



Nama Khoi **LOCAL** **Municipality**

MEDIUM-TERM REVENUE AND EXPENDITURE FRAMEWORK

2026/2027 – 2028/2029

DRAFT BUDGET

NAMA KHOI MUNICIPALITY: NC062

31 MARCH 2026

STRATEGIC OBJECTIVE

The strategic objective of this report is to ensure good governance, financial viability, and optimal institutional transformation with the capacity to execute its mandate.

LEGISLATIVE REQUIREMENT

Budget Circular Applicable and other legislative requirements from National Treasury

16. Annual budgets. —(1) The council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year.

(2) In order for a municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year.

(3) Subsection (1) does not preclude the appropriation of money for capital expenditure for a period not exceeding three financial years, provided a separate appropriation is made for each of those financial years.

18. Funding of expenditure. — (1) An annual budget may only be funded from—

(a) realistically anticipated revenues to be collected.

(b) cash-backed accumulated funds from previous years' surpluses not committed for other purposes; and

(c) borrowed funds, but only for the capital budget referred to in section 17 (2).

(2) Revenue projections in the budget must be realistic, considering—

(a) projected revenue for the current year based on collection levels to date; and

(b) actual revenue collected in previous financial years.

22. Publication of annual budgets. —Immediately after an annual budget is tabled in a municipal council, the accounting officer of the municipality must—

(a) in accordance with Chapter 4 of the Municipal Systems Act—

(i) make public the annual budget and the documents referred to in section 17 (3); and

(ii) invite the local community to submit representations in connection with the budget; and

(b) submit the annual budget—

(i) in both printed and electronic formats to the National Treasury and the relevant provincial treasury; and

(ii) in either format to any prescribed national or provincial organs of state and to other municipalities affected by the budget.

Consultations on tabled budgets

23. (1) When the annual budget has been tabled, the municipal council must consider

any views of

(a) the local community; and

(b) the National Treasury, the relevant provincial treasury and any provincial or national organs of state or municipalities which made submissions on the budget.

(2) After considering all budget submissions, the council must give the mayor an opportunity—

(a) to respond to the submissions; and

(b) if necessary, to revise the budget and table amendments for consideration by the council.

(3) The National Treasury may issue guidelines on the manner in which municipal councils should process their annual budgets, including guidelines on the formation of a committee of the council to consider the budget and to hold public hearings.

(4) No guidelines issued in terms of subsection (3) are binding on a municipal council unless adopted by the council.

Approval of annual budgets

24. (1) The municipal council must at least 30 days before the start of the budget year consider approval of the annual budget.

(2) An annual budget—

(a) must be approved before the start of the budget year;

(b) is approved by the adoption by the council of a resolution referred to in section 17(3)(a)(i); and

(c) must be approved together with the adoption of resolutions as may be

necessary—(i) imposing any municipal tax for the budget year;(ii) setting any municipal tariffs for the budget year;

(iii) approving measurable performance objectives for revenue from each source and for each vote in the budget;

(iv) approving any changes to the municipality's integrated development plan; and

(v) approving any changes to the municipality's budget-related policies.

(3) The accounting officer of a municipality must submit the approved annual budget to the National Treasury and the relevant provincial treasury.

Key Principles and Objectives that is link to the Municipal Budget

- **Municipal Structures Act (Act No. 117 of 1998):**

This act forms the basis for the structure and operations of municipalities, emphasizing cooperation between district and local municipalities.

- **Cooperative Governance:**

Municipalities are expected to cooperate with each other, and with other levels of government, to achieve shared goals.

- **Integrated Development Planning (IDP):**

Municipalities must develop and implement IDPs to guide their development and service delivery.

- **Performance Management:**

Municipalities are required to have performance management systems to monitor and evaluate their performance.

- **Community Engagement:**

Municipalities must enable community participation in municipal processes, including IDP, performance management, and budget processes.

- **Local Economic Development (LED):**

Municipalities play a crucial role in promoting local economic development, supporting local businesses, and creating jobs.

- **Financial Management:**

Municipalities must manage their finances responsibly, ensuring that expenditure is developmental, effective, and efficient.

- **Risk Management:**

Municipalities must have a risk management framework to identify, assess, and manage risks

Summary of DRAFT BUDGET

We budget for total revenue of R 622,014,857 and expenditure of R 662,812,211, which leaves us with a **DEFICIT** of R-40,797,354 -. This is the reflection of the Statement of Financial Performance, which includes non-financial expenditure items such as depreciation and debt impairment; furthermore, Capital Expenditure amounts to R60 614 000 from Grant Funding and R36 236 647 from own funds, equalling R96 850 647. The municipality budget assessment is found to be funded for the 2026-27 financial year.

The tariff increases are as follows:

Property Rates	3,7%
Water	9%
Elektrisiteit	9,01%
Sewerage	3,7%
Refuse	3,7 %
General	3,7%

Narrative to the DRAFT Budget and Processes the municipality intends to embark on

The municipality appointed Rural Maintenance as a Revenue Enhancement partner, and they conducted a Cost of Supply Study of electricity; the results have shown that the municipality must consider a new structure of tariffs in the previous financial year, for the current year the municipality will increase service as per the applicable Budget circular and the approved bulk increase letters received for Water and Electricity.

The municipality intends to comply with the requirements of the Water Incentive Scheme, which will see the municipality's debt be written off over a three-year period, and is anticipating reaching the 3rd year of the ESKOM Debt Relief Programme in July 2026, which will see the municipality's historical debt written off entirely.

Property Rates, Refuse Removal, and Sanitation will only be increased with the proposed increase as per the Budget Circular.

Expenditure – The municipality, through the Rural Maintenance Revenue Enhancement Programme, installed check meters and replaced faulty meters; this resulted in the municipality being able to question invoices received from the Vaal Central Water.

The municipality made provisions for the repair and maintenance of the different departments to attend to the needs as identified in the public participation meetings.

Consultancy fees and system-related fees are budgeted as the municipality is trying to resolve its issues with incorrect billing and incorrect data.

Capital Expenditure – The municipality intends to fund several smaller ward-based projects through interest generated from grants and other municipal sources.

