Second Adjustments Budget
14 January 2025

Table of Contents

Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

PART 1 – ADJUSTMENTS BUDGET REPORT

Section 1 – Mayor's Report

1.1 2nd Municipal Roll-over Adjustment Budget

The 2025/2026 MTREF was approved by Council on 30 May 2025 in accordance with Section 24(1) of the Local Government: Municipal Finance Management Act, 2003(Act 56 of 2003).

In terms of section 28 of the MFMA a municipality may revise an approved annual budget through an adjustments budget. Only the Mayor may table an adjustments budget in the municipal council, and it may only be tabled within prescribed limitations as to timing or frequency.

Section 28 (2) of the MFMA stipulates as follows:

An adjustments budget-

(b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for

(e) may authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council

Section 23 (3) *If a national or provincial adjustments budget allocates or transfers additional revenues to a municipality, the mayor or the municipality must, at the next available council meeting, but within 60 days of the approval of the relevant national or provincial adjustments budget table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues.*

The Adjustments Budget does not shift the priorities and overall direction of the current budget; it merely allows us scope to accelerate or decelerate certain programs.

1.1 **<u>Reasons for the adjustments budget</u>**

The reasons for the recommendation to adopt an Adjustments Budget result from roll-overs of Grant funding at year end.:

Further adjustment details are listed below:

1.1.1 <u>Multi-year funds shifting in relation to the capital program</u>

No multi-year funds will be shift in the capital program.

1.1.2 <u>Allocations and grant adjustments</u>

Grant funding increased by R 4 812 070.00 as n result of approved roll-overs, roll-overs that were not approved and have to be repaid from various sources. The grants are appropriated in the 2025/2026 Adjustment budget as follows:

Operating grant roll-overs and additional funding

Approved operating grant roll-overs, additional funding and repayments amounting to R 4 812 070.00 this is made up of:

- Informal Settlements Upgrading Partnership Grant - amounted R 4 708 353 has been approved for the Kurland project.
- Municipal Service Delivery and Capacity Building Grant – a roll-over of R 148 471.00 has been granted towards the communal ablution facility project.

- Community Development Workers Operational Support Grant – a roll-over of R 9 920.00 has been granted.
- Western Cape Financial Management Capability Grant (Bursary) – a roll-over of R 200 000.00 has been denied and needs to be repaid. The Municipality is appealing the matter and due to this, the item has not been included until an outcome is received.
- Municipal Infrastructure Grant – an amount of R 5 092.00 needs to be repaid. The reason for the re-payment is a contracted that was not VAT registered and the Grant is VAT inclusive.

Capex grant roll-over

No Capital grant funding was rolled over

<u>1.1.3 Appropriate/Decrease additional revenues that have become available.</u>

No Appropriation or decrease of additional revenue

<u>1.1.4 Correction of errors in the annual budget</u>

No Correction of errors in the annual budget were done.

<u>1.2 Recommendation to council regarding the Adjustments Budget</u>

Taking into consideration the reasons listed in paragraph 1.1, it is recommended that Council approves the adjustments budget.

<u>1.3 Recommendation to council regarding the SDBIP</u>

That the Departmental SDBIP be reviewed within directorates where applicable.

RECOMMENDATION:

a. That the second annual adjustments budget of Bitou Municipality for the financial year 2025/2026, be approved:

   i. Table B1: Adjustment Budgeted summary
   ii. Table B2: Adjustments Budget Financial Performance (expenditure by standard classification)
   iii. Table B3: Adjustments Budget Financial Performance (expenditure by municipal vote)
   iv. Table B4: Adjustments Budget Financial Performance (revenue by source)
   v. Table B5: Adjustments Budget Capital Expenditure for both multi-year and single year by vote, standard classification and funding
   vi. Table B6: Budgeted Financial Position
   vii. Table B7: Budgeted Cash Flow
   viii. Table B8: Cash backed reserves/Accumulated surplus reconciliation
   ix. Table B9: Asset Management
   x. Table B10: Basic service delivery measurement

xi. Supporting Tables SB1 – SB 20

b. That the Departmental SDBIP be reviewed within directorates where applicable.

c. That the adjustments budget be submitted to the authorities and in the format as required by law.

SECTION 2 - EXECUTIVE SUMMARY

Introduction

In terms of Section 28 of the MFMA a municipality may revise an approved annual budget through an adjustments budget.

<u>Adjustment highlights</u>

<u>2025/2026 Operational Budget</u>

The following adjustments were affected:

<u>Revenue by Source</u>

The following table reflects the approved 2025/2026 MTREF, the proposed adjustments budget and the adjustments budget movements

WC047 Bitou - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue												
Exchange Revenue												
Service charges - Electricity	2	291 114	291 114	–	–	–	–	–	–	291 114	302 005	315 893
Service charges - Water	2	101 466	101 466	–	–	–	–	–	–	101 466	106 931	112 674
Service charges - Waste Water Management	2	80 729	80 729	–	–	–	–	–	–	80 729	85 108	89 651
Service charges - Waste Management	2	52 852	52 852	–	–	–	–	–	–	52 852	55 710	58 717
Sale of Goods and Rendering of Services		8 000	8 000	–	–	–	–	–	–	8 000	8 255	8 673
Agency services		2 663	2 663	–	–	–	–	–	–	2 663	2 726	2 786
Interest earned from Receivables		13 965	13 965	–	–	–	–	–	–	13 965	13 205	12 490
Interest earned from Current and Non Current Assets		12 573	12 573	–	–	–	–	–	–	12 573	12 698	13 333
Rental from Fixed Assets		1 569	1 569	–	–	–	–	–	–	1 569	1 663	1 760
Licence and permits		665	665	–	–	–	–	–	–	665	704	736
Operational Revenue		6 728	6 728	–	–	–	–	–	–	6 728	5 572	6 378
Non-Exchange Revenue												
Property rates		214 575	214 575	–	–	–	–	–	–	214 575	225 940	237 689
Surcharges and Taxes		1 547	1 547	–	–	–	–	–	–	1 547	1 861	2 213
Fines, penalties and forfeits		55 024	55 024	–	–	–	–	–	–	55 024	57 971	61 116
Licences or permits		819	819	–	–	–	–	–	–	819	846	854
Transfer and subsidies - Operational		211 047	211 047	–	–	–	–	4 812	4 812	215 859	205 089	209 108
Interest		2 433	2 433	–	–	–	–	–	–	2 433	2 189	1 970
Operational Revenue		14 788	14 788	–	–	–	–	–	–	14 788	15 555	16 381
Total Revenue (excluding capital transfers and		**1 072 557**	**1 072 557**	**–**	**–**	**–**	**–**	**4 812**	**4 812**	**1 077 369**	**1 104 029**	**1 152 420**

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The total operating revenue amounts to R1.077 billion for the 2025/26 adjustment budget which represents an increase of R4.8 million from the prior adjusted budget of R1.073 billion. The R4.8 million stems from the following line items

<u>Non-Exchange Revenue</u>

Transfers and Subsidies (Operating)

Transfers and subsidies reflects a net increase of R4.8 million, this is due to the roll overs as indicated in the introduction.

