

VOTE 11

Co-operative Governance and Traditional Affairs

Operational budget	R2 031 023 956
MEC remuneration	R 2 306 044
Total amount to be appropriated	R2 033 330 000
Responsible MEC	MEC for Co-operative Governance and Traditional Affairs
Administering department	Co-operative Governance and Traditional Affairs
Accounting officer	Head: Co-operative Governance and Traditional Affairs

1. Overview

Vision

The vision of the Department of Co-operative Governance and Traditional Affairs (COGTA) is: *Capable and co-operative governance for sustainable service delivery.*

Mission

The department's mission is: *To co-ordinate and foster co-operation among governance institutions and build capacity to accelerate delivery of high quality services to communities.*

Strategic outcomes

The department's strategic policy direction is to:

- Improve local government institutional capacity for efficiency and effectiveness.
- Improve delivery of services for quality livelihoods.
- Increase local economic development and job creation through infrastructure development.
- Capable, developmental, sustainable, ethical and socially cohesive institutions.

Core functions

The mandate of the department is as follows:

- To co-ordinate all organs of state to ensure maximum impact.
- Interventionist approach.
- Improved internal and external co-operation and outcomes based Inter-governmental Relations (IGR) structures.
- Ensure single window of co-ordination and regulation of national, provincial and local government.

In essence, the department's mandate at the centre of integrated development has the following functions:

- Co-ordination, both vertically and horizontally, and doing away with the silo approach across the province.
- Ensuring alignment of priorities of both national and provincial departments implemented in a local space or with municipal IDPs.
- Ensure that the IDPs encapsulate the provincial priorities and budget in a co-ordinated manner.
- Enhance the IGR framework support integration (IGR framework to be reviewed and strengthened).
- Ensure seamless service delivery in a co-ordinated manner supported by emerging legislated processes.
- Put development planning at the centre stage.
- Put people at the centre of development.

The department will continue to support and ensure that there is alignment between the national, provincial, and local government priorities. Working together with different stakeholders in the province and countrywide, the department is committed to contributing toward realisation and achievement of government's priorities as spelt out in the MTDP.

Legislative mandate

The legislative mandate of COGTA is presented below.

Constitutional mandate

The mandates of COGTA are embodied in the following sections of the Constitution, 1996:

- Section 139 provides for provincial intervention in local government. This intervention in municipalities includes the issuing of directives and managing interventions by the Provincial Executive Council, in accordance with the provisions of Section 139(1) (a), (b) and (c).
- Section 154 determines that provincial governments must provide support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and perform their functions in accordance with the provisions of Section 154(1) and (2).
- Section 155(5) and (6) determines the types of municipalities to be established in KZN, where after the municipalities, by legislative and other measures, must be monitored and supported.
- Section 155(7) stipulates that provincial governments have legislative and executive authority to ensure effective performance by municipalities of their functions in respect of responsibilities listed in Schedules 4 and 5, by regulating the exercise by municipalities of their executive authority referred to in Section 156(1).
- Chapter 12 of the Constitution of the Republic of South Africa, 1996 recognises the institution of traditional leadership and emphasises the significant role it plays in preserving the customs of traditional communities. It further defines the institution as an organ of state which justifies its place in the democratic dispensation, especially in relation to governance issues.

Specific legislation for the department

- Disaster Management Act (Act No. 57 of 2002)
- Employment Equity Act (Act No. 55 of 1998)
- Fire Brigade Services Act (Act No. 99 of 1987)
- Infrastructure Development Act (Act No. 23 of 2014)
- KZN Cemeteries and Crematoria Act (Act No. 32 of 2000)
- KZN Determination of Types of Municipalities Act (Act No. 7 of 2000)
- KZN Planning and Development Act (PDA) (Act No. 6 of 2008)
- KZN Pounds Act (Act No. 3 of 2006)
- KZN Traditional Leadership and Governance Act (Act No. 5 of 2005)
- Labour Relations Act (Act No. 66 of 1995)
- Local Government Demarcation Act (Act No. 6 of 2004)
- Local Government Municipal Electoral Act (Act No. 27 of 2000)
- Municipal Finance Management Act (MFMA) (Act No. 53 of 2003)
- Municipal Fiscal Powers and Functions Act (Act No. 12 of 2007)
- Municipal Property Rates Act (Act No. 6 of 2004)
- Municipal Structures Act (Act No. 117 of 1998)
- Municipal Systems Act (Act No. 32 of 2000)
- Public Service Act (Proclamation No. 103 of 1994)
- Remuneration of Public Office Bearers Act (Act No. 20 of 1998)

- Spatial Planning and Land Use Management Act (SPLUMA) (Act No. 16 of 2013)
- The White Paper on Traditional Leadership

General legislation for departments dealing with local government and traditional affairs

- Annual Division of Revenue Act (DORA)
- KZN Provincial Supply Chain Management (SCM) Policy Framework (2006)
- Preferential Procurement Policy Framework Act (PPPFA) (Act No. 5 of 2000) and revised regulations dated 16 January 2023
- Protection of Personal Information Act (Act No. 4 of 2013)
- Skills Development Act (Act No. 97 of 1998) and levies act 9 of 99
- Public Finance Management Act (PFMA) (Act No. 1 of 1999, as amended) and Treasury Regulations
- Public Service Regulations

Specific legislation applicable to municipalities

In addition to the above, there are particular pieces of legislation which apply specifically to municipalities and relate to the department's oversight, co-operation, co-ordination and alignment functions:

- Communal Land Rights Act (Act No. 11 of 2004)
- Development Facilitation Act (Act No. 67 of 1995)
- Water Services Act (Act No. 108 of 1997)

Aligning the department's budget to achieve government's prescribed outcomes

The department's budget is aligned to the NDP and the 2025-2030 MTDP, and contributes toward the following MTDP priority areas:

- Priority 1 – Drive inclusive growth and job creation.
- Priority 2 – Maintain and optimise the social wage.
- Priority 3 – Build a capable, ethical and developmental state.

The 2026/27 APP contains a number of indicators that address the above-mentioned priorities. Some of these include:

- The implementation of the District Development Model (DDM) within the province.
- Support to municipalities to ensure the functionality of municipal Rapid Response Teams.
- Support to municipalities to ensure the functionality of ward committees.
- Support to municipalities with the development of credible IDPs.
- Monitoring of all municipalities under intervention in line with their recovery plans.
- Investigation of all fraud, corruption and maladministration cases.
- Support to municipalities to improve their audit opinions.
- Monitoring of municipalities on the review of Water Service Development Plans (WSDPs).
- Support to municipalities with the implementation of the Community Work Programme (CWP) and the EPWP to create work opportunities.
- Ensuring that 30 per cent of procurement will be awarded to SMMEs, co-operatives, townships/rural enterprises and people with disabilities.