Debtors – The municipality wants to assist the Community with write-offs and wants to ensure that they can maintain their accounts; this will be done with the installation of pre-paid meters.

Creditors – The municipality intends to comply with the requirements of the Water Incentive Scheme, which will see the municipality's debt be written off over a three-year period, and is anticipating reaching the 3rd year of the ESKOM Debt Relief Programme in July 2026, which will see the municipality's historical debt written off entirely.

Indigents and credit control - The municipality will continue to encourage the community to register as indigents and to follow the municipality's credit control initiatives, whereby agreements can be entered into to make payments of arrears debt more affordable.

Draft Capital Projects 2026-27				
Municipal Department	Funding Source	A5 Capital Description	Project Name	Amount
WATER SERVICE	Municipal Disaster Response Grant	Storm water Infrastructure	2. Drift to Buffelsrivier: Reinstate river crossing to engineering standards at Buffelsrivier	6,111,00
ROADS	Municipal Disaster Response Grant	Storm water Infrastructure	3. Construct new drift at Buffelsrivier	3,666,00
ACCOUNTING; BUDGET FIN MANAG	Own Funding	Computer Equipment	New:Computer Equipment	1,000,00
ACCOUNTING; BUDGET FIN MANAG	Own Funding	Furniture and Office Equipment	New:Furniture and Office Equipment	2,000,00
ROADS	Own Funding	Machinery and Equipment	New:Machinery and Equipment	2,500,00
ROADS	Municipal Disaster Response Grant	Storm water Infrastructure	4. Demolish and reconstruct culvert bridge at Kleinzee	11,000,00
WATER SERVICE	Own Funding	Water Supply Infrastructure	Boreholes Concordia	750,00
WATER SERVICE	Own Funding	Water Supply Infrastructure	Boreholes Matjieskloof	750,00
ROADS	Own Funding	Roads Infrastructure	Carolusberg Road	1,000,00
ROADS	Own Funding	Storm water Infrastructure	Catch pits springbok (Stormwater)	3,500,00
ELECTRICAL ENGINEERING SERVICE	Own Funding	Electrical Infrastructure	High mass lights - Whole of municipality area	4,517,00
ROADS	Own Funding	Roads Infrastructure	Kerk Street	1,500,00
WATER SERVICE	Own Funding	Water Supply Infrastructure	Komaggas reservoir existing project Own funding	2,800,00
ROADS	Municipal Disaster Response Grant	Storm water Infrastructure	Madeliefie Street: Construct new culvert crossing including road layer works at Bergsig	3,666,00
ROADS	Own Funding	Roads Infrastructure	Matjieskloof main road (Opgradering van straat)	1,000,00
SEWERAGE SANITATION SERVICES	Own Funding	Sanitation Infrastructure	Nababeep sewerage pipeline	3,600,00
ROADS	Own Funding	Roads Infrastructure	Okiep - Vaalhoek No.1 Paving Road	1,500,00
SEWERAGE SANITATION SERVICES	Own Funding	Sanitation Infrastructure	Sewer Network: Okiep Rocky Ridge (Own funding)	1,219,64
SEWERAGE SANITATION SERVICES	Municipal Infrastructure Grant	Sanitation Infrastructure	SEWERAGE INFRA CLEAR	16,171,00
SEWERAGE SANITATION SERVICES	Own Funding	Sanitation Infrastructure	Steinkopf Oxidation ponds fencing	3,600,00
WATER SERVICE	Own Funding	Transport Assets	Trucks	3,500,00
SEWERAGE SANITATION SERVICES	Water Services Infrastructure Grant	Sanitation Infrastructure	Upgrading of Waste Water Treatment Works Nababeep_9/104-70-45	20,000,00
ROADS	Own Funding	Roads Infrastructure	Van Riebeeck straat springbok (opgradering van straat)	1,500,00
Total				96,850,64

Notes on the Capital Expenditure

The municipality has projects to be funded from grant funding that as per the DORA, and will be implementing smaller projects derived from the municipality's own funds.

Matjieskloof Sports Grounds will be added before the Final Budget is approve.

Operating Revenue Framework

In municipalities, the operating revenue framework involves generating income through sources like property rates, service charges, and intergovernmental transfers, with the goal of funding day-to-day operations and essential services.

Here's a more detailed breakdown:

1. Key Revenue Sources:

Property Rates: Taxes levied on property values are a significant source of revenue.

Service Charges: Fees for services like electricity, water, sanitation, and waste management contribute significantly.

Intergovernmental Transfers: Funding from national and provincial governments is crucial for supporting municipal operations.

Licenses and Fees: Revenue generated from various licenses and fees, such as business licenses and parking fees, also contributes.

Other Revenue: This includes income from advertising, fines, and interest on investments.

The following table is a summary of the 2026/27 MTREF (classified by main revenue source):