Expenditure by Type

The following tables reflects the approved 2025/2026 MTREF, the proposed adjustments budget and the increase/(decrease):

WC047 Bitou - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		393 991	393 991	–	–	–	–	148	148	394 139	405 870	425 517
Remuneration of councillors		7 676	7 676	–	–	–	–	–	–	7 676	8 037	8 415
Bulk purchases - electricity		250 425	250 425	–	–	–	–	–	–	250 425	263 847	280 180
Inventory consumed		21 128	21 128	–	–	–	–	4	4	21 132	21 290	19 441
Debt impairment		24 450	24 450	–	–	–	–	–	–	24 450	24 319	32 166
Depreciation and amortisation		42 281	42 281	–	–	–	–	–	–	42 281	43 749	45 293
Interest		16 046	16 046	–	–	–	–	–	–	16 046	21 171	27 178
Contracted services		135 492	135 472	–	–	–	–	4 660	4 660	140 131	117 840	111 673
Transfers and subsidies		14 068	12 468	–	–	–	–	–	–	12 468	14 202	10 997
Irrecoverable debts written off		61 650	61 650	–	–	–	–	–	–	61 650	61 550	59 880
Operational costs		105 104	106 724	–	–	–	–	–	–	106 724	108 365	108 846
Total Expenditure		**1 072 310**	**1 072 310**	–	–	–	–	**4 812**	**4 812**	**1 077 122**	**1 090 240**	**1 129 585**
Surplus/(Deficit)		**247**	**247**	–	–	–	–	–	–	**247**	**13 789**	**22 835**
Transfers and subsidies - capital (monetary allocations)		70 466	70 466	–	–	–	–	–	–	70 466	64 401	78 633
Surplus/(Deficit) after capital transfers & contributions		**70 713**	**70 713**	–	–	–	–	–	–	**70 713**	**78 190**	**101 468**
Surplus/(Deficit) after income tax		70 713	70 713	–	–	–	–	–	–	70 713	78 190	101 468
Surplus/(Deficit) attributable to municipality		70 713	70 713	–	–	–	–	–	–	70 713	78 190	101 468
Surplus/ (Deficit) for the year		**70 713**	**70 713**	–	–	–	–	–	–	**70 713**	**78 190**	**101 468**

The total adjusted operating expenditure is R1.077 billion, which represents an increase of R4.8 million from the previous adjustment of R1.072 billion. This increase are attributed to the following line items

Employee related costs

The employee related expenditure has been adjusted up by R148 000 to accommodate the roll-over of the Municipal Service Delivery and Capacity Building Grant, where the funding will appoint EPWPs to fix ablution facilities.

Inventory consumed

The inventory consumed expenditure budget has been adjusted up by R4 000.00 accommodate the roll-over of the Community Development Workers Grant, where the funding will utilised to buy stationary as per the project scope

Contracted services

Contracted services are increased due to the roll-over of the Informal Settlements Upgrading Partnership Grant that is utilised for Civil work in the Kurland area as per the application and original allocations, the remaining difference is attributable to the Community Development Workers Grant where Catering has been approved for the Regional Workshop

Conclusion

The **Revenue Adjustment Budget (excluding capital transfers)** increased by R4.8 million,

from R1.073 billion to R1.077 billion.

The **Expenditure Adjustment Budget** increased with R4.8 million from R1.072 billion to R1.077 billion.

The **overall operating budgeted surplus** remains unchanged.

No changes to **Capital Budget**

Adjustment budget tables

Adjustment Budget Summary

WC047 Bitou - Table B1 Consolidated Adjustments Budget Summary - 12/12/2025											
Description	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	214 575	214 575	–	–	–	–	–	–	214 575	225 940	237 689
Service charges	526 161	526 161	–	–	–	–	–	–	526 161	549 754	576 934
Investment revenue	12 573	12 573	–	–	–	–	–	–	12 573	12 698	13 333
Transfers recognised - operational	211 047	211 047	–	–	–	–	4 812	4 812	215 859	205 089	209 108
Other own revenue	108 201	108 201	–	–	–	–	–	–	108 201	110 548	115 356
Total Revenue (excluding capital transfers and	**1 072 557**	**1 072 557**	**–**	**–**	**–**	**–**	**4 812**	**4 812**	**1 077 369**	**1 104 029**	**1 152 420**
Employee costs	393 991	393 991	–	–	–	–	148	148	394 139	405 870	425 517
Remuneration of councillors	7 676	7 676	–	–	–	–	–	–	7 676	8 037	8 415
Depreciation & asset impairment	66 731	66 731	–	–	–	–	–	–	66 731	68 069	77 459
Interest	16 046	16 046	–	–	–	–	–	–	16 046	21 171	27 178
Inventory consumed and bulk purchases	271 553	271 553	–	–	–	–	4	4	271 557	285 137	299 620
Transfers and subsidies	14 068	12 468	–	–	–	–	–	–	12 468	14 202	10 997
Other expenditure	302 246	303 846	–	–	–	–	4 660	4 660	308 505	287 754	280 400
Total Expenditure	**1 072 310**	**1 072 310**	**–**	**–**	**–**	**–**	**4 812**	**4 812**	**1 077 122**	**1 090 240**	**1 129 585**
Surplus/(Deficit)	247	247	–	–	–	–	–	–	247	13 789	22 835
Transfers and subsidies - capital (monetary allocations)	70 466	70 466	–	–	–	–	–	–	70 466	64 401	78 633
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers &	**70 713**	**70 713**	**–**	**–**	**–**	**–**	**–**	**–**	**70 713**	**78 190**	**101 468**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**70 713**	**70 713**	**–**	**–**	**–**	**–**	**–**	**–**	**70 713**	**78 190**	**101 468**
Capital expenditure & funds sources											
Capital expenditure	181 908	190 392	–	–	–	–	–	–	190 392	180 363	183 490
Transfers recognised - capital	66 588	66 588	–	–	–	–	–	–	66 588	59 863	104 262
Borrowing	86 921	91 309	–	–	–	–	–	–	91 309	72 008	39 100
Internally generated funds	28 400	32 495	–	–	–	–	–	–	32 495	48 492	40 128
Total sources of capital funds	**181 908**	**190 392**	**–**	**–**	**–**	**–**	**–**	**–**	**190 392**	**180 363**	**183 490**
Financial position											
Total current assets	561 364	552 896	–	–	–	–	(9)	(9)	552 887	577 632	556 787
Total non current assets	1 473 554	1 482 038	–	–	–	–	–	–	1 482 038	1 610 168	1 749 921
Total current liabilities	462 198	462 213	–	–	–	–	(9)	(9)	462 204	457 934	402 896
Total non current liabilities	241 864	241 864	–	–	–	–	–	–	241 864	448 005	551 813
Community wealth/Equity	**1 330 856**	**1 330 856**	**–**	**–**	**–**	**–**	**–**	**–**	**1 330 856**	**1 409 046**	**1 509 447**
Cash flows											
Net cash from (used) operating	114 255	114 305	–	–	–	–	(5)	(5)	114 300	114 544	142 197
Net cash from (used) investing	(181 908)	(190 392)	–	–	–	–	–	–	(190 392)	(180 363)	(183 490)
Net cash from (used) financing	44 060	44 060	–	–	–	–	–	–	44 060	51 881	17 728
Cash/cash equivalents at the year end	**141 839**	**133 405**	**–**	**–**	**–**	**–**	**(5)**	**(5)**	**133 400**	**123 780**	**71 556**
Cash backing/surplus reconciliation											
Cash and investments available	187 553	179 151	–	–	–	–	(5)	(5)	179 146	196 119	172 551
Application of cash and investments	86 736	88 351	–	–	–	–	(9)	(9)	88 342	50 836	(6 114)
Balance - surplus (shortfall)	**100 817**	**90 800**	**–**	**–**	**–**	**–**	**4**	**4**	**90 804**	**145 283**	**178 665**
Asset Management											
Asset register summary (WDV)	1 473 554	1 482 038	–	–	–	–	–	–	1 482 038	1 610 168	1 749 921
Depreciation	42 281	42 281	–	–	–	–	–	–	42 281	43 749	45 293
Renewal and Upgrading of Existing Assets	67 495	72 290	–	–	–	–	–	–	72 290	75 542	56 127
Repairs and Maintenance	48 559	48 559	–	–	–	–	–	–	48 559	54 890	54 345
Free services											
Cost of Free Basic Services provided	85 067	85 067	–	–	–	–	–	–	85 067	90 003	95 239
Revenue cost of free services provided	7 391	7 391	–	–	–	–	–	–	7 391	7 768	8 172
Households below minimum service level											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–	–