2. Review of the 2025/26 financial year

Section 2 provides a review of 2025/26, outlining the main achievements and progress made by the department during the year, as well as providing a brief discussion on challenges and new developments.

Local governance

The department provided support to local government institutions to strengthen governance, promote sound financial management, enhance public participation, and improve capacity of municipalities with the aim of accelerating service delivery, as follows:

- The department supported 28 municipalities in the institutionalisation of the Performance Management System (PMS) to manage and measure institutional performance, while the remaining 26 municipalities are to be supported at the end of 2025/26. All 54 municipalities are being supported to achieve unqualified audit outcomes with no findings (clean audit), through the implementation of developed audit action plans. On a quarterly basis, all 54 municipalities are supported in the implementation of Municipal Support Intervention Plans, through quarterly monitoring One on One engagements sessions.
- Supporting the strengthening of governance: The department supported 28 municipalities to comply with the Municipal Systems Act (MSA) Regulations on the appointment of senior managers. The department also supported 28 municipalities in maintaining functional oversight structures. In addition, in ensuring that municipalities under Section 139 intervention recover in terms of functionality, the department is monitoring the implementation of three municipal recovery plans for municipalities placed under administration. The three municipalities under intervention are the uMkhanyakude District Municipality, uMzinyathi District Municipality and uThukela District Municipality.
- Promoting sound financial management: The department assisted 22 municipalities in reducing Unauthorised, Irregular, Fruitless and Wasteful (UIFW) expenditure in various municipalities. The municipalities were supported through the review of UIFW expenditure registers and by supporting municipalities in their Municipal Public Accounts Committees. The department also supported municipalities in reducing their Eskom debt. Support included quarterly reviews of municipal cashflows, updating payment plans where necessary and monitoring municipal payments against committed payment plans. The municipalities supported included the Abaqulusi, eNdumeni, Mpofana, Msunduzi, Mthonjaneni, Ulundi, Newcastle, and eMadlangeni Municipalities.
- Enhance public participation: The department supported municipalities with conducting Indigent Ward Profiling in the Msunduzi, uPhongolo, Ulundi, uMzumbe, Johannes Phumani Phungula, Newcastle, eMadlangeni, Dannhauser, Alfred Duma, eThekwini, uMshwathi, Mpofana and eNdumeni municipalities and there are 30 municipalities remaining which will be supported in 2025/26. Also included were 28 municipalities supported to institutionalise the mainstreaming of vulnerable groups.
- Improve capacity of municipalities: The department is the custodian of the Integrated Capacity Building Strategy for local government. Five families were supported with the implementation of Municipal Staff Regulations in the Ugu, King Cetshwayo, uThukela, Amajuba and Harry Gwala districts. The department also supported municipalities' specialised functions such as Water Service Authorities and Licenced Energy Distributors, in monitoring the implementation of Workplace Skills Plans. A total of 34 municipalities were targeted to be monitored in 2025/26 and by mid-year, were monitored with the remaining municipalities to be monitored by the end of 2025/26.

Development and planning

Accelerated sustainable development can be achieved through effective integrated planning, Local Economic Development (LED) and implementation of schemes and provision of basic services. As such, the department achieved the following:

- Effective Integrated Planning: Following the adoption of the Provincial Spatial Development Framework (PSDF), the department implemented measures to ensure that the framework is monitored for implementation. The department supported municipalities through holding 11 Disaster Management Advisory Forums, where sector disaster management plans are assessed for alignment with draft municipal IDPs. Municipalities were also supported with disaster management planning to incorporate climate change adaption programmes.
- Implemented seven Water Master Plan Intervention programmes in Water Service Authorities (WSAs), including the water resource programme, water reticulation programme, water treatment, among others. There are seven standard interventions, which are implemented annually. There are 341 projects monitored in the implementation of the Water Master Plan.

- LED: The department supported seven District Development Agencies (DDAs) to implement investment attraction, retention and business expansion strategies at municipal level. These included iLembe Enterprise, uMzinyathi DDA and uThukela DDA, with the remaining four DDAs to be supported by the end of 2025/26. The department also supported 18 of 54 municipalities in monitoring their LED implementation strategies for the inclusion of financially viable interventions. Furthermore, the department supported two municipalities, being Harry Gwala and iLembe district municipalities in the development of social compacts with government, labour, civil society and the private sector. Additionally, the department supported 36 *Amakhosi* with income generating initiatives, which included the issuing of tools of trade such as tents, cold-rooms and chairs.
- Provision of basic services: The department targeted 12 licenced energy distributors for support to implement electricity loss strategies. On a quarterly basis three municipalities were targeted including uMhlathuze, Abaqulusi and uPhongolo municipalities. Municipalities were also supported in the implementation of infrastructure electrification programmes and support was provided to the Nkandla, Ulundi, Abaqulusi, and Jozini municipalities. The 14 WSAs were monitored on the implementation of operations and maintenance, as well as the implementation of the Municipal Infrastructure Grant (MIG) funded sanitation project. The department is the custodian of the provincial Water Master Plan. The seven interventions contained in the Water Master Plan were monitored by the department and are the Water Resource programme, the Water Reticulation programme, the Water Treatment, Bulk Distribution and Storage programme, the Water Conservation Water Demand Management programme, the Financial Sustainability and Revenue Enhancement programme, the Operation and Maintenance programme and the Human Resources Development programme. The department also monitored the implementation of six Regional Bulk Infrastructure projects, through site visits and quarterly engagements with the Department of Water and Sanitation.