Table 2: Summary of Revenue Classified by Main Revenue Source

NC062 Nama Khoi - Table A4 Budgeted Financial Performance (revenue and expenditure)								
Description	2023/24	2024/25	Current Year 2025/26		Pre-audit outcome	2026/27 Medium Term Revenue & Expenditure Framework	Budget Year +1 2027/28	Budget Year +2 2028/29
	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget				
Revenue								
Exchange Revenue								
Service charges - Electricity	119,203,239	179,509,250	159,926,757	179,779,332	179,779,332	195,820,603	202,282,683	208,755,728
Service charges - Water	44,150,822	47,193,286	61,257,394	63,469,735	63,469,735	65,627,705	67,793,421	69,962,811
Service charges - Waste Water Management	14,869,120	15,923,590	22,600,169	16,359,431	16,359,431	16,915,652	17,473,869	18,033,033
Service charges - Waste Management	17,168,608	18,900,360	26,984,303	18,972,397	18,972,397	19,617,457	20,264,834	20,913,309
Sale of Goods and Rendering of Services	2,240,179	460,468	4,389,195	4,186,191	4,186,191	4,328,520	4,471,360	4,614,445
Agency services	100,021	-	97,913	97,913	97,913	101,242	104,583	107,930
Interest earned from Receivables	21,773,415	32,042,148	23,280,602	55,780,000	55,780,000	57,676,520	59,579,846	61,486,400
Interest earned from Current and Non Current Assets	4,321,711	11,826,402	16,932,576	23,576,109	23,576,109	24,377,698	25,182,162	25,987,991
Rent on Land	1,128,620	693,446	1,308,109	1,308,109	1,308,109	1,352,584	1,397,219	1,441,930
Rental from Fixed Assets	2,008,270	1,232,760	3,548,593	2,513,043	2,513,043	2,598,486	2,684,236	2,770,131
Licence and permits	1,970,022	3,015,130	4,023,621	3,726,133	3,726,133	3,852,821	3,979,966	4,107,326
Operational Revenue	1,962,690	640,349	577,243	651,043	651,043	673,178	695,393	717,646
Property rates	50,991,845	55,906,675	59,953,295	61,275,855	61,275,855	63,359,234	65,450,087	67,544,491
Fines, penalties and forfeits	586,821	330,296	634,553	599,233	599,233	632,265	653,130	674,030
Transfer and subsidies - Operational	113,328,179	339,926,483	77,232,000	77,227,000	77,227,000	78,595,000	80,100,000	82,308,001
Interest	5,677,968	6,828,998	4,585,170	17,574,000	17,574,000	18,187,134	18,787,310	19,388,504
Operational Revenue	528,901	1,742,035	-	2,125,000	2,125,000	2,197,250	2,269,759	2,342,391
Other Gains	1,773	339,144,240	60,588,000	60,588,000	60,588,000	66,101,508	68,282,858	70,467,909
Total Revenue (excluding capital transfers and contributions)	402,008,660	1,055,315,918	527,919,493	589,808,524	589,808,524	622,014,857	641,452,716	661,624,006

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as the inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

Revenue generated from rates and service charges forms a significant percentage of the revenue basket for the municipality. Rates and service charge revenues comprise more than half of the total revenue mix. In the 2026/27 financial year, revenue from rates amounted to R 63,359,234 provision was just made for the growth in properties that will result in an increase in property rates; services charges amounted to R 297,981,417 the increase is more in line with an improvement in electricity billing as a result of replaced meters, and the funds received from operational grants total R78,595,000.

The municipality foresees growth in the electricity and water services because of the Rural Maintenance Revenue Enhancement Initiatives; interest from grants and other municipal sources will assist the municipality in generating funds to implement smaller ward-based projects as identified through the community participation and strategic planning sessions.

The revenue increased compared to the previous financial year, as per the tariff increase indicated above.

The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term:

NC062 Nama Khoi - Supporting Table SA18 Transfers and grant receipts								
Description	2023/24	2024/25	Current Year 2025/26		Full Year Forecast	2026/27 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget		Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
RECEIPTS								
Operating								
National Government								
Monetary Allocations								
Equitable Share	63,411,304	67,455,139	70,976,000	70,976,000	70,976,000	73,887,000	77,000,000	79,208,000
Expanded Public Works Programme Integrated Grant	-	-	1,601,000	1,601,000	1,601,000	1,708,000	-	1
Local Government Financial Management Grant	3,100,000	2,985,628	3,000,000	3,000,000	3,000,000	3,000,000	3,100,000	3,100,000
Total Operating/National Government	66,511,304	70,440,767	75,577,000	75,577,000	75,577,000	78,595,000	80,100,000	82,308,001
Integrated National Electrification Programme Grant	-	-	1	1	1	3,000,000	5,371,000	1,433,000
Municipal Infrastructure Grant	10,260,144	1,532,521	12,696,000	12,696,000	12,696,000	16,171,000	18,506,000	18,960,000
Water Services Infrastructure Grant	2,283,297	12,246,311	10,000,000	10,000,000	10,000,000	20,000,000	26,250,000	27,429,000
Total Operating	76,771,448	71,973,288	88,273,000	88,273,000	88,273,000	78,595,000	80,100,000	82,308,001

Notes on Grant Funding'

The municipality will receive grant for Equitable Share that will be as an extension to deliver services to the community, while also subsidizing the municipal accounts of indigents and the rest as per the requirements of the grant and is used in Council related cost.

Financial Management Grant is mostly used to ensure that the financial and other related systems stays operational, it is also further used for the employee related cost of interns, while a portion is budgeted for training compliance of municipal staff

Library grants is used for library operations and are link to the requirements and conditions of the grant.

Capital grants are project related and it align to the Capital Budget and Procurement Plan

Matjieskloof Sports Grounds will be added before the Final Budget is approved, as well as the In-Kind MIG as per the approved DORA.

Operating Expenditure Framework

Expenditure Priorities:

Employee-Related Costs:

A significant portion of municipal budgets is allocated to salaries and wages of municipal employees, this is a result of the municipality being service delivery driven, and much of the services to be delivered is human capital driven.

Bulk Purchases:

Costs associated with procuring essential goods and services, such as water, electricity, and refuse removal, are also significant.

Repairs and Maintenance:

Maintaining infrastructure and municipal assets requires substantial funding.

Other Expenditure:

This includes costs for general administration, social services, and other operational needs.

The following table is a high-level summary of the 2026/27 budget and MTREF (classified per the main type of operating expenditure):

Draft Expenditure Budget 2026 -27								
Expenditure	2023/24	2024/25	Current Year		Pre-audit outcome	2026/27 Medium	Budget Year +1	Budget Year +2
	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget		Budget Year 2026/27		
Employee related costs	94,696,130	103,101,630	119,327,557	118,574,596	118,574,596	124,642,616	130,563,145	136,764,904
Remuneration of councillors	7,340,041	7,307,218	8,044,502	8,285,837	8,285,837	8,679,412	9,091,683	9,523,536
Bulk purchases - electricity	109,867,151	140,719,370	152,145,000	165,000,000	165,000,000	180,015,000	185,955,495	191,906,071
Inventory consumed	36,429,467	42,584,752	54,490,724	74,573,460	74,573,460	77,108,959	79,653,554	82,202,470
Debt impairment	39,207,528	10,645,646	42,900,000	63,500,000	63,500,000	69,079,000	71,358,607	73,642,083
Depreciation, amortisation and impairment	37,219,581	57,828,537	72,391,567	57,828,539	57,828,539	60,783,850	62,789,718	64,798,990
Interest, Dividends and Rent on Land	43,000,767	59,238,770	20,653,218	5,670,141	5,670,141	5,862,926	6,056,402	6,250,207
Contracted services	20,684,515	30,173,676	45,075,084	82,788,272	82,788,272	86,406,460	87,494,508	90,195,132
Irrecoverable debts written off	-	52,068,126	1,100,000	2,500,000	2,500,000	2,585,000	2,670,304	2,755,752
Operational costs	24,820,197	27,046,050	36,230,253	41,933,957	41,933,957	45,063,988	46,551,101	48,040,734
Other Losses	9,724,196	2,016,304	10,152,061	2,500,000	2,500,000	2,585,000	2,670,305	2,755,755
Total Expenditure	422,989,573	532,730,081	562,509,966	623,154,802	623,154,802	662,812,211	684,854,822	708,835,634