Section 3 – B-Schedule tables

4.1 2025/26 Adjustments Budget

The tables included in section 4 to the end of this report are from the 'B Schedule Adjustments Budget' legislated as part of section MFMA and MBRR.

Financial Performance (Revenue and Expenditure)

WC047 Bitou - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue												
Exchange Revenue												
Service charges - Electricity	2	291 114	291 114	–	–	–	–	–	–	291 114	302 005	315 893
Service charges - Water	2	101 466	101 466	–	–	–	–	–	–	101 466	106 931	112 674
Service charges - Waste Water Management	2	80 729	80 729	–	–	–	–	–	–	80 729	85 108	89 651
Service charges - Waste Management	2	52 852	52 852	–	–	–	–	–	–	52 852	55 710	58 717
Sale of Goods and Rendering of Services		8 000	8 000	–	–	–	–	–	–	8 000	8 255	8 673
Agency services		2 663	2 663	–	–	–	–	–	–	2 663	2 726	2 786
Interest earned from Receivables		13 965	13 965	–	–	–	–	–	–	13 965	13 205	12 490
Interest earned from Current and Non Current Assets		12 573	12 573	–	–	–	–	–	–	12 573	12 698	13 333
Rental from Fixed Assets		1 569	1 569	–	–	–	–	–	–	1 569	1 663	1 760
Licence and permits		665	665	–	–	–	–	–	–	665	704	736
Operational Revenue		6 728	6 728	–	–	–	–	–	–	6 728	5 572	6 378
Non-Exchange Revenue												
Property rates		214 575	214 575	–	–	–	–	–	–	214 575	225 940	237 689
Surcharges and Taxes		1 547	1 547	–	–	–	–	–	–	1 547	1 861	2 213
Fines, penalties and forfeits		55 024	55 024	–	–	–	–	–	–	55 024	57 971	61 116
Licences or permits		819	819	–	–	–	–	–	–	819	846	854
Transfer and subsidies - Operational		211 047	211 047	–	–	–	–	4 812	4 812	215 859	205 089	209 108
Interest		2 433	2 433	–	–	–	–	–	–	2 433	2 189	1 970
Operational Revenue		14 788	14 788	–	–	–	–	–	–	14 788	15 555	16 381
Total Revenue (excluding capital transfers and		**1 072 557**	**1 072 557**	**-**	**-**	**-**	**-**	**4 812**	**4 812**	**1 077 369**	**1 104 029**	**1 152 420**
Expenditure By Type												
Employee related costs		393 991	393 991	–	–	–	–	148	148	394 139	405 870	425 517
Remuneration of councillors		7 676	7 676	–	–	–	–	–	–	7 676	8 037	8 415
Bulk purchases - electricity		250 425	250 425	–	–	–	–	–	–	250 425	263 847	280 180
Inventory consumed		21 128	21 128	–	–	–	–	4	4	21 132	21 290	19 441
Debt impairment		24 450	24 450	–	–	–	–	–	–	24 450	24 319	32 166
Depreciation and amortisation		42 281	42 281	–	–	–	–	–	–	42 281	43 749	45 293
Interest		16 046	16 046	–	–	–	–	–	–	16 046	21 171	27 178
Contracted services		135 492	135 472	–	–	–	–	4 660	4 660	140 131	117 840	111 673
Transfers and subsidies		14 068	12 468	–	–	–	–	–	–	12 468	14 202	10 997
Irrecoverable debts written off		61 650	61 650	–	–	–	–	–	–	61 650	61 550	59 880
Operational costs		105 104	106 724	–	–	–	–	–	–	106 724	108 365	108 846
Total Expenditure		**1 072 310**	**1 072 310**	**-**	**-**	**-**	**-**	**4 812**	**4 812**	**1 077 122**	**1 090 240**	**1 129 585**
Surplus/(Deficit)		**247**	**247**	**-**	**-**	**-**	**-**	**-**	**-**	**247**	**13 789**	**22 835**
Transfers and subsidies - capital (monetary allocations)		70 466	70 466	–	–	–	–	–	–	70 466	64 401	78 633
Surplus/(Deficit) after capital transfers & contributions		**70 713**	**70 713**	**-**	**-**	**-**	**-**	**-**	**-**	**70 713**	**78 190**	**101 468**
Surplus/(Deficit) after income tax		70 713	70 713	–	–	–	–	–	–	70 713	78 190	101 468
Surplus/(Deficit) attributable to municipality		70 713	70 713	–	–	–	–	–	–	70 713	78 190	101 468
Surplus/ (Deficit) for the year		**70 713**	**70 713**	**-**	**-**	**-**	**-**	**-**	**-**	**70 713**	**78 190**	**101 468**