Traditional institutional management

Good governance is critical for traditional institutions to provide effective support to communities. As a result, the department undertook the following:

- In ensuring good governance, the department supported the conclusion of the recognition of *Amakhosi* and *Amabambabukhosi*, within a period of six months from the *ubukhosi* position becoming vacant. Five positions of *ubukhosi* concluded their recognition processes within six months of becoming vacant. The department also supported eight traditional communities in updating the family trees of newly recognised *Amakhosi* and *Amabambabukhosi*.
- The resolution of succession disputes is critical in ensuring that there is smooth governance within traditional communities. The department received and processed 20 succession disputes, and these were resolved. Using Local House of Traditional Leaders, the department conducted information sharing sessions with *Amakhosi* on conflict management.
- The department implemented the *Amakhosi* legacy plan where the MEC for COGTA pronounced that traditional leaders will receive medical aid and pension benefits. This is an intervention that COGTA has made to bring stability and security to the house of traditional leadership.
- Traditional Council (TC) elections are currently unfunded, despite being a legislative requirement to be conducted by May 2027. Discussions are underway with the Independent Electoral Commission (IEC) to provide assistance where possible. The department will formally request for a specific budget allocation to ensure compliance with legislative requirements as the elections must be concluded by May 2027.

3. Outlook for the 2026/27 financial year

Section 3 looks at the key focus areas of 2026/27, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. In 2026/27, the department will continue to co-ordinate spheres of government, support local government to promote good governance and enhance financial management in municipalities for improved service delivery, as well as provide support and build the capacity of traditional institutions. The department will also ensure the development of guidelines and procedures to regulate traditional government.

Administration

The focus for 2026/27 will be on:

- The upgrade of Information and Communication Technology (ICT) infrastructure.
- Server upgrade (end-of-life equipment) and hardware upgrades for offices.
- Cyber security strategy implementation.
- SITA managed services and software licence renewals.
- Governance and compliance.
- External audit costs (Auditor-General fees).
- Legal services for departmental compliance.
- Communications and public engagement.
- Advertising of departmental events, MEC slots, and local government elections.
- VIP protection for technical experts and *Amakhosi*.

Local governance

The department will continue to co-ordinate support, promote good governance and enhance financial management in municipalities. The focus for 2026/27 will be on:

- The implementation of the DDM with focus on the One Budget, One Plan for district municipalities, will continue. This is an ongoing project as the DDM is a national programme implemented across the country.
- Providing support to municipalities in the development of IDPs through capacity building sessions, and continue implementing One Budget, One Plan for district municipalities as part of the national DDM programme.
- Support municipalities in developing IDPs through capacity-building sessions, workshops, forums, and assessments.
- Assist all 54 municipalities in implementing PMS aligned with IDP priorities and indicators to improve audit outcomes.
- Support municipalities to reduce UIFW expenditure by strengthening internal controls.
- Ensure functionality of Section 80 Committees, EXCO reporting, and Section 79 Committees for improved governance.
- Contract and deploy experts to municipalities for financial management, planning, and HR support based on audit outcomes.
- Monitor municipalities under intervention and support recovery plans through governance expert panels.
- Conduct Section 106 investigations and preliminary assessments into allegations of fraud, corruption, and maladministration.
- Monitor implementation of anti-corruption strategies, policies, and awareness programmes to promote ethical governance.

Support municipalities to reduce:

- Consumer debt (including indigent register reconciliation).
- Debt owed to Eskom through payment plans.
- Debt owed by government departments *via* provincial forums and task teams.
- Monitor municipalities on indigent policy compliance through district forums to ensure access to basic services for vulnerable households.
- Implement the Municipal Integrity Management and Investigations Bill.
- Support audit improvement plans for MFMA compliance.

- Local Government Elections Support - Provide logistical and voter mobilisation support, including Results Operation Centre and MEC engagements.
- Appoint financial experts and technical specialists for Section 154 interventions to strengthen municipal capacity.

Development and planning

The NDP stipulates that, for the country to support its long-term economic objectives and development goals, South Africa needs to focus on investing in basic services, such as electricity, water, sanitation, telecommunications and public transport. The department will continue to accelerate sustainable development through effective integrated planning, local economic development and implementation of schemes and provision of basic services. The main focus for 2026/27 will be to:

- Continue to map data in respect of climate related incidents and Municipal Schemes (GIS maps which plot where disaster incidents take place), to enhance the province's response to climate change. The department will complete the installation of the integrated disaster communication system as part of the Integrated KZN Disaster Management Plan which began in 2024/25 and is scheduled for completion within 3 years.
- Monitor the implementation of service delivery programmes relating to electricity, water and sanitation, indigent policies, as well as operational and maintenance plans. The department provides support to municipalities to ensure that they implement business plans and achieve the milestones set therein. If the milestones are not achieved, the department will recover the unspent grants in line with the transfer manual.
- Support municipalities with the implementation of the Electricity Asset Management Framework in respect of maintenance and quarterly reporting to client forums, such as the National Energy Regulator of South Africa (NERSA) and Eskom. The department will put remedial action plans into place for those that are not compliant.
- Support municipalities with the implementation of the Electricity Master Plan. This plan refers to licensed electricity distributors supported on project implementation of the Electricity Master Plan through monthly meetings, reporting on budget expenditure and set timeframes.
- Support the DDAs in the province towards achieving functionality. The support will relate to hosting a provincial workshop, conducting assessments and the implementation of DDA Support Plans.
- Construction of the Nkandla Disaster Management Centre.
- Community Service Centres (CSCs) and Traditional Administrative Centres (TACs): Construction of the Mahlayizeni TAC and the rehabilitation of the Mpembeni, Dungeni, Shabalala, and Qadi TACs.
- The department will continue to implement the *Amakhosi* resource mobilisation initiative which is a rural economic development support initiative to the institution of traditional leadership by procuring items such as mobile fridges, tents and plastic chairs for *Amakhosi* to hire out as part of fund raising and resource mobilisation, and the TC cleaning and greening project which is expected to involve 1 000 participants. The *Amakhosi* resource mobilisation initiative is a rural economic development support initiative to the institution of traditional leadership undertaken through Economic Local Development for *Amakhosi* and is actioned by programmes under EPWP.
- Implementation of the Umgogodla Upliftment Programme which aims to strengthen the role of traditional institutions in driving local development and poverty alleviation. Also included is the advancement of the economic empowerment of female traditional leaders and *Omama beZizwe* through inclusive participation in economic opportunities and decision-making.

Traditional institutional management

Traditional institutional governance remains central in supporting and building the capacity of traditional institutions. The main focus for 2026/27 will be to:

- Enhance traditional institutional governance by dealing with disputes, undertaking the recognition of *Amakhosi*, providing support to deceased *Amakhosi* families and participating in municipal councils.
- Update family trees and digitise the information for storage.