The budgeted allocation for employee-related costs for the 2026/2027-year totals R124,642,616, which equals 18.8 percent of the total operating expenditure or 23.4 percent if non-cash items are deducted. The municipality had an increase of 5.1% increase compared to the previous financial year, but did adjust employee costs accordingly with approved legislative wage agreements.

The cost associated with the Remuneration of Councillors was adjusted by 4.75% compared to the previous financial year; however, the municipality will adjust the Remuneration of Councillors in line with the necessary approved Upper Limits as per the Government Gazette.

The provision of debt impairment was determined based on an annual collection rate of 88

% percent and the Debt Write-off Policy of the municipality.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for measuring the rate of asset consumption. Note that the implementation of the GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register.

The municipality foresees that the cost of Finance cost will be reduced enormously as the municipality is currently compliant to the Eskom Debt Relief Programme and entered into the Water Incentive Scheme in July 2025, this means no interest and penalties should be incurred with the only interest due the interest of the loan, the municipality potentially will have funds available to add to service delivery initiatives.

Bulk purchases are directly informed by the purchase of electricity from Eskom. The annual price increases have been factored into the budget appropriations and directly inform the revenue provisions. The expenditures include distribution losses.

Inventory Consumed comprises amongst others the purchase of Water, materials for maintenance, cleaning materials, and chemicals. In line with the municipality repairs and maintenance plan, this group of expenditures has been prioritized to ensure the sustainability of the municipality's infrastructure.

Operational Costs comprise various line items relating to the daily operations of the municipality. This group of expenditures has also been identified as an area in which cost savings and efficiencies can be achieved.

1. Annual Budget Tables

Annual Budget Tables - Parent Municipality

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2020/21 budget and MTREF as approved by the Council. Each table is accompanied by explanatory notes on the facing page.

Explanatory notes to MBRR Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the municipalities budget from all the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by the Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position, and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b. Capital expenditure is balanced by capital funding sources, of which
 - i. Transfers recognised is reflected on the Financial Performance Budget.
 - ii. Borrowing is incorporated in the net cash from financing on the Cash Flow Budget

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

NC062 Nama Khoi - 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	-	50,992	55,907	59,953	61,276	61,276	61,276	63,359	65,450	67,544
Service charges	-	195,392	261,526	270,769	278,581	278,581	278,581	297,981	307,815	317,665
Investment revenue	-	4,322	11,826	16,933	23,576	23,576	23,576	24,378	25,182	25,988
Transfer and subsidies - Operational	-	113,328	339,926	77,232	77,227	77,227	77,227	78,595	80,100	82,308
Other own revenue	-	37,975	386,130	103,033	149,149	149,149	149,149	157,702	162,906	168,119
Total Revenue (excluding capital transfers and contributions)	-	402,009	1,055,316	527,919	589,809	589,809	589,809	622,015	641,453	661,624
Employee costs	-	94,696	103,102	119,328	118,575	118,575	118,575	124,643	130,563	136,765
Remuneration of councillors	-	7,340	7,307	8,045	8,286	8,286	8,286	8,679	9,092	9,524
Depreciation, amortisation and impairment	-	37,220	57,829	72,392	57,829	57,829	57,829	60,784	62,790	64,799
Interest, Dividends and Rent on Land	-	43,001	59,239	20,653	5,670	5,670	5,670	5,863	6,056	6,250
Inventory consumed and bulk purchases	-	146,297	183,304	206,636	239,573	239,573	239,573	257,124	265,609	274,109
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-
Other expenditure	-	94,436	121,950	135,457	193,222	193,222	193,222	205,719	210,745	217,389
Total Expenditure	-	422,990	532,730	562,510	623,155	623,155	623,155	662,812	684,855	708,836
Surplus/(Deficit)	-	(20,981)	522,586	(34,590)	(33,346)	(33,346)	(33,346)	(40,797)	(43,402)	(47,212)
Transfers and subsidies - capital (monetary allocations)	-	12,543	16,094	22,696	22,696	22,696	22,696	39,171	50,127	47,822
Transfers and subsidies - capital (in-kind)	-	-	212,206	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610
Capital expenditure & funds sources										
Capital expenditure										
Transfers recognised - capital	-	10,800	159,005	77,642	92,694	92,694	92,694	96,851	44,756	46,389
Borrowing	-	70	-	-	-	-	-	-	-	-
Internally generated funds	-	(13)	58,945	30,503	45,555	45,555	45,555	36,237	-	-
Total sources of capital funds	-	10,800	159,005	77,642	92,694	92,694	92,694	96,851	44,756	46,389
Financial position										
Total current assets	-	125,275	466,196	196,181	354,376	354,376	354,376	343,258	(57,565)	(65,938)
Total non current assets	-	729,230	908,400	769,780	1,023,253	1,023,253	1,023,253	938,455	(18,034)	(18,410)
Total current liabilities	-	366,583	187,916	284,334	124,706	124,706	124,706	170,358	(19,093)	(19,713)
Total non current liabilities	-	256,112	233,641	453,102	233,667	233,667	233,667	265,584	-	0
Community wealth/Equity	-	260,810	268,193	287,087	1,019,287	1,019,287	1,019,287	1,018,587	-	0
Cash flows										
Net cash from (used) operating	-	42,369	326,379	(52,272)	(21,346)	(21,346)	(21,346)	53,181	55,047	50,509
Net cash from (used) investing	-	(1,180)	(1,191)	(89,289)	(106,598)	(106,598)	(106,598)	(111,378)	(51,469)	(53,347)
Net cash from (used) financing	-	(2,005)	(254)	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	-	86,030	369,154	112,316	195,973	195,973	195,973	265,720	269,298	266,459
Cash backing/surplus reconciliation										
Cash and investments available	-	86,030	369,154	112,316	195,973	195,973	195,973	265,720	269,298	266,459
Application of cash and investments	-	311,516	41,257	243,335	31,891	31,891	31,891	49,630	(10,185)	(10,520)
Balance - surplus (shortfall)	-	(225,486)	327,897	(131,019)	164,082	164,082	164,082	216,090	279,483	276,979
Asset management										
Asset register summary (WDV)	-	737,601	916,868	768,070	1,021,543	1,021,543		936,745	(18,034)	(18,410)
Depreciation	-	37,220	57,829	72,392	57,829	57,829		60,784	62,790	64,799
Renewal and Upgrading of Existing Assets	-	(262)	33,061	17,750	19,950	19,950		33,600	26,250	27,429
Repairs and Maintenance	-	13,665	17,559	29,606	28,385	28,385		30,203	31,200	32,198
Free services										
Cost of Free Basic Services provided	-	28,561	31,532	55,963	55,963	55,963		55,963	58,504	60,434
Revenue cost of free services provided	-	-	13,387	4,228	4,228	4,228		4,228	4,371	4,516