WC047 Bitou - Table B2 Consolidated Adjustments Budget Financial Performance (functional classification) - 25/08/2022												
Standard Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
Governance and administration		**323 396**	**323 396**	**–**	**–**	**–**	**–**	**–**	**–**	**323 396**	**338 743**	**354 573**
Executive and council		72 422	72 422	–	–	–	–	–	–	72 422	75 409	77 807
Finance and administration		250 974	250 974	–	–	–	–	–	–	250 974	263 333	276 766
Internal audit		–	–	–	–	–	–	–	–	–	–	–
Community and public safety		**144 187**	**144 187**	**–**	**–**	**–**	**–**	**–**	**–**	**144 187**	**121 470**	**141 045**
Community and social services		12 958	12 958	–	–	–	–	–	–	12 958	12 985	13 763
Sport and recreation		318	318	–	–	–	–	–	–	318	335	353
Public safety		58 663	58 663	–	–	–	–	–	–	58 663	61 736	64 938
Housing		72 249	72 249	–	–	–	–	–	–	72 249	46 413	61 991
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**38 363**	**38 363**	**–**	**–**	**–**	**–**	**–**	**–**	**38 363**	**41 320**	**40 016**
Planning and development		38 233	38 233	–	–	–	–	–	–	38 233	37 690	39 870
Road transport		130	130	–	–	–	–	–	–	130	3 630	146
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
Trading services		**636 335**	**636 335**	**–**	**–**	**–**	**–**	**–**	**–**	**636 335**	**666 392**	**694 885**
Energy sources		324 704	324 704	–	–	–	–	–	–	324 704	338 341	353 718
Water management		129 374	129 374	–	–	–	–	–	–	129 374	137 108	140 981
Waste water management		104 327	104 327	–	–	–	–	–	–	104 327	109 332	114 610
Waste management		77 929	77 929	–	–	–	–	–	–	77 929	81 611	85 575
Other		**741**	**741**	**–**	**–**	**–**	**–**	**–**	–	**741**	**506**	**536**
Total Revenue - Functional	2	**1 143 023**	**1 143 023**	**–**	**–**	**–**	**–**	**–**	**–**	**1 143 023**	**1 168 430**	**1 231 054**
Expenditure - Functional												
Governance and administration		**245 199**	**245 199**	**–**	**–**	**–**	**–**	**–**	**–**	**245 199**	**246 550**	**255 350**
Executive and council		49 365	49 365	–	–	–	–	–	–	49 365	49 242	50 462
Finance and administration		188 785	188 785	–	–	–	–	–	–	188 785	190 401	197 753
Internal audit		7 048	7 048	–	–	–	–	–	–	7 048	6 907	7 135
Community and public safety		**214 766**	**214 766**	**–**	**–**	**–**	**–**	**–**	**–**	**214 766**	**201 475**	**200 123**
Community and social services		36 652	36 652	–	–	–	–	–	–	36 652	36 858	36 722
Sport and recreation		29 339	29 339	–	–	–	–	–	–	29 339	29 847	30 800
Public safety		108 748	108 748	–	–	–	–	–	–	108 748	107 187	106 387
Housing		40 028	40 028	–	–	–	–	–	–	40 028	27 583	26 214
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**104 314**	**104 314**	**–**	**–**	**–**	**–**	**–**	**–**	**104 314**	**108 387**	**107 874**
Planning and development		66 834	66 834	–	–	–	–	–	–	66 834	64 856	64 542
Road transport		37 480	37 480	–	–	–	–	–	–	37 480	43 531	43 332
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
Trading services		**493 887**	**493 887**	**–**	**–**	**–**	**–**	**–**	**–**	**493 887**	**520 545**	**552 798**
Energy sources		303 462	303 462	–	–	–	–	–	–	303 462	319 945	349 114
Water management		67 798	67 798	–	–	–	–	–	–	67 798	73 726	77 708
Waste water management		56 995	56 995	–	–	–	–	–	–	56 995	59 747	57 050
Waste management		65 632	65 632	–	–	–	–	–	–	65 632	67 127	68 925
Other		**14 144**	**14 144**	**–**	**–**	**–**	**–**	**–**	–	**14 144**	**14 351**	**14 568**
Total Expenditure - Functional	3	**1 072 310**	**1 072 310**	**–**	**–**	**–**	**–**	**–**	**–**	**1 072 310**	**1 091 308**	**1 130 713**
Surplus/ (Deficit) for the year		**70 713**	**70 713**	**–**	**–**	**–**	**–**	**–**	**–**	**70 713**	**77 122**	**100 341**

The table above reflects the changes or adjustments made per functional area. As stipulated above in an effort to improve the operational viability and also address some of the service delivery challenges, the adjustment budget was used to refinance and reprioritise the service delivery in the municipality.

Financial Performance (Revenue and Expenditure by Municipal Vote)

WC047 Bitou - Table B3 Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 12/12/2025												
Vote Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
[Insert departmental structure etc]			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Council		3 126	3 126	–	–	–	–	–	–	3 126	3 250	2 365
Vote 2 - Office of the Municipal Manager		69 295	69 295	–	–	–	–	–	–	69 295	72 158	75 441
Vote 3 - Community Services		91 224	91 224	–	–	–	–	10	10	91 233	94 950	99 692
Vote 4 - Corporate Services		585	585	–	–	–	–	–	–	585	610	636
Vote 5 - Financial Services		249 715	249 715	–	–	–	–	–	–	249 715	262 009	275 371
Vote 6 - Economic Development & Planning		82 184	82 184	–	–	–	–	4 802	4 802	86 986	54 821	70 876
Vote 7 - Engineering Services		588 232	588 232	–	–	–	–	–	–	588 232	618 896	641 735
Vote 8 - Piblic Safety		58 663	58 663	–	–	–	–	–	–	58 663	61 736	64 938
Total Revenue by Vote	2	**1 143 023**	**1 143 023**	**–**	**–**	**–**	**–**	**4 812**	**4 812**	**1 147 835**	**1 168 430**	**1 231 054**
Expenditure by Vote	1											
Vote 1 - Council		12 471	12 471	–	–	–	–	–	–	12 471	12 940	13 535
Vote 2 - Office of the Municipal Manager		42 887	42 887	–	–	–	–	–	–	42 887	43 733	45 060
Vote 3 - Community Services		131 718	131 718	–	–	–	–	–	–	131 718	131 242	135 857
Vote 4 - Corporate Services		108 746	108 746	–	–	–	–	–	–	108 746	111 269	116 019
Vote 5 - Financial Services		70 080	70 080	–	–	–	–	–	–	70 080	66 443	68 469
Vote 6 - Economic Development & Planning		95 472	95 472	–	–	–	–	4 802	4 802	100 275	84 184	79 542
Vote 7 - Engineering Services		485 120	485 120	–	–	–	–	–	–	485 120	517 349	548 466
Vote 8 - Piblic Safety		125 814	125 814	–	–	–	–	10	10	125 824	124 149	123 765
Total Expenditure by Vote	2	**1 072 310**	**1 072 310**	**–**	**–**	**–**	**–**	**4 812**	**4 812**	**1 077 122**	**1 091 308**	**1 130 713**
Surplus/ (Deficit) for the year	2	**70 713**	**70 713**	**–**	**–**	**–**	**–**	**–**	**–**	**70 713**	**77 122**	**100 341**