- Undertake the recognition of *Amakhosi* and *Amabambabukhosi* within the stipulated timeframes.
- Resolve emerging disputes and profile *Izizwe* (tribes) on customary law as a way of promoting a cultural and customary way of life.
- Support *Amakhosi* to participate in the municipal councils. The support relates to communicating the meeting notices, agendas and relevant documents for the meetings, assisting with logistics, standardising participation and reviewing the performance of *Amakhosi*. Also, the department will assess the performance of *Izinduna* and TC secretaries in line with job descriptions.
- The department will provide financial and non financial support to TCs to perform their functions. Financial management support will include recording and accounting of finances of each TC. Non financial support will include capacity building workshop sessions on issues that will enhance the effective functioning of the councils.
- Over the 2026/27 MTEF, the department has budgeted to pay 2 997 *Izinduna* with a budget of R414.501 million in 2026/27, R426.936 million in 2027/28 and R439.744 million in 2028/29, in line with the number of *Izigodi*. The provincial allocation in this regard is R196.453 million in 2026/27, R205.439 million in 2027/28 and R211.561 million in 2028/29, and the difference is allocated from within the department's budget.

4. Reprioritisation

Reprioritisation was undertaken at programme and economic classification levels, as follows:

The total reprioritisation of R49.102 million in 2026/27 and R39.080 million in 2027/28 was undertaken from Programme 1 and 4 with carry-through, as follows:

- Programme 1: Administration was decreased by R19.121 million in 2026/27 and R22.944 million in 2027/28 mainly against *Compensation of employees* due to a staggered approach in filling vacant posts and *Goods and services* due to the cancellation of the Southern Life Plaza lease.
- Programme 4: Traditional Institutional Management was decreased by R29.981 million in 2026/27 and R16.136 million in 2027/28 mainly against *Goods and services* largely against operating payments costs in respect of the remuneration of *Izinduna* where the unfreezing of vacancies was deferred due to the lack of a clear indication of which *Izinduna* vacancies qualify for unfreezing following the verification exercise.

The total reprioritisation of R49.102 million in 2026/27 and R39.080 million in 2027/28 was moved with carry-through, as follows:

- Programme 2: Local Governance was increased by R25.642 million in 2026/27 and R13.086 million in 2027/28 mainly against *Goods and services* in 2026/27 to cater for the local government elections and support to municipalities, and *Compensation of employees* in 2027/28 to cater for the appointment of technical experts to strengthen governance and financial management within municipalities, a 1.5 per cent pay progression, an increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement.
- Programme 3: Development and Planning was increased by R23.460 million in 2026/27 and R25.994 million in 2027/28 largely against *Buildings and other fixed structures* to cater for the construction of the Nkandla Disaster Management Centre, completion of new TAC buildings and the renovation of existing TACs, as well as electrification projects.

It should be noted that further reprioritisation was undertaken within the programmes and within economic classification.

5. Procurement

The department uses a manual requisition and ordering system, which ensures compliance to SCM practices in line with financial and SCM delegations of the department. With the amended PPPFA regulations of 2022 taking effect in January 2023, the department also amended its SCM policy to be in line with the revised regulations to ensure that all future procurement is in line with the relevant and

updated regulations. The department will continue to implement government policies on procurement in order to maximise the current budget allocation. The major procurement to be undertaken continues to include the support to municipalities in the form of financial experts to assist municipalities with positive audit outcomes, appointment of governance experts to ensure good governance in municipalities and appointment of administrators to assist with sound administration within the municipalities.

The department will continue to procure water and electricity infrastructure and will comply with relevant prescripts. The provision of electrification projects will be undertaken in priority areas in line with prescripts. Also, some construction, rehabilitation and refurbishment of CSCs will continue in the province. There will be continuous support by the Provincial Disaster Management Centre (PDMC) to provide relief to disaster-stricken communities in the form of blankets, food parcels, plastic sheeting and relief boxes. The department will continue to support the *Amakhosi* resource mobilisation initiative and the TC's cleaning and greening programme, which is expected to involve 1 000 participants and implement or support Small Town Rehabilitation, water intervention and disaster management centre initiatives.

6. Receipts and financing

6.1 Summary of receipts

Table 11.1 indicates the sources of funding for Vote 11 over the seven-year period from 2022/23 to 2028/29. The table also compares actual and budgeted receipts against actual and budgeted payments. The department receives a provincial allocation in the form of an equitable share, and a national conditional grant allocation in respect of the EPWP Integrated Grant for Provinces. This grant is incentive driven and allocations are based on previous year's performance.

Table 11.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Equitable share	1 818 040	2 431 053	1 878 066	1 927 713	1 944 021	1 944 021	2 029 781	2 094 442	2 158 694
Conditional grants	1 993	1 960	2 000	3 440	3 440	3 440	3 549	-	-
EPWP Integrated Grant for Provinces	1 993	1 960	2 000	3 440	3 440	3 440	3 549	-	-
Total receipts	1 820 033	2 433 013	1 880 066	1 931 153	1 947 461	1 947 461	2 033 330	2 094 442	2 158 694
Total payments	1 819 626	2 400 391	1 915 917	1 931 153	1 932 339	1 932 339	2 033 330	2 094 442	2 158 694
Surplus/(Deficit) before financing	407	32 622	(35 851)	-	15 122	15 122	-	-	-
Financing									
of which:									
Provincial roll-over	-	2 496	35 118	-	-	-	-	-	-
Provincial cash resources	-	-	4 204	-	8 332	8 332	-	-	-
Suspension to Vote 7	-	-	-	-	(3 454)	(3 454)	-	-	-
Suspension to Vote 14	-	-	-	-	(20 000)	(20 000)	-	-	-
Surplus/(Deficit) after financing	407	35 118	3 471	-	-	-	-	-	-

2022/23 financial year:

In 2022/23, the department received no additional allocations, but the budget was impacted on by the carry-through of the 2021/22 MTEF budget cuts. The department under-spent its 2022/23 budget by R407 000 at year-end. This related to the TC elections that were not undertaken. The department had planned to undertake the elections in March 2023 but could not due to an appeal that took place on 8 February 2023. Also, the department indicated that *Amakhosi* were not in favour of the elections and, as such, could not undertake the elections and these elections were postponed.

2023/24 financial year:

In 2023/24, the department received a roll-over amount of R2.496 million from 2022/23 to 2023/24 for the provision of water in hot spot areas in the iLembe District Municipality. This related to donor funding received from the African Union (AU) and allocated to assist with water distribution to communities after the April 2022 flood disaster. The donor funding was not utilised by OTP in 2022/23, and they requested that the funds be rolled over to 2023/24 but allocated to the department as COGTA became responsible for this project. Also, in 2023/24, a once-off amount of R631.083 million was allocated to the department by National Treasury in respect of the equitable share towards the backpay of 3 004 *Izinduna*.