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

- Table A2 is a view of the budgeted financial performance of revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure, and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.

NC062 Nama Khoi - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification 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
Revenue - Functional										
<i>Governance and administration</i>			152,053	627,631	159,579	209,308	209,308	216,391	221,769	228,766
Executive and council		-	1,762	214,506	2,492	2,239	2,239	2,368	682	703
Finance and administration		-	150,290	413,124	157,087	207,069	207,069	214,024	221,087	228,063
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>			2,893	2,416	3,695	4,442	4,442	2,887	2,982	3,078
Community and social services		-	2,822	2,322	3,551	4,367	4,367	2,810	2,902	2,995
Sport and recreation		-	71	94	144	75	75	78	80	83
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>			3,805	3,309	3,862	3,746	3,746	3,873	4,001	4,129
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	3,805	3,309	3,862	3,746	3,746	3,873	4,001	4,129
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>			255,697	650,180	383,145	394,708	394,708	437,724	462,507	473,142
Energy sources		-	175,691	528,176	226,672	253,879	253,879	279,029	290,678	295,806
Water management		-	44,151	59,996	78,173	82,099	82,099	85,015	87,989	90,740
Waste water management		-	27,413	44,759	62,812	57,314	57,314	72,091	82,030	84,792
Waste management		-	8,443	17,250	15,488	1,416	1,416	1,589	1,810	1,804
<i>Other</i>	4	-	105	79	334	300	300	310	321	331
Total Revenue - Functional	2	-	414,552	1,283,615	550,615	612,505	612,505	661,186	691,580	709,446
Expenditure - Functional										
<i>Governance and administration</i>			129,386	206,957	136,081	168,423	168,423	175,164	179,894	186,351
Executive and council		-	22,216	22,276	27,078	27,121	27,121	28,619	28,091	29,316
Finance and administration		-	106,114	182,937	107,307	139,372	139,372	144,524	149,688	154,819
Internal audit		-	1,056	1,745	1,696	1,929	1,929	2,020	2,116	2,216
<i>Community and public safety</i>			15,752	32,451	36,973	39,122	39,122	40,738	42,403	44,120
Community and social services		-	5,275	7,959	11,303	10,766	10,766	11,243	11,738	12,254
Sport and recreation		-	6,907	18,863	16,880	21,316	21,316	22,142	22,988	23,852
Public safety		-	3,570	5,629	8,790	7,041	7,041	7,353	7,677	8,015
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>			15,189	19,355	25,798	29,080	29,080	30,415	31,808	33,262
Planning and development		-	3,081	7,619	7,860	11,032	11,032	11,554	12,102	12,675
Road transport		-	12,109	11,737	17,938	18,048	18,048	18,860	19,706	20,587
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>			263,228	274,433	365,255	388,128	388,128	416,496	430,749	445,103
Energy sources		-	179,080	187,391	207,768	269,475	269,475	293,459	303,258	313,091
Water management		-	50,206	60,178	88,539	84,028	84,028	87,019	90,042	93,093
Waste water management		-	15,898	16,099	20,743	19,189	19,189	19,948	20,726	21,523
Waste management		-	18,045	10,764	48,205	15,436	15,436	16,070	16,723	17,395
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	423,556	533,196	564,107	624,752	624,752	662,812	684,855	708,836
Surplus/(Deficit) for the year		-	(9,004)	750,419	(13,492)	(12,248)	(12,248)	(1,626)	6,725	610

Explanatory notes to MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

- Table A3 is a view of the budgeted financial performance of the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance of the organizational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

The A3 is not properly linked to the financial system and shows 0 amounts

NC062 Nama Khoi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

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	Budget Year 2026/27	Budget Year +1 2027/28	Budget Year +2 2028/29
R thousand										
Revenue by Vote	1									
Vote 1 - [NAME OF VOTE 1]		-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE 2]		-	-	-	-	-	-	-	-	-
Vote 3 - [NAME OF VOTE 3]		-	-	-	-	-	-	-	-	-
Vote 4 - [NAME OF VOTE 4]		-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	-	-	-	-	-	-	-	-
Expenditure by Vote to be appropriated	1									
Vote 1 - [NAME OF VOTE 1]		-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE 2]		-	-	-	-	-	-	-	-	-
Vote 3 - [NAME OF VOTE 3]		-	-	-	-	-	-	-	-	-
Vote 4 - [NAME OF VOTE 4]		-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	2	-	-	-	-	-	-	-	-	-

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

1. Revenue to be generated from property rates was budgeted to remain relatively constant over the medium-term
2. Services charges relating to electricity, water, sanitation, and refuse removal constitute the biggest component of the revenue basket of the municipality. This growth can mainly be attributed to the increase in the bulk prices of electricity.
3. Transfers recognized – operating includes the local government's equitable share and other grants from national and provincial governments. It needs to be noted that in real terms the grant receipts from the national government are decreasing rapidly over the MTREF. The municipality is grant-dependent and is it important to increase the equitable share every year.