Financial Position

WC047 Bitou - Table B6 Consolidated Adjustments Budget Financial Position - 12/12/2025												
Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash and cash equivalents		125 446	117 044	-	-	-	-	(5)	(5)	117 038	107 427	54 822
Trade and other receivables from exchange transaction	1	72 190	72 190	-	-	-	-	-	-	72 190	79 755	82 300
Receivables from non-exchange transactions	1	62 108	62 108	-	-	-	-	-	-	62 108	88 692	117 729
Current portion of non-current receivables		9	9	-	-	-	-	-	-	9	9	9
Inventory		16 948	16 881	-	-	-	-	(4)	(4)	16 878	16 913	16 910
VAT		283 602	283 602	-	-	-	-	-	-	283 602	283 602	283 602
Other current assets		1 061	1 061	-	-	-	-	-	-	1 061	1 233	1 414
Total current assets		**561 364**	**552 896**	**-**	**-**	**-**	**-**	**(9)**	**(9)**	**552 887**	**577 632**	**556 787**
Non current assets												
Investment property		14 050	14 050	-	-	-	-	-	-	14 050	14 049	14 048
Property, plant and equipment		1 459 467	1 467 950	-	-	-	-	-	-	1 467 950	1 596 081	1 735 835
Heritage assets		38	38	-	-	-	-	-	-	38	38	38
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		**1 473 554**	**1 482 038**	**-**	**-**	**-**	**-**	**-**	**-**	**1 482 038**	**1 610 168**	**1 749 921**
TOTAL ASSETS		**2 034 919**	**2 034 933**	**-**	**-**	**-**	**-**	**(9)**	**(9)**	**2 034 924**	**2 187 800**	**2 306 708**
LIABILITIES												
Current liabilities												
Financial liabilities		41 890	41 890	-	-	-	-	-	-	41 890	42 113	16 441
Consumer deposits		11 362	11 362	-	-	-	-	-	-	11 362	11 362	11 362
Trade and other payables from exchange transactions		129 577	131 192	-	-	-	-	154	154	131 347	129 709	105 733
Trade and other payables from non-exchange transact		(37 294)	(38 894)	-	-	-	-	(163)	(163)	(39 058)	(42 234)	(47 960)
Provisions		48 243	48 243	-	-	-	-	-	-	48 243	48 564	48 900
VAT		268 421	268 421	-	-	-	-	-	-	268 421	268 421	268 421
Total current liabilities		**462 198**	**462 213**	**-**	**-**	**-**	**-**	**(9)**	**(9)**	**462 204**	**457 934**	**402 896**
Non current liabilities												
Borrowing	1	130 313	130 313	-	-	-	-	-	-	130 313	181 971	225 371
Provisions	1	13 801	13 801	-	-	-	-	-	-	13 801	139 917	170 121
Other non-current liabilities		97 750	97 750	-	-	-	-	-	-	97 750	126 116	156 320
Total non current liabilities		**241 864**	**241 864**	**-**	**-**	**-**	**-**	**-**	**-**	**241 864**	**448 005**	**551 813**
TOTAL LIABILITIES		**704 062**	**704 077**	**-**	**-**	**-**	**-**	**(9)**	**(9)**	**704 068**	**905 938**	**954 709**
NET ASSETS	2	**1 330 857**	**1 330 856**	**-**	**-**	**-**	**-**	**-**	**-**	**1 330 856**	**1 281 862**	**1 351 999**
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		1 254 175	1 254 175	-	-	-	-	-	-	1 254 175	1 332 366	1 432 766
Funds and Reserves		76 681	76 681	-	-	-	-	-	-	76 681	76 681	76 681
TOTAL COMMUNITY WEALTH/EQUITY		**1 330 856**	**1 330 856**	**-**	**-**	**-**	**-**	**-**	**-**	**1 330 856**	**1 409 046**	**1 509 447**

Cash Flow

WC047 Bitou - Table B7 Consolidated Adjustments Budget Cash Flows - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		193 054	193 054	-	-	-	-	-	-	193 054	203 509	214 306
Service charges		484 812	484 812	-	-	-	-	-	-	484 812	516 605	542 582
Other revenue		36 782	36 782	-	-	-	-	-	-	36 782	38 272	40 771
Transfers and Subsidies - Operational	1	211 047	211 047	-	-	-	-	-	-	211 047	205 089	209 108
Transfers and Subsidies - Capital	1	70 466	70 466	-	-	-	-	-	-	70 466	64 401	78 633
Interest		12 573	12 573	-	-	-	-	-	-	12 573	12 698	13 333
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(866 048)	(865 998)	-	-	-	-	(5)	(5)	(866 003)	(892 360)	(920 065)
Finance charges		(16 046)	(16 046)	-	-	-	-	-	-	(16 046)	(21 171)	(27 178)
Transfers and Grants	1	(12 383)	(12 383)	-	-	-	-	-	-	(12 383)	(12 498)	(9 292)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**114 255**	**114 305**	**-**	**-**	**-**	**-**	**(5)**	**(5)**	**114 300**	**114 544**	**142 197**
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets		(181 908)	(190 392)	-	-	-	-	-	-	(190 392)	(180 363)	(183 490)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(181 908)**	**(190 392)**	**-**	**-**	**-**	**-**	**-**	**-**	**(190 392)**	**(180 363)**	**(183 490)**
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		64 400	64 400	-	-	-	-	-	-	64 400	74 808	43 400
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Payments												
Repayment of borrowing		(20 340)	(20 340)	-	-	-	-	-	-	(20 340)	(22 927)	(25 672)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**44 060**	**44 060**	**-**	**-**	**-**	**-**	**-**	**-**	**44 060**	**51 881**	**17 728**
NET INCREASE/ (DECREASE) IN CASH HELD		**(23 593)**	**(32 027)**	**-**	**-**	**-**	**-**	**(5)**	**(5)**	**(32 032)**	**(13 938)**	**(23 565)**
Cash/cash equivalents at the year begin:	2	165 432	165 432	-	-	-	-	-	-	165 432	137 718	95 121
Cash/cash equivalents at the year end:	2	141 839	133 405	-	-	-	-	(5)	(5)	133 400	123 780	71 556

Expenditure on transfer and grant programme

WC047 Bitou - Supporting Table SB8 Consolidated Adjustments Budget - expenditure on transfers and grant programme - 12/12/2025