The department under-spent their 2023/24 budget by R35.118 million at year-end of which R30.540 million related to the backpay to 205 *Izinduna* which was rolled over from 2023/24 to 2024/25 in respect of the equitable share allocation. Furthermore, in 2023/24, the department's equitable share budget was decreased by an amount of R10 million in respect of the provincial Crime Fighting Initiative for allocation to Vote 9: Community Safety and Liaison, as announced by the Honourable Premier in the 2023 SOPA.

2024/25 financial year:

The 2024/25 MTEF budget cuts amounted to R69.522 million in 2024/25, R68.697 million in 2025/26 and R73.527 million in 2026/27. The department received an amount of R30 million against its equitable share from the Contingency Reserve which related to funds allocated to the department for transfer to Eskom to replace failed Eskom transformers as a result of overload and illegal connections in the eThekweni, Ugu, uMgungundlovu, iLembe and uMkhanyakude areas. An amount of R4.204 million was allocated under provincial cash resources in relation to funds recalled by the department from the uMuziwabantu Municipality and the uMfolozi Municipality, and the department requested Provincial Treasury to reimburse them the full amount. The department under-spent its 2024/25 Final Appropriation by R3.471 million. The under-spending was in respect of the lower than budgeted spending of the roll-over of the backpay for the remuneration of *Izinduna*. An amount of R35.118 million was rolled over from 2023/24 to 2024/25 in respect of the equitable share allocation relating to the backpay to 205 *Izinduna* and these funds were allocated to Programme 4: Traditional Institutional Management under the sub-programme: Traditional Institutional Administration, against *Goods and services*. Of the R35.118 million, R4.578 million was approved by Provincial Treasury to be re-purposed to offset some spending pressures within the department, thus reducing the roll-over amount in respect of the backpay for the remuneration of *Izinduna* to R30.540 million. The department spent R27.069 million, resulting in under-spending of R3.471 million at year-end. Of the 205 *Izinduna* that were to be paid from the roll-over, 143 were paid, 62 remained unpaid in respect of the administration of deceased estates as there were unresolved family disputes, 44 were due for payment and were expected to be paid in 2025/26, two names were duplicates, and 16 fell under anomalies with no payments due to them.

2025/26 financial year:

There were no further fiscal consolidation budget cuts made over the 2025/26 MTEF.

The department's budget allocation was increased by a net amount of R1.186 million in the 2025/26 Adjustments Estimate, as follows:

- R3.454 million was suspended towards budget pressures in Vote 7: Health against the equitable share after the Provincial Executive Council (PEC) resolved that all departments and public entities should make contributions from their budgets towards offsetting the budget pressures shown by the Department of Health. These funds were identified under Programme 2 against *Compensation of employees*.
- R20 million was suspended to Vote 14: Public Works and Infrastructure to repair the Legislature Assembly (LA) Complex building in Ulundi following the damage sustained by the building during the heavy rainfalls in December 2024 and January 2025. These funds were identified under Programme 3 against *Goods and services*.
- R5 million was allocated to the department under provincial cash resources in respect of funds recalled from uMhlathuze Water, the Ugu District Municipality and from the eThekweni Metro. These funds were allocated under Programme 3 against *Goods and services* (R3 million) and *Buildings and other fixed structures* (R1 million), and to Programme 4 against *Goods and services* (R1 million), with more detail provided at programme level.
- R3.332 million was allocated to the department under provincial cash resources where the department requested to retain prior-year revenue over-collected. The department requested to retain R4.197 million of the R7.536 million over-collection. However, taking into account that R4.204 million had already been allocated back to the department in the 2024/25 Adjustments Estimate, only the balance of the revenue over-collection could be allocated back to the department. These funds were allocated under Programme 1 against *Goods and services* (R1.960 million) and

Programme 3 against *Buildings and other fixed structures* (R1.372 million), with more detail provided at programme level.

- R16.308 million additional funding was allocated to the department under provincial cash resources for the repair of Traditional Administrative Centres (TACs) damaged by storms. It should be noted that these funds are specifically and exclusively allocated and may not be used for any other purpose. These funds were allocated under Programme 3 against *Buildings and other fixed structures*.

The department is projecting a balanced outcome at year-end.

In the 2026/27 MTEF, the department's equitable share is reduced against Programme 2 and 3 by R10.938 million in 2027/28 and R11.953 million in 2028/29, due to the update of the PES formula and an inflation adjustment by National Treasury. Mitigating this reduction to some extent, the department receives an equitable share allocation of R15.063 million in 2026/27 only, in respect of the provisions of the early retirement without penalisation of pension benefits and the Determination and Directive on Incentivised Early Retirement Programme (ERP) (without pension penalties) and Voluntary Exit Programme (VEP) for employees in the public service. The department allocated the additional funding against all programmes under *Transfers and subsidies to: Households*.

6.2 Departmental receipts collection

Table 11.2 reflects departmental receipts for the period 2022/23 to 2028/29. Details of these receipts are presented in *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*.

Table 11.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	1 598	1 734	1 565	1 602	1 602	1 563	1 734	1 812	1 868
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	91	120	73	72	72	72	75	78	80
Sale of capital assets	2 580	-	-	1 700	1 700	2 356	1 800	1 881	1 939
Transactions in financial assets and liabilities	1 689	2 696	10 825	1 597	1 597	10 690	1 668	1 743	1 797
Total	5 958	4 550	12 463	4 971	4 971	14 681	5 277	5 514	5 684

Sale of goods and services other than capital assets is derived from parking fees, rentals from state houses, commission on PERSAL deductions such as insurance premiums, sale of maps, etc. Inflationary growth is expected over the MTEF.

Interest, dividends and rent on land relates to interest charged on outstanding staff debts. This revenue item shows inflationary growth over the MTEF.

Sale of capital assets is derived from the sale of redundant assets such as vehicles and office equipment in line with the departmental asset disposal policy where vehicles are auctioned based on the mileage of the vehicle, rather than the age. No auction was held in 2023/24 and 2024/25, after a directive by the OTP to all departments to halt the processes of disposing state redundant vehicles, as these should rather be donated for use in the provincial Crime Fighting Initiative. The auction process resumed in 2025/26 with higher collection recorded in that year.