NC062 Nama Khoi - 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	-	119,203	179,509	159,927	179,779	179,779	179,779	195,821	202,283	208,756
Service charges - Water	2	-	44,151	47,193	61,257	63,470	63,470	63,470	65,628	67,793	69,963
Service charges - Waste Water Management	2	-	14,869	15,924	22,600	16,359	16,359	16,359	16,916	17,474	18,033
Service charges - Waste Management	2	-	17,169	18,900	26,984	18,972	18,972	18,972	19,617	20,265	20,913
Sale of Goods and Rendering of Services	2	-	2,240	460	4,389	4,186	4,186	4,186	4,329	4,471	4,614
Agency services	2	-	100	-	98	98	98	98	101	105	108
Interest	-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables	2	-	21,773	32,042	23,281	55,780	55,780	55,780	57,677	59,580	61,486
Interest earned from Current and Non Current Assets	2	-	4,322	11,826	16,933	23,576	23,576	23,576	24,378	25,182	25,988
Dividends	2	-	-	-	-	-	-	-	-	-	-
Rent on Land	2	-	1,129	693	1,308	1,308	1,308	1,308	1,353	1,397	1,442
Rental from Fixed Assets	2	-	2,008	1,233	3,549	2,513	2,513	2,513	2,598	2,684	2,770
Licence and permits	2	-	1,970	3,015	4,024	3,726	3,726	3,726	3,853	3,980	4,107
Special rating levies	2	-	-	-	-	-	-	-	-	-	-
Construction Contract Revenue	2	-	-	-	-	-	-	-	-	-	-
Development Charges	2	-	-	-	-	-	-	-	-	-	-
Operational Revenue	2	-	1,963	640	577	651	651	651	673	695	718
Non-Exchange Revenue											
Property rates	2	-	50,992	55,907	59,953	61,276	61,276	61,276	63,359	65,450	67,544
Surcharges and Taxes	2	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	2	-	587	330	635	599	599	599	632	653	674
Licences or permits	2	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational	2	-	113,328	339,926	77,232	77,227	77,227	77,227	78,595	80,100	82,308
Interest	2	-	5,678	6,829	4,585	17,574	17,574	17,574	18,187	18,787	19,389
Fuel Levy	2	-	-	-	-	-	-	-	-	-	-
Operational Revenue	2	-	529	1,742	-	2,125	2,125	2,125	2,197	2,270	2,342
Gains on disposal of Fixed and Intangible Assets	2	-	-	-	-	-	-	-	-	-	-
Other Gains	2	-	(2)	339,144	60,588	60,588	60,588	60,588	66,102	68,283	70,468
Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		-	402,009	1,055,316	527,919	589,809	589,809	589,809	622,015	641,453	661,624
Expenditure											
Employee related costs	2	-	94,696	103,102	119,328	118,575	118,575	118,575	124,643	130,563	136,765
Remuneration of councillors	2	-	7,340	7,307	8,045	8,286	8,286	8,286	8,679	9,092	9,524
Bulk purchases - electricity	2	-	109,867	140,719	152,145	165,000	165,000	165,000	180,015	185,955	191,906
Inventory consumed	2,8	-	36,429	42,585	54,491	74,573	74,573	74,573	77,109	79,654	82,202
Debt impairment	2,3	-	39,208	10,646	42,900	63,500	63,500	63,500	69,079	71,359	73,642
Depreciation, amortisation and impairment	2	-	37,220	57,829	72,392	57,829	57,829	57,829	60,784	62,790	64,799
Interest, Dividends and Rent on Land	2	-	43,001	59,239	20,653	5,670	5,670	5,670	5,863	6,056	6,250
Contracted services	2	-	20,685	30,174	45,075	82,788	82,788	82,788	86,406	87,495	90,195
Transfers and subsidies	2	-	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off	2	-	-	52,068	1,100	2,500	2,500	2,500	2,585	2,670	2,756
Operational costs	2	-	24,820	27,046	36,230	41,934	41,934	41,934	45,064	46,551	48,041
Disposal of Fixed and Intangible Assets	2	-	-	-	-	-	-	-	-	-	-
Other Losses	2	-	9,724	2,016	10,152	2,500	2,500	2,500	2,585	2,670	2,756
Total Expenditure		-	422,990	532,730	562,510	623,155	623,155	623,155	662,812	684,855	708,836
Surplus/(Deficit)											
Transfers and subsidies - capital (monetary allocations)	6	-	(20,981)	522,586	(34,590)	(33,346)	(33,346)	(33,346)	(40,797)	(43,402)	(47,212)
Transfers and subsidies - capital (in-kind)	6	-	12,543	16,094	22,696	22,696	22,696	22,696	39,171	50,127	47,822
Surplus/(Deficit) after capital transfers & contributions		-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610
Income Tax	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610
Share of Surplus/Deficit attributable to Associate	7	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	1	-	(8,437)	750,885	(11,894)	(10,650)	(10,650)	(10,650)	(1,626)	6,725	610