Description	Ref	Budget Year 2025/26							Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			2	3	4	5	6	7		
R thousands		A	A1	B	C	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		**13 596**	**13 591**	**–**	**–**	**–**	**–**	**13 591**	**12 591**	**13 178**
Operational Revenue:General Revenue:Equitable Share		8 907	8 902	–	–	–	–	8 902	9 314	9 750
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		1 599	1 599	–	–	–	–	1 599	–	–
Local Government Financial Management Grant [Schedule 5B]		1 900	1 900	–	–	–	–	1 900	2 000	2 100
Municipal Infrastructure Grant [Schedule 5B]		1 190	1 190	–	–	–	–	1 190	1 277	1 328
Provincial Government:		**44 691**	**44 691**	**–**	**–**	**4 812**	**4 812**	**49 503**	**33 620**	**31 592**
Capacity Building and Other		44 691	44 691	–	–	4 812	4 812	49 503	33 620	31 592
Other grant providers:		583	583	–	–	–	–	583	609	635
Departmental Agencies and Accounts		583	583	–	–	–	–	583	609	635
Total Operating Transfers and Grants	6	**58 870**	**58 865**	**–**	**–**	**4 812**	**4 812**	**63 678**	**46 819**	**45 406**
Capital Transfers and Grants										
National Government:		**25 853**	**25 853**	**–**	**–**	**–**	**–**	**25 853**	**30 250**	**29 080**
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		2 888	2 888	–	–	–	–	2 888	4 348	4 544
Municipal Infrastructure Grant [Schedule 5B]		19 665	19 665	–	–	–	–	19 665	21 102	21 936
Regional Bulk Infrastructure Grant (Schedule 5B)		3 300	3 300	–	–	–	–	3 300	4 800	2 600
Provincial Government:		**40 735**	**40 735**	**–**	**–**	**–**	**–**	**40 735**	**29 613**	**75 182**
Infrastructure		40 735	40 735	–	–	–	–	40 735	29 613	75 182
Total Capital Transfers and Grants	6	**66 588**	**66 588**	**–**	**–**	**–**	**–**	**66 588**	**59 863**	**104 262**
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		**125 458**	**125 453**	**–**	**–**	**4 812**	**4 812**	**130 265**	**106 683**	**149 668**

Section 4 - Capital Expenditure per project affected by the Adjustment budget

WC047 Bitou - Table B5 Consolidated Adjustments Capital Expenditure Budget by vote and funding - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			5	6	7	8	9	10	11	12		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure *to be adjusted*	2											
Vote 3 - Community Services		700	772	–	–	–	–	–	–	772	8 500	6 500
Vote 4 - Corporate Services		239	239	–	–	–	–	–	–	239	60	30
Vote 7 - Engineering Services		130 662	136 235	–	–	–	–	–	–	136 235	133 671	137 522
Vote 8 - Plblic Safety		1 230	1 242	–	–	–	–	–	–	1 242	1 050	1 100
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	3	**132 831**	**138 487**	**–**	**–**	**–**	**–**	**–**	**–**	**138 487**	**143 281**	**145 152**
Single-year expenditure *to be adjusted*	2											
Vote 2 - Office of the Municipal Manager		–	96	–	–	–	–	–	–	96	–	–
Vote 3 - Community Services		14 200	15 652	–	–	–	–	–	–	15 652	11 086	1 563
Vote 4 - Corporate Services		2 013	2 053	–	–	–	–	–	–	2 053	1 046	716
Vote 5 - Financial Services		–	39	–	–	–	–	–	–	39	–	–
Vote 7 - Engineering Services		31 647	32 661	–	–	–	–	–	–	32 661	19 950	29 460
Vote 8 - Plblic Safety		1 217	1 405	–	–	–	–	–	–	1 405	5 000	6 600
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		**49 077**	**51 905**	**–**	**–**	**–**	**–**	**–**	**–**	**51 905**	**37 082**	**38 338**
Total Capital Expenditure - Vote		**181 908**	**190 392**	**–**	**–**	**–**	**–**	**–**	**–**	**190 392**	**180 363**	**183 490**
Capital Expenditure - Functional												
Governance and administration		**2 904**	**3 078**	**–**	**–**	**–**	**–**	**–**	**–**	**3 078**	**3 806**	**846**
Executive and council		–	96	–	–	–	–	–	–	96	–	–
Finance and administration		2 904	2 982	–	–	–	–	–	–	2 982	3 806	846
Community and public safety		**9 695**	**11 347**	**–**	**–**	**–**	**–**	**–**	**–**	**11 347**	**20 636**	**12 763**
Community and social services		–	1 452	–	–	–	–	–	–	1 452	–	–
Sport and recreation		7 700	7 700	–	–	–	–	–	–	7 700	14 586	5 063
Public safety		1 995	2 195	–	–	–	–	–	–	2 195	6 050	7 700
Economic and environmental services		**37 819**	**38 898**	**–**	**–**	**–**	**–**	**–**	**–**	**38 898**	**34 046**	**70 163**
Planning and development		50	50	–	–	–	–	–	–	50	50	50
Road transport		37 769	38 848	–	–	–	–	–	–	38 848	33 996	70 113
Trading services		**131 490**	**137 069**	**–**	**–**	**–**	**–**	**–**	**–**	**137 069**	**121 875**	**99 718**
Energy sources		30 399	34 156	–	–	–	–	–	–	34 156	41 763	13 544
Water management		54 264	55 484	–	–	–	–	–	–	55 484	42 467	44 772
Waste water management		39 727	40 258	–	–	–	–	–	–	40 258	34 646	38 402
Waste management		7 100	7 172	–	–	–	–	–	–	7 172	3 000	3 000
Total Capital Expenditure - Functional	3	**181 908**	**190 392**	**–**	**–**	**–**	**–**	**–**	**–**	**190 392**	**180 363**	**183 490**
Funded by:												
National Government		25 853	25 853	–	–	–	–	–	–	25 853	30 250	29 080
Provincial Government		40 735	40 735	–	–	–	–	–	–	40 735	29 613	75 182
Transfers recognised - capital	4	**66 588**	**66 588**	**–**	**–**	**–**	**–**	**–**	**–**	**66 588**	**59 863**	**104 262**
Borrowing		86 921	91 309	–	–	–	–	–	–	91 309	72 008	39 100
Internally generated funds		28 400	32 495	–	–	–	–	–	–	32 495	48 492	40 128
Total Capital Funding		**181 908**	**190 392**	**–**	**–**	**–**	**–**	**–**	**–**	**190 392**	**180 363**	**183 490**

