	15 251	15 929	16 654	17 395
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	644	2 182	782	562	562	562	562	587	613	640
Storm water Infrastructure	2 870	4 733	4 648	3 701	3 701	3 701	3 701	3 866	4 041	4 221
Transport Assets	1 800	1 908	2 607	2 975	2 975	2 975	2 975	3 107	3 249	3 393
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Zoo, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Depreciation	34 728	41 451	34 338	41 848	43 048	43 048	43 048	44 964	47 010	49 102

Capital Impairment Losses and Reversals										
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Construction Work-in-progress	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Investment Property	-	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-	-
Contributions to Provisions for landfill sites	-	-	-	-	-	-	-	-	-	-
Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	1	-	-	25	25	25	25	26	27	29
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	1	-	-	9	9	9	9	9	10	10
Housing	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	881	881	881	881	920	962	1 005
Other Assets	-	-	-	-	-	-	-	-	-	-
Rails Infrastructure	-	-	-	-	-	-	-	-	-	-
Roads Infrastructure	2 290	-	417	72	72	72	72	75	79	82
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	2 363	-	7 247	36	36	36	36	37	39	41
Transport Assets	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Zoo, Marine and Non-biological Assets	-	-	-	-	-	-	-	-	-	-
Total Property, Plant and Equipment	4 656	-	7 664	1 023	1 023	1 023	1 023	1 068	1 117	1 167
Total Capital Impairment Losses and Reversals	4 656	-	7 664	1 023	1 023	1 023	1 023	1 068	1 117	1 167
Total Depreciation, Amortisation and Impairment	39 435	41 485	42 036	42 917	44 117	44 117	44 117	46 080	48 177	50 921
Interest, Dividends and Rent on Land										
Dividends Paid	-	-	-	-	-	-	-	-	-	-
Interest Paid	19	927	1 178	2 367	2 367	2 367	2 367	2 203	2 303	2 405
Rent on Land	-	-	-	-	-	-	-	-	-	-
Total Interest, Dividends and Rent on Land	19	927	1 178	2 367	2 367	2 367	2 367	2 203	2 303	2 405
Contracted Services										
Consultants and Professional Services	8 679	10 080	5 688	12 537	14 624	14 624	14 624	10 738	11 435	11 944
Contractors	75 726	56 328	55 114	46 955	42 923	42 923	42 923	45 980	47 338	49 443
Outsourced Services	36 757	41 132	46 740	61 474	54 570	54 570	54 570	49 138	51 269	53 550
Total Contracted Services	121 162	107 540	107 543	120 965	112 116	112 116	112 116	105 855	110 042	114 937
Transfers and Subsidies										
Capital										
Allocations In-kind	-	-	-	-	-	-	-	-	-	-
Monetary Allocations	-	-	-	-	-	-	-	-	-	-
Total Capital	-	-	-	-	-	-	-	-	-	-
Operational										
Allocations In-kind	-	-	-	-	-	-	-	-	-	-
Monetary Allocations	650	3 021	3 309	4 789	6 466	6 466	6 466	4 010	4 527	4 728
Total Operational	650	3 021	3 309	4 789	6 466	6 466	6 466	4 010	4 527	4 728
Total Transfers and Subsidies	650	3 021	3 309	4 789	6 466	6 466	6 466	4 010	4 527	4 728
Irrecoverable Debts Written Off										
Bad debt written off										
Exchange	-	-	-	-	-	-	-	-	-	-
Electricity	-	-	-	-	-	-	-	-	-	-
Non Specific Accounts	-	-	5 076	-	-	-	-	-	-	0
Waste Management	-	-	37	-	-	-	-	-	-	0
Waste Water Management	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-	-
Total Exchange	-	-	5 112	-	-	-	-	-	-	0