Transactions in financial assets and liabilities relates to the recovery of previous years' expenditure such as overpaid suppliers, staff debts including breached bursary contracts, overpaid salaries, etc. The high collection in 2024/25 related to unspent funds returned by the uMuziwabantu Municipality and from savings recovered from the uMfolozi Municipality from a completed project. Furthermore, the collection in the 2025/26 Revised Estimate relates to unspent funds recovered from the uMhlathuze Municipality, iNkosi Langalibalele Local Municipality, Big Five Hlabisa Municipality, Ugu Municipality and Harry Gwala Municipality. The department is very conservative in budgeting for this revenue source due to its erratic nature, hence the fluctuating trend over the seven-year period and the slow growth expected over the MTEF.

6.3 Donor and agency funding – Nil

7. Payment summary

Section 7 reflects payments and budgeted estimates for programmes and economic classifications. Details are given in Section 9, as well as *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*.

7.1 Key assumptions

The department applied the following broad assumptions when compiling the budget:

- All inflation related increases are based on CPI projections, noting that the forecast CPI for 2028/29 has been revised to 3.1 per cent.
- In terms of *Compensation of employees*, the department made provision for a 11.2 per cent growth in 2026/27 (as based on the 2025/26 Adjusted Appropriation), 8.4 per cent in 2027/28 and 5.7 per cent in 2028/29 and will be reviewed in the next budget process. The high growth in 2026/27 is to provide for the filling of critical vacant posts. The increase over the 2026/27 MTEF allows for the carry-through costs of the 2025 wage agreement plus the 1.5 per cent for pay progression. The department plans to fill 106 vacant posts in 2026/27, 34 posts in 2027/28 and 6 posts in 2028/29.

7.2 Amendments to provincial and equitable share funding: 2024/25 to 2026/27 MTEF

Table 11.3 shows amendments to the provincial and equitable share funding over the 2024/25, 2025/26 and 2026/27 MTEF periods, and excludes conditional grant funding. The carry-through allocations for the outer year (i.e. 2028/29) are based on the incremental percentage used in the 2026/27 MTEF.

Table 11.3 : Summary of amendments to provincial and equitable share allocations for the 2024/25 to 2026/27 MTEF

R thousand	2024/25	2025/26	2026/27	2027/28	2028/29
2024/25 MTEF period	(69 522)	(68 697)	(73 527)	(76 836)	(79 218)
Fiscal consolidation reduction by National Treasury	(69 522)	(68 697)	(73 527)	(76 836)	(79 218)
2025/26 MTEF period		-	-	-	-
2026/27 MTEF period			15 063	(10 938)	(11 953)
Budget cut due to data updates of PES formula and inflation adjustment			-	(10 938)	(11 953)
Allocation for ERP and VEP			15 063	-	-
Total	(69 522)	(68 697)	(58 464)	(87 774)	(91 171)

Over the 2024/25 MTEF, the department’s budget was cut in line with the fiscal consolidation reduction by National Treasury.

In the 2025/26 MTEF, there were no changes made to the department’s allocation.

In the 2026/27 MTEF, the department’s equitable share is reduced against Programme 2 and 3 by R10.938 million in 2027/28 and R11.953 million in 2028/29, due to the update of the PES formula and an inflation adjustment by National Treasury. Further detail of these cuts is provided in Section 8. Mitigating this reduction to some extent, the department receives an equitable share allocation of R15.063 million in 2026/27 only, in respect of the ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

7.3 Summary by programme and economic classification

The services rendered by the department are categorised under four programmes.

The department received approval from National Treasury in June 2018 to deviate slightly from the uniform budget structure for the COGTA sector and this deviation continues to be in place.

Tables 11.4 and 11.5 provide a summary of the Vote’s payments and budgeted estimates over the seven-year period, by programme and economic classification, respectively.

Table 11.4 : Summary of payments and estimates by programme: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Administration	435 739	441 384	521 948	493 130	529 005	541 969	545 921	601 960	592 100
2. Local Governance	337 076	336 706	360 154	397 547	388 037	383 456	437 473	431 711	445 139
3. Development and Planning	479 085	383 430	346 736	377 893	356 040	347 657	331 381	309 197	345 843
4. Traditional Institutional Management	567 726	1 238 871	687 079	662 583	659 257	659 257	718 555	751 574	775 612
Total	1 819 626	2 400 391	1 915 917	1 931 153	1 932 339	1 932 339	2 033 330	2 094 442	2 158 694

Table 11.5 : Summary of payments and estimates by economic classification: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	1 525 555	2 195 395	1 714 842	1 861 082	1 759 198	1 731 358	1 867 289	1 967 145	2 061 073
Compensation of employees	746 691	776 930	844 809	951 721	891 844	886 549	991 894	1 075 404	1 136 342
Goods and services	778 771	1 418 465	870 001	909 361	867 354	844 809	875 395	891 741	924 731
Interest and rent on land	93	-	32	-	-	-	-	-	-
Transfers and subsidies to:	234 321	167 749	101 623	10 044	30 211	34 075	29 122	14 544	14 561
Provinces and municipalities	181 489	87 138	510	1 000	8 844	8 844	2 200	1 200	1 300
Departmental agencies and accounts	1	-	-	-	-	-	-	-	-
Higher education institutions	1 280	-	1 280	960	960	960	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	30 100	-	1 500	5 000	-	-	-
Non-profit institutions	40 433	71 052	57 726	-	250	250	250	250	250
Households	11 118	9 559	12 007	8 084	18 657	19 021	26 672	13 094	13 011
Payments for capital assets	59 452	37 247	98 376	60 027	142 930	166 906	136 919	112 753	83 060
Buildings and other fixed structures	26 884	22 754	59 601	17 453	100 410	114 953	79 188	55 440	60 776
Machinery and equipment	31 189	12 791	32 936	21 535	42 520	51 953	55 731	55 313	20 241
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	1 379	1 702	5 839	21 039	-	-	2 000	2 000	2 043
Payments for financial assets	298	-	1 076	-	-	-	-	-	-
Total	1 819 626	2 400 391	1 915 917	1 931 153	1 932 339	1 932 339	2 033 330	2 094 442	2 158 694

Programme 1 mainly provides for the improvement of the department's ICT systems, and the maintenance and upgrading of various departmental buildings. The increase in 2024/25 was largely in respect of an increase in *Goods and services* to cater for computer services in respect of SITA running costs, legal services, property payments and advertising costs in respect of the payment of invoices from 2023/24. Additionally, the increase catered for operating leases costs in respect of outstanding invoices from 2023/24 due to delays in 2023/24 in the signing of the lease agreement for the Southern Life Plaza between the landlord and DOPWI as they needed to resolve various details and DOPWI held back on the payment of the invoices until the necessary documentation was signed. The department also incurred interest in respect of overdue Telkom accounts.