WC047 Bitou - Table B9 Consolidated Asset Management - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
CAPITAL EXPENDITURE												
Total New Assets *to be adjusted*	1	**114 414**	**118 102**	–	–	–	–	–	–	**118 102**	**104 821**	**127 363**
Roads Infrastructure		17 269	17 269	–	–	–	–	–	–	17 269	12 245	40 591
Electrical Infrastructure		24 768	26 625	–	–	–	–	–	–	26 625	33 382	9 544
Water Supply Infrastructure		32 446	33 446	–	–	–	–	–	–	33 446	21 568	25 257
Sanitation Infrastructure		21 512	21 518	–	–	–	–	–	–	21 518	14 870	35 752
Solid Waste Infrastructure		–	72	–	–	–	–	–	–	72	–	–
Information and Communication Infrastructure		120	120	–	–	–	–	–	–	120	60	30
Infrastructure		**96 116**	**99 050**	–	–	–	–	–	–	**99 050**	**82 125**	**111 174**
Community Facilities		6 200	6 200	–	–	–	–	–	–	6 200	3 500	3 500
Community Assets		**6 200**	**6 200**	–	–	–	–	–	–	**6 200**	**3 500**	**3 500**
Operational Buildings		1 500	2 079	–	–	–	–	–	–	2 079	1 500	1 500
Other Assets	6	**1 500**	**2 079**	–	–	–	–	–	–	**2 079**	**1 500**	**1 500**
Computer Equipment		**1 219**	**1 219**	–	–	–	–	–	–	**1 219**	**621**	**1 078**
Furniture and Office Equipment		**507**	**670**	–	–	–	–	–	–	**670**	**100**	**100**
Machinery and Equipment		**4 572**	**4 584**	–	–	–	–	–	–	**4 584**	**3 625**	**3 511**
Transport Assets		**4 300**	**4 300**	–	–	–	–	–	–	**4 300**	**13 350**	**6 500**
Living Resources		–	–	–	–	–	–	–	–	–	–	–
Total Renewal of Existing Assets *to be adjusted*	2	**3 321**	**4 793**	–	–	–	–	–	–	**4 793**	**12 662**	**9 488**
Roads Infrastructure		200	200	–	–	–	–	–	–	200	1 250	1 250
Electrical Infrastructure		–	1 040	–	–	–	–	–	–	1 040	1 737	–
Infrastructure		**200**	**1 240**	–	–	–	–	–	–	**1 240**	**2 987**	**1 250**
Community Facilities		100	100	–	–	–	–	–	–	100	2 000	–
Community Assets		**100**	**100**	–	–	–	–	–	–	**100**	**2 000**	–
Operational Buildings		2 000	2 432	–	–	–	–	–	–	2 432	2 950	2 100
Other Assets	6	**2 000**	**2 432**	–	–	–	–	–	–	**2 432**	**2 950**	**2 100**
Computer Equipment		**1 021**	**1 021**	–	–	–	–	–	–	**1 021**	**425**	**138**
Transport Assets		–	–	–	–	–	–	–	–	–	**4 300**	**6 000**
Living Resources		–	–	–	–	–	–	–	–	–	–	–
Total Upgrading of Existing Assets *to be adjusted*	2a	**64 174**	**67 497**	–	–	–	–	–	–	**67 497**	**62 880**	**46 639**
Roads Infrastructure		15 500	16 399	–	–	–	–	–	–	16 399	14 856	25 272
Storm water Infrastructure		4 000	4 179	–	–	–	–	–	–	4 179	2 500	2 500
Electrical Infrastructure		3 641	4 014	–	–	–	–	–	–	4 014	3 994	2 000
Water Supply Infrastructure		15 367	15 588	–	–	–	–	–	–	15 588	14 350	12 814
Sanitation Infrastructure		18 865	18 865	–	–	–	–	–	–	18 865	16 726	2 150
Infrastructure		**57 374**	**59 046**	–	–	–	–	–	–	**59 046**	**52 426**	**44 736**
Community Facilities		1 200	1 552	–	–	–	–	–	–	1 552	–	–
Sport and Recreation Facilities		5 300	5 300	–	–	–	–	–	–	5 300	10 136	1 563
Community Assets		**6 500**	**6 852**	–	–	–	–	–	–	**6 852**	**10 136**	**1 563**
Revenue Generating		–	1 300	–	–	–	–	–	–	1 300	–	–
Investment properties		–	**1 300**	–	–	–	–	–	–	**1 300**	–	–
Machinery and Equipment		**300**	**300**	–	–	–	–	–	–	**300**	**318**	**340**
Total Capital Expenditure *to be adjusted*	4											
Roads Infrastructure		32 969	33 868	–	–	–	–	–	–	33 868	28 351	67 113
Storm water Infrastructure		4 000	4 179	–	–	–	–	–	–	4 179	2 500	2 500
Electrical Infrastructure		28 409	31 679	–	–	–	–	–	–	31 679	39 113	11 544
Water Supply Infrastructure		47 814	49 034	–	–	–	–	–	–	49 034	35 918	38 071
Sanitation Infrastructure		40 377	40 383	–	–	–	–	–	–	40 383	31 596	37 902
Solid Waste Infrastructure		–	72	–	–	–	–	–	–	72	–	–
Information and Communication Infrastructure		120	120	–	–	–	–	–	–	120	60	30
Infrastructure		**153 689**	**159 335**	–	–	–	–	–	–	**159 335**	**137 538**	**157 161**
Community Facilities		7 500	7 852	–	–	–	–	–	–	7 852	5 500	3 500
Sport and Recreation Facilities		5 300	5 300	–	–	–	–	–	–	5 300	10 136	1 563
Community Assets		**12 800**	**13 152**	–	–	–	–	–	–	**13 152**	**15 636**	**5 063**
Revenue Generating		–	1 300	–	–	–	–	–	–	1 300	–	–
Investment properties		–	**1 300**	–	–	–	–	–	–	**1 300**	–	–
Operational Buildings		3 500	4 511	–	–	–	–	–	–	4 511	4 450	3 600
Other Assets		**3 500**	**4 511**	–	–	–	–	–	–	**4 511**	**4 450**	**3 600**
Computer Equipment		**2 240**	**2 240**	–	–	–	–	–	–	**2 240**	**1 046**	**1 216**
Furniture and Office Equipment		**507**	**670**	–	–	–	–	–	–	**670**	**100**	**100**
Machinery and Equipment		**4 872**	**4 884**	–	–	–	–	–	–	**4 884**	**3 943**	**3 851**
Transport Assets		**4 300**	**4 300**	–	–	–	–	–	–	**4 300**	**17 650**	**12 500**
Living Resources		–	–	–	–	–	–	–	–	–	–	–
TOTAL CAPITAL EXPENDITURE *to be adjusted*	4	**181 908**	**190 392**	–	–	–	–	–	–	**190 392**	**180 363**	**183 490**
ASSET REGISTER SUMMARY - PPE (WDV)	5											
Roads Infrastructure		205 355	206 394	–	–	–	–	–	–	206 394	212 897	314 148
Storm water Infrastructure		57 858	57 858	–	–	–	–	–	–	57 858	56 066	54 211
Electrical Infrastructure		207 223	209 009	–	–	–	–	–	–	209 009	265 062	276 847
Water Supply Infrastructure		282 355	282 355	–	–	–	–	–	–	282 355	285 604	320 072
Sanitation Infrastructure		146 642	146 667	–	–	–	–	–	–	146 667	184 663	278 427
Solid Waste Infrastructure		22 797	22 869	–	–	–	–	–	–	22 869	21 598	20 357
Information and Communication Infrastructure		2 607	2 607	–	–	–	–	–	–	2 607	2 130	1 602
Infrastructure		924 838	927 760	–	–	–	–	–	–	927 760	1 028 020	1 265 664
Community Assets		66 120	67 772	–	–	–	–	–	–	67 772	73 331	84 346
Heritage Assets		38	38	–	–	–	–	–	–	38	38	38
Investment properties		14 050	14 050	–	–	–	–	–	–	14 050	14 049	14 048
Other Assets		135 151	138 381	–	–	–	–	–	–	138 381	147 769	31 073
Computer Equipment		4 644	4 644	–	–	–	–	–	–	4 644	4 522	4 030
Furniture and Office Equipment		1 460	1 622	–	–	–	–	–	–	1 622	1 039	602
Machinery and Equipment		8 380	8 897	–	–	–	–	–	–	8 897	10 034	11 585
Transport Assets		38 148	38 148	–	–	–	–	–	–	38 148	50 641	57 810
Land		280 725	280 725	–	–	–	–	–	–	280 725	280 725	280 725
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	**1 473 554**	**1 482 038**	–	–	–	–	–	–	**1 482 038**	**1 610 168**	**1 749 921**
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		42 281	42 281	–	–	–	–	–	–	42 281	43 749	45 293
Repairs and Maintenance by asset class	3	**48 559**	**48 559**	–	–	–	–	–	–	**48 559**	**54 890**	**54 345**
Roads Infrastructure		7 563	7 563	–	–	–	–	–	–	7 563	11 529	8 841
Storm water Infrastructure		800	800	–	–	–	–	–	–	800	840	882
Electrical Infrastructure		10 033	7 033	–	–	–	–	–	–	7 033	7 509	7 855
Water Supply Infrastructure		2 994	2 994	–	–	–	–	–	–	2 994	3 119	3 305
Sanitation Infrastructure		2 773	2 773	–	–	–	–	–	–	2 773	2 893	3 066
Infrastructure		24 163	21 163	–	–	–	–	–	–	21 163	25 889	23 949
Community Facilities		3 117	3 117	–	–	–	–	–	–	3 117	3 342	3 442
Sport and Recreation Facilities		961	961	–	–	–	–	–	–	961	996	1 020
Community Assets		4 078	4 078	–	–	–	–	–	–	4 078	4 338	4 462
Operational Buildings		6 160	6 160	–	–	–	–	–	–	6 160	6 989	7 534
Other Assets		6 160	6 160	–	–	–	–	–	–	6 160	6 989	7 534
Licences and Rights		10 666	10 666	–	–	–	–	–	–	10 666	11 135	11 625
Intangible Assets		10 666	10 666	–	–	–	–	–	–	10 666	11 135	11 625
Furniture and Office Equipment		5	5	–	–	–	–	–	–	5	6	7
Machinery and Equipment		1 848	1 848	–	–	–	–	–	–	1 848	1 856	2 070
Transport Assets		1 639	4 639	–	–	–	–	–	–	4 639	4 677	4 698
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		**90 840**	**90 840**	–	–	–	–	–	–	**90 840**	**98 639**	**99 638**
Renewal and upgrading of Existing Assets as % of total capex		*37.1%*	*38.0%*							*38.0%*	*41.9%*	*30.6%*
Renewal and upgrading of Existing Assets as % of deprecn"		*159.6%*	*171.0%*							*171.0%*	*172.7%*	*123.9%*
R&M as a % of PPE		*3.3%*	*3.3%*							*3.3%*	*3.4%*	*3.1%*
Renewal and upgrading and R&M as a % of PPE		*7.9%*	*8.2%*							*8.2%*	*8.1%*	*6.3%*