UMDONI MUNICIPALITY

FINAL BUDGET DOCUMENTATION FOR THE 2026/2027 BUDGET YEAR

Non-exchange	-	-	-	-	-	-	-	-	-	-
Non Specific Accounts	-	-	-	-	-	-	-	-	-	-
Property Rates	-	-	21 307	-	-	-	-	-	-	0
Service Charges	-	-	-	-	-	-	-	-	-	-
Total Non-exchange	-	-	21 307	-	-	-	-	-	-	0
Total Irrecoverable Debts Written Off	-	-	26 419	-	-	-	-	-	-	0
Operational Cost and Other Cost	-	-	26 419	-	-	-	-	-	-	0
Operational Cost	-	-	-	-	-	-	-	-	-	-
Achievements and Awards	-	-	-	-	-	-	-	-	-	-
Advertising, Publicity and Marketing	915	554	937	1 221	951	951	951	1 009	1 054	1 101
Assets less than the Capitalisation Threshold	26	-	222	70	-	-	-	-	-	0
Atmospheric Emission Licence	-	-	-	-	-	-	-	-	-	-
Bank Charges, Facility and Card Fees	285	415	295	364	364	364	364	380	397	415
Bargaining Council	-	-	-	-	-	-	-	-	-	-
Bond Issue Amortisation Costs	-	-	-	-	-	-	-	-	-	-
Brokers Fees	-	-	-	-	-	-	-	-	-	-
Bursaries (Employees)	34	-	-	450	340	340	340	500	345	360
Cash Discount	-	-	-	-	-	-	-	-	-	-
Cleaning Services	-	-	-	-	-	-	-	-	-	-
Commission	163	159	153	198	198	198	198	200	209	218
Communication	2 549	1 591	1 673	2 497	1 891	1 891	1 891	1 946	2 034	2 125
Contribution to Provisions	-	-	-	-	-	-	-	-	-	-
Copy Right Fees	-	-	-	-	-	-	-	-	-	-
Cost relating to the Sale of Houses	-	-	-	-	-	-	-	-	-	-
Courier and Delivery Services	-	-	-	-	-	-	-	-	-	-
Deeds	-	-	-	-	-	-	-	-	-	-
Drivers Licences and Permits	1 036	485	494	880	500	500	500	480	502	524
Dumping Fees (District Council)	-	-	-	-	-	-	-	-	-	-
Electricity Compliance Certificate	-	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Entrance Fees	-	-	-	-	-	-	-	-	-	-
Environmental Levy	-	-	-	-	-	-	-	-	-	-
Eskom Connection Fees	-	-	-	-	-	-	-	-	-	-
External Audit Fees	2 643	2 524	4 496	2 800	4 300	4 300	4 300	4 400	4 600	4 805
External Computer Service	3 446	4 596	7 377	8 263	6 286	6 286	6 286	3 378	3 532	3 689
Fines and Penalties	-	-	-	-	-	-	-	-	-	-
Firearm Handling Fees	-	37	26	36	36	36	36	66	69	72
Freight Services	-	-	-	-	-	-	-	-	-	-
Full Time Union Representative	-	-	-	-	-	-	-	-	-	-
Hire Charges	1 441	2 631	1 657	1 698	2 555	2 555	2 555	1 515	1 584	1 654
Honoraria (Voluntarily Workers)	-	-	-	-	-	-	-	-	-	-
Indigent Relief	1 012	1 155	592	1 614	1 614	1 614	1 614	1 686	1 763	1 841
Insurance Underwriting	2 715	2 901	3 703	3 486	3 906	3 906	3 906	4 000	4 182	4 368
Capitalisation of Wet Fuel Costs (Credit Account)	-	-	-	-	-	-	-	-	-	-
Land Alienation Costs	-	-	-	-	-	-	-	-	-	-
Learnerships and Internships	-	-	-	-	-	-	-	-	-	-
Levies Paid - Water Resource Management Charges	-	-	-	-	-	-	-	-	-	-
Licences	767	550	551	855	855	855	855	600	627	655
Management Fee	3 912	1 941	1 974	2 000	2 072	2 072	2 072	2 073	2 167	2 264
Municipal Services	12 385	12 956	11 208	15 999	23 299	23 299	23 299	16 350	17 094	17 855