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
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure, to be appropriated	2										
Vote 1 - [NAME OF VOTE 1]		-	-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE 2]		-	-	-	-	-	-	-	-	-	-
Vote 3 - [NAME OF VOTE 3]		-	-	-	-	-	-	-	-	-	-
Vote 4 - [NAME OF VOTE 4]		-	-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
Single-year expenditure, to be appropriated	2										
Vote 1 - [NAME OF VOTE 1]		-	-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE 2]		-	-	-	-	-	-	-	-	-	-
Vote 3 - [NAME OF VOTE 3]		-	-	-	-	-	-	-	-	-	-
Vote 4 - [NAME OF VOTE 4]		-	-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		-	-	-	-	-	-	-	-	-	-
Capital Expenditure - Functional											
Governance and administration		-	(264)	3,914	1,050	2,902	2,902	2,902	3,000	-	-
Executive and council		-	(264)	-	-	-	-	-	-	-	-
Finance and administration		-	-	3,914	1,050	2,902	2,902	2,902	3,000	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	329	259	9,063	9,063	9,063	9,063	12,500	-	-
Planning and development		-	329	259	-	-	-	-	-	-	-
Road transport		-	-	-	9,063	9,063	9,063	9,063	12,500	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		-	10,735	154,832	67,529	80,729	80,729	80,729	81,351	44,756	46,389
Energy sources		-	-	39,713	4,517	4,517	4,517	4,517	4,517	-	-
Water management		-	1,294	10,760	9,695	19,200	19,200	19,200	7,800	-	-
Waste water management		-	9,441	104,359	53,317	57,012	57,012	57,012	69,034	44,756	46,389
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	-	10,800	159,005	77,642	92,694	92,694	92,694	96,851	44,756	46,389
Funded by:											
National Government		-	10,735	100,060	47,139	47,139	47,139	47,139	60,614	44,756	46,389
Provincial Government		-	-	-	-	-	-	-	-	-	-
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	-	10,735	100,060	47,139	47,139	47,139	47,139	60,614	44,756	46,389
Borrowing	6	-	78	-	-	-	-	-	-	-	-
Internally generated funds		-	(13)	58,945	30,503	45,555	45,555	45,555	36,237	-	-
Total Capital Funding	7	-	10,800	159,005	77,642	92,694	92,694	92,694	96,851	44,756	46,389

NC062 Nama Khoi - Table A6 Budgeted Financial Position

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
ASSETS											
Current assets											
Cash and cash equivalents	1	-	44,219	325,234	129,249	217,451	217,451	217,451	208,759	(55,262)	(63,561)
Short term investments	2	-	-	-	-	-	-	-	-	-	-
Trade and other receivables from exchange transactions	3	-	61,783	92,448	28,866	82,774	82,774	82,774	(2,704)	(2,303)	(2,377)
Receivables from non-exchange transactions	3	-	7,665	28,386	13,509	36,667	36,667	36,667	55,889	-	0
Current portion of non-current receivables	4	-	-	-	-	-	-	-	-	-	-
Inventory	5	-	3,989	7,887	15,803	5,387	5,387	5,387	7,887	-	0
VAT Receivable	6	-	-	-	-	-	-	-	61,503	0	(0)
Other current assets	7	-	7,618	12,241	8,753	12,097	12,097	12,097	11,924	-	0
Total current assets		-	125,275	466,196	196,181	354,376	354,376	354,376	343,258	(57,565)	(65,938)
Non current assets											
Investments	8	-	-	-	-	-	-	-	-	-	-
Investment property	9	-	124,022	124,024	124,022	124,024	124,024	124,024	124,024	-	-
Property, plant and equipment	10	-	611,983	791,283	642,452	895,958	895,958	895,958	811,160	(18,034)	(18,410)
Biological assets	11	-	-	-	-	-	-	-	-	-	-
Living resources	12	-	-	-	-	-	-	-	-	-	-
Heritage assets	13	-	1,484	1,484	1,484	1,484	1,484	1,484	1,484	-	0
Intangible assets	14	-	111	77	111	77	77	77	77	-	-
Trade and other receivables from exchange transactions	15	-	(10,080)	(10,177)	-	-	-	-	-	-	-
Non-current receivables from non-exchange transactions	15	-	1,710	1,710	1,710	1,710	1,710	1,710	1,710	-	0
Other non-current assets	16	-	-	-	-	-	-	-	-	-	-
Total non current assets		-	729,230	908,400	769,780	1,023,253	1,023,253	1,023,253	938,455	(18,034)	(18,410)
TOTAL ASSETS		-	854,505	1,374,596	965,961	1,377,629	1,377,629	1,377,629	1,281,713	(75,599)	(84,348)
LIABILITIES											
Current liabilities											
Bank overdraft	17	-	-	-	-	-	-	-	-	-	-
Financial liabilities	18	-	4,808	5,086	4,782	5,086	5,086	5,086	5,086	-	0
Consumer deposits	19	-	4,022	4,594	4,509	4,594	4,594	4,594	4,594	-	0
Trade and other payables from exchange transactions	20	-	331,809	146,760	231,624	84,855	84,855	84,855	157,350	5,680	5,853
Trade and other payables from non-exchange transactions	21	-	18,742	23,362	36,217	22,056	22,056	22,056	47,870	(6,658)	(6,871)
Provision	22	-	7,202	8,114	7,202	8,114	8,114	8,114	8,841	-	0
VAT Payable	23	-	-	-	-	-	-	-	(53,383)	(18,115)	(18,694)
Other current liabilities	24	-	-	-	-	-	-	-	-	-	-
Total current liabilities		-	366,583	187,916	284,334	124,706	124,706	124,706	170,358	(19,093)	(19,713)
Non current liabilities											
Financial liabilities	25	-	15,926	10,866	127,952	10,892	10,892	10,892	10,866	-	0
Provision	26	-	107,867	121,300	107,867	121,300	121,300	121,300	126,809	-	0
Long term portion of trade payables	27	-	132,319	-	145,551	-	-	-	-	-	-
Other non-current liabilities	28	-	-	101,475	71,731	101,475	101,475	101,475	127,909	-	0
Total non current liabilities		-	256,112	233,641	453,102	233,667	233,667	233,667	265,584	-	0
TOTAL LIABILITIES		-	622,695	421,557	737,436	358,373	358,373	358,373	435,942	(19,093)	(19,713)
NET ASSETS		-	231,810	953,039	228,525	1,019,256	1,019,256	1,019,256	845,771	(56,506)	(64,635)
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)	29	-	260,580	267,963	286,857	1,019,057	1,019,057	1,019,057	1,018,357	-	0
Reserves and funds	30	-	230	230	230	230	230	230	230	-	0
Other	31	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	32	-	260,810	268,193	287,087	1,019,287	1,019,287	1,019,287	1,018,587	-	0

Explanatory notes to Table A6 - Budgeted Financial Position

- Table A6 is consistent with international standards of good financial management practice and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
- This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity, i.e. assets readily converted to cash, or liabilities immediately required to be met by cash, appear first.
- Table 66 is supported by an extensive table of notes (SA3) providing a detailed analysis of the major components of several items, including:
 - Call investments deposits.
 - Consumer debtors.
 - Property, plant, and equipment.
 - Trade and other payables.
 - Provisions non-current.
 - Changes in net assets; and
 - Reserves

4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact the Budgeted Financial Position. As an example, the collection rate assumption will impact the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year-end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition, the funding compliance assessment is informed directly by forecasting the statement of financial position.