WC047 Bitou - Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	141 839	133 405	–	–	–	–	(5)	(5)	133 400	123 780	71 556
Other current investments > 90 days		45 715	45 746	–	–	–	–	–	–	45 746	72 340	100 995
Cash and investments available:		**187 553**	**179 151**	**–**	**–**	**–**	**–**	**(5)**	**(5)**	**179 146**	**196 119**	**172 551**
Applications of cash and investments												
Unspent conditional transfers		(37 294)	(37 294)	–	–	–	–	(163)	(163)	(37 458)	(42 234)	(47 960)
Statutory requirements		(15 182)	(15 182)	–	–	–	–	–	–	(15 182)	(15 182)	(15 182)
Other working capital requirements	2	14 289	15 904					154	154	16 058	(16 993)	(68 553)
Other provisions		48 243	48 243	–	–	–	–	–	–	48 243	48 564	48 900
Reserves to be backed by cash/investments		76 681	76 681					–	–	76 681	76 681	76 681
Total Application of cash and investments:		**86 736**	**88 351**	**–**	**–**	**–**	**–**	**(9)**	**(9)**	**88 342**	**50 836**	**(6 114)**
Surplus(shortfall)		**100 817**	**90 800**	**–**	**–**	**–**	**–**	**4**	**4**	**90 804**	**145 283**	**178 665**
Other working capital requirements												
Debtors		115 289	115 289							115 289	146 702	174 286
Creditors due		129 577	131 192							131 347	129 709	105 733
Total Other working capital requirements		(14 289)	(15 904)							(16 058)	16 993	68 553
Debtors collection assumptions:												
Balance outstanding - debtors		134 307	134 307							134 307	168 456	200 038
Estimate of debtors collection rate		85.84%	85.84%							85.84%	87.09%	87.13%
Long term investments committed												
Balance (Insert description; eg sinking fund)												
Reserves to be backed by cash/investments												
Capital replacement		76 681	76 681							76 681	76 681	76 681
Total Reserves to be backed by cash/investments		76 681	76 681							76 681	76 681	76 681

WC047 Bitou - Table B10 Consolidated Basic service delivery measurement - 12/12/2025

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			7	8	9	10	11	12	13	14		
		A	A1	B	C	D	E	F	G	H		
Household service targets	1											
Water:												
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:												
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Energy:												
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Refuse:												
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Households receiving Free Basic Service	15											
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		17 606	17 606	–	–	–	–	–	–	17 606	18 557	19 559
Sanitation (free sanitation service to indigent households)		36 708	36 708	–	–	–	–	–	–	36 708	38 691	40 780
Electricity/other energy (50kwh per indigent household per month)		7 603	7 603	–	–	–	–	–	–	7 603	8 356	9 183
Refuse (removed once a week for indigent households)		23 150	23 150	–	–	–	–	–	–	23 150	24 400	25 718
Total cost of FBS provided		85 067	85 067	–	–	–	–	–	–	85 067	90 003	95 239
Highest level of free service provided												
Revenue cost of free services provided (R'000)	17											
Property rates exemptions, reductions and rebates and impermissable values in		7 391	7 391	–	–	–	–	–	–	7 391	7 768	8 172
Total revenue cost of subsidised services provided		**7 391**	**7 391**	**–**	**–**	**–**	**–**	**–**	**–**	**7 391**	**7 768**	**8 172**

Municipal manager’s quality certification

Municipal manager's quality certification

QUALITY CERTIFICATE

I, **Christopher Lungelo Mapeyi** the Acting Municipal Manager of Bitou Local Municipality, hereby certify that

- [ ] The monthly budget statement
- [ ] Quarterly report on the implementation of the budget and financial state of affairs of the municipality
- [ ] Mid-year budget and performance assessment
- [X] The Municipal Adjustments budget

for the financial year 2025/26 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Signature____

Print Name: Christopher Lungelo Mapeyi

Acting Municipal Manager of Bitou Local Municipality – WC047

Date ____