Office Decorations	-	-	-	-	-	-	-	-	-	-
Parking Fees	-	-	-	-	-	-	-	-	-	-
Permits	-	-	-	-	-	-	-	-	-	-
Personnel Agency Fees (Personnel Recruitment Costs)	-	-	-	-	-	-	-	-	-	-
Printing, Publications and Books	1 709	1 645	3 498	120	283	283	283	251	262	274
Professional Bodies, Membership and Subscription	-	-	-	-	-	-	-	-	-	-
Registration Fees	599	549	511	1 095	1 135	1 135	1 135	1 231	1 287	1 344
Remuneration to Section 79 Committee Members	-	-	-	-	-	-	-	-	-	-
Repayment of Forfeited Deposits	-	-	-	-	-	-	-	-	-	-
Resettlement Cost	-	-	-	-	-	-	-	-	-	-
Rewards Incentives	-	-	-	-	-	-	-	-	-	-
Road Worthy Test	-	-	-	-	-	-	-	-	-	-
Samples and Specimens	-	-	-	-	-	-	-	-	-	-
Search Fees	-	-	-	-	-	-	-	-	-	-
Sealing Allowance for Traditional Leaders	-	-	15	72	50	50	50	72	75	79
Servitudes and Land Surveys	-	-	-	-	-	-	-	-	-	-
Signage	234	319	241	759	614	614	614	474	496	518
Skills Development Fund Levy	1 242	1 310	1 504	1 625	1 625	1 625	1 625	1 338	1 530	1 598
Small Differences Tolerances	-	-	-	-	-	-	-	-	-	-
Storage of Assets and Goods	-	-	-	-	-	-	-	-	-	-
Storage of Files (Archiving)	63	161	151	180	180	180	180	170	178	186
Supplier Development Programme	-	-	-	-	-	-	-	-	-	-
System Access and Information Fees	-	-	-	-	-	-	-	-	-	-
Taking over Contractual Obligations	-	-	-	-	-	-	-	-	-	-
Toll Gate Fees	-	-	-	-	-	-	-	-	-	-
Transport Provided as Part of Departmental Activities	-	-	-	-	-	-	-	-	-	-
Travel Agency and Visas	-	-	-	-	-	-	-	-	-	-
Travel and Subsistence	749	821	1 091	1 578	1 690	1 690	1 690	1 476	1 543	1 612
Uniform and Protective Clothing	2 210	3 673	3 690	4 150	3 943	3 943	3 943	2 830	3 137	3 276
Vehicle Tracking	10	47	120	252	282	282	282	280	293	306
Ward Committees	2 212	2 108	2 105	2 226	1 926	1 926	1 926	2 000	2 091	2 184
Warranties and Guarantees	-	-	-	-	-	-	-	-	-	-
Wet Fuel	8 424	8 403	6 896	7 000	8 150	8 150	8 150	7 000	7 319	7 644
Witness Fees	1 414	1 293	1 097	1 500	1 405	1 405	1 405	1 600	1 673	1 747
Workmens Compensation Fund	-	-	-	-	-	-	-	-	-	-
Total Operational Cost	52 195	52 823	56 275	62 987	70 450	70 450	70 450	57 305	60 043	62 715
Operating Leases	-	-	-	-	-	-	-	-	-	-
Biological Assets	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Investment Properties	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	1 650	2 434	222	3 650	3 450	3 450	3 450	3 400	3 555	3 713
Other Assets	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Zoo, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Operational Leases	1 650	2 434	222	3 650	3 450	3 450	3 450	3 400	3 555	3 713
Discontinued Operations	-	-	-	-	-	-	-	-	-	-
Statutory Payments other than Income Taxes	-	-	-	-	-	-	-	-	-	-
Total Operational Cost and Other Cost	53 845	55 257	56 497	66 637	73 900	73 900	73 900	60 705	63 598	66 428