The outer years for A6 is not correctly aligned to the financial system

NC062 Nama Khoi - 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
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		-	32,051	10,800	47,117	69,615	69,615	69,615	55,232	57,054	58,880
Service charges		-	109,524	-	236,208	275,944	275,944	275,944	295,294	305,039	314,800
Other revenue		-	190,014	712,668	70,374	82,533	82,533	82,533	87,021	81,335	83,952
Transfers and Subsidies - Operational	1	-	113,949	452,313	77,232	77,227	77,227	77,227	78,595	80,100	82,308
Transfers and Subsidies - Capital	1	-	2,285	-	22,696	22,696	22,696	22,696	39,171	50,127	47,822
Interest		-	541	824	23,281	56,880	56,880	56,880	83,192	85,937	88,687
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		-	(402,612)	(850,226)	(508,527)	(600,572)	(600,572)	(600,572)	(579,460)	(598,488)	(619,690)
Finance charges		-	(3,384)	-	(20,653)	(5,670)	(5,670)	(5,670)	(5,863)	(6,056)	(6,250)
Transfers and Subsidies	1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	42,369	326,379	(52,272)	(21,346)	(21,346)	(21,346)	53,181	55,047	50,509
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	(433)	(1,191)	-	-	-	-	-	-	-
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		-	(747)	-	(89,289)	(106,598)	(106,598)	(106,598)	(111,378)	(51,469)	(53,347)
Retention (Capital)		-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(1,180)	(1,191)	(89,289)	(106,598)	(106,598)	(106,598)	(111,378)	(51,469)	(53,347)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	(1,274)	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-
Payments											
Repayment of borrowing		-	(731)	(254)	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(2,005)	(254)	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		-	39,184	324,934	(141,561)	(127,944)	(127,944)	(127,944)	(58,197)	3,578	(2,838)
Cash/cash equivalents at the year begin:	2	-	46,846	44,220	253,877	323,917	323,917	323,917	323,917	265,720	269,298
Cash/cash equivalents at the year end:	2	-	86,030	369,154	112,316	195,973	195,973	195,973	265,720	269,298	266,459

Explanatory notes to Table A7 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash inflow versus cash outflow that is likely to result from the implementation of the budget.
3. The Cash Flow Budget is funded

NC062 Nama Khoi - Table A8 Cash backed reserves/accumulated surplus reconciliation

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 and investments available											
Cash/cash equivalents at the year end	1	-	86,030	369,154	112,316	195,973	195,973	195,973	265,720	269,298	266,459
Other current investments > 90 days		-	-	-	-	-	-	-	-	-	-
Non current investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		-	86,030	369,154	112,316	195,973	195,973	195,973	265,720	269,298	266,459
Application of cash and investments											
Unspent conditional transfers		-	18,742	23,362	36,217	22,066	22,056	22,056	54,316	-	0
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	-	(8,539)	(8,539)	(8,539)	(8,539)	(8,539)	(8,539)	(106,735)	(18,515)	(19,108)
Other working capital requirements	3	-	293,881	18,089	208,225	10,029	10,029	10,029	92,978	8,330	8,588
Other provisions		-	7,202	8,114	7,202	8,114	8,114	8,114	8,841	-	0
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	-	230	230	230	230	230	230	230	-	0
Total Application of cash and investments:		-	311,516	41,257	243,335	31,891	31,891	31,891	49,630	(10,185)	(10,520)
Surplus(shortfall) - Excluding Non-Current Creditors Trf to Debt Relief Benefits		-	(225,486)	327,897	(131,019)	164,082	164,082	164,082	216,090	279,483	276,979
Creditors transferred to Debt Relief - Non-Current portion		-	-	-	-	-	-	-	-	-	-
Surplus(shortfall) - Including Non-Current Creditors Trf to Debt Relief Benefits		-	(225,486)	327,897	(131,019)	164,082	164,082	164,082	216,090	279,483	276,979

Explanatory notes to Table A8 – Cash-backed reserves/accumulated surplus reconciliation

The municipality will be assessed to check the funding of the budget, municipality are encouraged to table Funded Budget and if it is not possible the municipality are required to adopt a Funded Budget Plan or Financial Recovery Plan, in Nama Khoi Municipality case the Draft Budget was found to be funded and our assessment shows that the DRAFT Budget is also funded, the municipality will however, going to submit the Funded Budget Plan as well as the Cost Containment Report as part of the monthly Section 71 submission,

It must be noted that the municipality is currently in the ESKOM Debt Relief Programme and has already received 1/3 write-off of the debt, the municipality awaits the second write-off and will reach the full cycle end of July 2026.

The municipality also entered Water Incentive Scheme.

The above explanation will finally put the municipality in a position to entirely focus on service delivery issues while maintaining only a monthly account for bulk purchases.

This table is significant to make sure that we have a funded Budget. Nama Khoi Showed a surplus of R216 million, which indicates we have a **FUNDED BUDGET. It must however be noted that the collection rate shows 117 as per the calculation on A8 and should be closer to 90%, the municipality has indicated that the service provider should use 88%.**

Public Participation

The municipality will conduct the public participation process after the Draft Budget is tabled to Council, and detailed notes and recommendations will be added to the Final Budget document

INTEGRATED DEVELOPMENT PLAN

The IDP will be submitted to Council as a separate document

A1 Schedule, Policies, Tariffs, and all other required documents will be submitted as attachments to the budget

Quality Certificate

I, Don Malan, acting Municipal Manager of Nama Khoi Municipality, at this moment, certify that the DRAFT BUDGET and supporting documentation have been prepared by the Municipal Finance Management Act and the regulations made under the Act and that the adjustments budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

Municipal Manager of Nama Khoi Municipality (NC062)

Signature

Date 31/03/2026