The department had to pay interest on an account, as one of the invoices was not recorded in the invoice register on time, and it missed the payment run for that period. Also, the Main Appropriation was increased by a roll-over of R4.578 million which was approved to be re-purposed to cater for pressures under this programme in respect of legal services, partly related to the legal costs incurred in terms of tracing *Izinduna* beneficiaries. The 2025/26 Adjusted Appropriation was increased to cater for spending pressures on items such as legal services costs, inventory and consumable supply costs, shortfalls in respect of the bursary funding, fleet services costs, travel and subsistence costs, and other operational costs. The increase in the 2025/26 Revised Estimate makes provision against *Machinery and equipment* for the cost of a server upgrade which was not budgeted for.

The 2026/27 MTEF allocations cater for computer services which is inclusive of SITA costs, ICT projects and software licences, server upgrade, property payments, leasing of offices, security services for office buildings, cleaning services, office maintenance, as well as VIP security services for municipal experts, *Amakhosi*, Chairperson and Deputy Chairperson of the Provincial House. The increase over the MTEF also caters for the filling of vacant posts, which include the Chief Financial Officer, Director: Supply Chain Management and Deputy Director posts, among others, as well as Operation Sukuma Sakhe (OSS) events and the operational budget.

Programme 2 caters for DDM and IDP support, Section 106 investigations, local government elections logistics and voter mobilisation, financial experts, audit improvement, public participation and forensic investigations, Integrity Bill, and the citizen satisfaction survey, among others. The decrease in the 2025/26 Adjusted Appropriation relates to slower than anticipated filling of vacant posts. Also contributing were funds suspended from this programme against *Compensation of employees* towards budget pressures in Vote 7: Health after the PEC resolved that all departments and public entities should make contributions from their budgets towards offsetting the budget pressures shown by the Department of Health, as mentioned.

There is a fluctuating trend over the 2026/27 MTEF in line with projected deliverables including key cost drivers such as the local government elections in 2026/27. The reduction in 2027/28 is in respect of the budget cuts undertaken against this programme due to the update of the PES formula and an inflation adjustment by National Treasury, as mentioned. Over the 2026/27 MTEF, the budget makes provision for the Results Operation Centre (ROC), Local Government Anti-Corruption Strategy (LGAS), Integrity Management support and related engagements, a draft bill to strengthen monitoring and investigations of non-performance and maladministration to enable the implementation of anti-corruption measures, as well as the purchase of tools of trade such as laptops and desktops. Also included is provision for the deployment of financial experts, community dialogues with ward committees as part of the Back to Basics campaigns, CDW Outreach programmes, public participation programmes (community engagement), among others.

Programme 3 caters for various projects such as electrification projects, the Cleaning and Greening Programme, new construction and refurbishment and rehabilitation of CSCs, disaster management relief stock, disaster management summits, accelerated water intervention programme, Spatial Planning initiatives, and maintenance of Disaster Management Centres. Other projects included are the Small Town Rehabilitation and the *Amakhosi* resource mobilisation initiative among others. The decrease in 2024/25 was largely due to the *Amakhosi* Resource Mobilisation initiative which was delayed due to a late start in the procurement process. The decrease in the 2025/26 Adjusted Appropriation was mainly due to delays in filling vacant posts, as well as savings identified under the Small Town Rehabilitation programme where projects were postponed due to procurement challenges in the appointment of service providers.

The 2026/27 MTEF allocations provide for support to municipalities with the implementation of SPLUMA, One Stop Local Land Offices (Outcome of Land Governance Summit), construction of the Mahlayizeni and Cele R TAC, *Amakhosi* Resource Mobilisation initiative, Local Government Flagship programme, Informal Economy Stimulus programme, electrification projects, as well as the construction of the disaster management centre in the Nkandla Municipality, among others. The fluctuating trend over the MTEF is in line with projected deliverables, as well as due to the reduction in 2027/28 in respect of the budget cuts undertaken against this programme due to the update of the PES formula and an inflation adjustment by National Treasury.

Programme 4 caters for the recognition and installation of *Amakhosi*, cultural events, cultural and social cohesion initiatives, capacity building programmes for *Amakhosi* and the remuneration of *Amakhosi*, *Izinduna* and TC secretaries, etc. The substantial increase in 2023/24 was attributed to the once-off amount of R631.083 million allocated by National Treasury to settle the backpay owed to the *Izinduna* in this province, and this accounts for the decrease from 2023/24 to 2024/25. In 2024/25 an amount of R30.540 million was rolled over from 2023/24 to 2024/25 in respect of the equitable share allocation, and this relates to the backpay to 205 *Izinduna* allocated under this sub-programme, against *Goods and services*. The slight reduction in the 2025/26 Adjusted Appropriation and Revised Estimate is as a result of delays in filling vacant posts.

The MTEF provides for the operating payments associated with the carry-through costs for the *Izinduna* filled and vacant posts, as well as filled *Amakhosi* positions along with the Chairperson and Deputy Chairperson of Provincial House. Additionally, provision is made for sitting allowances, which vary depending on the number of meetings held. The budget also accounts for salary increases for *Amakhosi* as per the proclamation in this regard, as well as funding for the *Amakhosi* medical aid. Also included is provision for various initiatives, including a knowledge sharing seminar between Traditional Leaders and experts in various fields, as well as research and capacity building programmes, among others.

Compensation of employees reflects positive growth over the 2026/27 MTEF. The decrease in the 2025/26 Adjusted Appropriation was as a result of slow progress with filling budgeted vacant posts as a result of lengthy internal recruitment processes, as well as resignations, deaths and retirements. This category shows growth of 11.2 per cent from the 2025/26 Adjusted Appropriation to 2026/27. Also, there is an increase of 8.4 per cent in 2027/28 and 5.7 per cent in 2028/29. The department plans to fill 106 vacant posts in 2026/27, 34 vacant posts in 2027/28 and 6 vacant posts in 2028/29. The budget has sufficient growth to fill these vacant posts. Funds were reprioritised to this category over the 2026/27 MTEF to cater for vacant posts, the 1.5 per cent pay progression, increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement.