Biological Assets	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-
Interest rate Swaps	-	-	-	-	-	-	-	-	-
Investment Property	-	6 474	8 512	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Living resources	-	-	-	-	-	-	-	-	-
Total Fair Value Adjustment	-	6 474	8 512	-	-	-	-	-	-
Foreign Exchange	-	-	-	-	-	-	-	-	-
Discontinued Operations and Disposals of Non-current Assets	-	-	-	-	-	-	-	-	-
Contributions to Provisions for landfill sites	-	-	-	-	-	-	-	-	-
Total Other Losses	-	6 474	8 512	-	-	-	-	-	-
Total Expenditure	378 764	423 064	430 510	444 016	466 303	466 303	466 303	459 327	476 459
Surplus/(Deficit)	(33 945)	(42 308)	(19 156)	(45 426)	(59 746)	(59 746)	(59 746)	(50 516)	(48 924)
Transfers and subsidies - capital (monetary allocations)									
Departmental Agencies and Accounts	-	-	-	-	-	-	-	-	-
District Municipalities	-	-	-	-	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
National Government	42 709	36 971	36 852	35 462	45 740	45 740	45 740	35 874	39 561
Non-Profit Institutions	-	-	-	-	-	-	-	-	-
Parent Municipality	-	-	-	-	-	-	-	-	-
Private Enterprises	-	-	-	-	-	-	-	-	-
Provincial Governments	-	-	-	1 000	1 000	1 000	1 000	-	0
Public Corporations	-	-	-	-	-	-	-	-	-
Total Transfers and subsidies - capital (monetary allocations)	42 709	36 971	36 852	36 462	46 740	46 740	46 740	35 874	40 832
Transfers and subsidies - capital (in-kind)									
Departmental Agencies and Accounts	-	-	-	-	-	-	-	-	-
District Municipalities	-	-	-	-	-	-	-	-	-
Foreign Government and International Organisations	-	-	-	-	-	-	-	-	-
Higher Educational Institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Local Municipalities	-	-	-	-	-	-	-	-	-
National Government	-	-	-	-	-	-	-	-	-
Non Profit Institutions	-	-	-	-	-	-	-	-	-
Parent Municipality	-	-	-	-	-	-	-	-	-
Private Enterprises	-	-	-	-	-	-	-	-	-
Provincial Governments	-	-	-	-	-	-	-	-	-
Public Corporations	-	-	-	-	-	-	-	-	-
Total Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers and contributions	8 764	(5 337)	17 696	(8 964)	(13 006)	(13 006)	(13 006)	(14 642)	(8 092)
Income Tax									
Continuing Operations	-	-	-	-	-	-	-	-	-
Discontinued Operations	-	-	-	-	-	-	-	-	-
Total Income Tax	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax	8 764	(5 337)	17 696	(8 964)	(13 006)	(13 006)	(13 006)	(14 642)	(8 092)
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	8 764	(5 337)	17 696	(8 964)	(13 006)	(13 006)	(13 006)	(14 642)	(8 092)
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-
Intercompany/Parent-subsidiary Transactions	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	8 764	(5 337)	17 696	(8 964)	(13 006)	(13 006)	(13 006)	(14 642)	(8 092)
Repairs and Maintenance by Expenditure Item									
Employee related costs	-	-	-	-	-	-	-	-	-
Inventory Consumed (Project Maintenance)	816	2 558	2 285	3 248	3 248	3 248	3 248	2 108	2 204
Contracted Services	70 820	49 582	48 915	41 141	35 391	35 391	35 391	38 688	40 132
Operational Costs	26	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	71 662	52 140	51 200	44 389	38 639	38 639	38 639	40 796	44 218



2.11 MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, Mr. D.D Naidoo Acting Municipal Manager of Umdoni Municipality , hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, No.56 of 2003 and, to the extent as indicated in the budget documents, the regulations made under this Act, and that the annual budget and supporting documentation are consistent with the Integrated Development Plan of the Municipality.

PRINT NAME: Mr. D.D Naidoo

ACTING MUNICIPAL MANAGER OF: UMDONI MUNICIPALITY

SIGNATURE:

DATE: 31 MAY 2026