Goods and services fluctuates over the period under review. This category caters for projects such as OSS events, capacity building programmes, installation and recognition of *Amakhosi*, stipends for *Izinduna*, maintenance and repair of departmental buildings, fleet services costs, SITA running costs, advertising costs, legal costs, as well as training costs and other operational costs, among others. The high amount in 2023/24 included R631.083 million in respect of backpay owed to *Izinduna* in this province. The decrease in 2024/25 was due to lower consultants' costs resulting from delays in the commencement of duties by ministerial representatives in certain municipalities due to protests, as well as delays in the finalisation of the report relating to the municipal experts' retention fees. The decrease in 2024/25, as well as in the 2025/26 Adjusted Appropriation largely relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Buildings and other fixed structures* in respect of electrification projects, water projects, as well as the construction of a disaster management centre in the Nkandla Municipality and other construction projects as guided by accounting practices and in line with recommendations from the A-G. Also contributing to the reduction in the 2025/26 Adjusted Appropriation was the suspension of R20 million from Programme 3 under *Goods and services* to Vote 14: Public Works and Infrastructure to repair the LA Complex building, as mentioned. The MTEF allocations provide for forensic investigations at identified municipalities, Integrity Management support and related engagements, a draft bill to strengthen monitoring and investigations of non-performance and maladministration to enable the implementation of anti-corruption measures, public participation events to strengthen community engagement and governance awareness, financial experts to support municipalities in improving audit outcomes and implementing financial recovery plans, Section 154 interventions through technical experts to assist distressed municipalities, among others.

Interest and rent on land caters for penalties and interest paid by the department, such as the payment made to the South African Revenue Services (SARS) related to an amended SARS reconciliation for the previous year that resulted in interest charged against the department. The amount in 2024/25 related to an overdue Telkom account. The department had to pay interest, as one of the invoices was not recorded in the invoice register on time, and missed the payment run for that period.

Transfers and subsidies to: Provinces and municipalities represents municipal projects and the allocations are as per the various projects undertaken in different years. The increase in 2023/24 was in respect of various projects including electrification projects, the construction of a fire and disaster management centre, and the equipping of an existing disaster management centre with emergency communication and information management technology, and the procurement and fitting of furniture and operational appliances, the installation of solar streetlights and high masts to assist with the improvement of security within towns, among others. The decrease in 2024/25 was in respect of delays in the delivery of motor vehicles. The increase in the 2025/26 Adjusted Appropriation relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Transfers and subsidies to: Provinces and municipalities* for transfer to the Msunduzi Municipality (R1.620 million) for the replacement of transformers in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme and to the Nongoma Municipality (R5 million) for the rehabilitation of Mona Market as part of the Small Town Rehabilitation programme. The allocations over the MTEF cater for motor vehicle licence renewals and the Municipal Excellence Awards in 2026/27 only.

The allocations against *Transfers and subsidies to: Higher education institutions* are in respect of a programme of action to improve the resilience of human settlements through improved spatial planning and land use management in the province.

The department is in partnership with the University of KwaZulu-Natal (UKZN), where four post-doctoral academic experts are contracted to undertake the project. The project aims to provide diagnostic case studies on the April 2022 flood disaster, recommend areas to address in the provincial guidelines, and provide provincial protocol and a guiding framework for Land Use Schemes and zoning of vulnerable areas, among others. The 2023/24 transfer was withdrawn by the department because UKZN had not finalised the appointment of the four post-doctoral students to undertake the project. The initiative is discontinued over the MTEF.

Transfers and subsidies to: Public corporations and private enterprises in 2024/25 relates to a once-off transfer to the South African Institute of Planning (SAPI) for the Planning African Conference 2024 in Durban in August 2024 in partnership with the department. The conference offers planners in the department and municipalities an opportunity to highlight critical planning issues and the mandate of municipalities in managing and planning land use development in their area. Also, the conference offers planners with the opportunity to learn from national and international good practice and showcase and share local lessons and good practices. The department contributed R100 000 towards the conference costs. Also, Programme 3's budget was increased by R30 million, under the Municipal Infrastructure sub-programme and these funds were transferred to Eskom to replace failed Eskom transformers as a result of overloading and illegal connections in the eThekweni, Ugu, uMgungundlovu, iLembe and uMkhanyakude areas. The allocation in the 2025/26 Adjusted Appropriation relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Transfers and subsidies to: Public corporations and private enterprises* for transfer to Eskom in respect of the replacement of transformers and reconnections in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme. There are no allocations over the MTEF.

Transfers and subsidies to: Non-profit institutions relates to expenditure for the traditional levies, as well as provision for the transfer to the Tembe Trust Account in support of the uMthayi Amarula festival to celebrate the first fruits of the marula fruits, which are brewed into a traditional beer by all households in the Tembe Traditional Community, and this is presented to the *Inkosi* at his residence in the form of a colourful festival. The increase in the 2025/26 Adjusted Appropriation also relates to transfers to the Tembe Trust Account in respect of the uMthayi Marula festival which was not budgeted for, and the allocations over the MTEF cater for the same festival.

Transfers and subsidies to: Households fluctuates over the period due to staff exit costs, as well as bursaries to external students. The significant increase in the 2025/26 Adjusted Appropriation largely relates to claims against the state following an unfair discrimination legal case ruling where the department was instructed to pay the applicant as determined by the labour court, and this was not budgeted for. Also included was provision made for unanticipated staff exit costs. The MTEF provides for external bursaries, as well as staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

Buildings and other fixed structures fluctuates over the period and relates to the construction and rehabilitation of CSCs and *Imizi Yezizwe*. The increase in 2024/25, as well as in the 2025/26 Adjusted Appropriation largely relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Buildings and other fixed structures* in respect of electrification projects, water projects, as well as the construction of a disaster management centre in the Nkandla Municipality and other construction projects as guided by accounting practices and in line with recommendations from the A-G. The MTEF allocations cater for the completion of the major maintenance undertaken at Wadley House, as well as major maintenance in other department offices including the Mayville building, among others. The projects are anticipated to show low budget requirements in their initial stages and are anticipated to increase gradually over the MTEF. The category also caters for the construction of the disaster management centre in the Nkandla Municipality, construction and rehabilitation of CSCs and TACs such as the Mahlayizeni TAC which commenced in 2025/26 and is anticipated to reach 90 per cent completion in 2026/27 and this accounts for the higher allocation in 2026/27 and gradual reduction in 2027/8, as well as the Cele R TAC where the planning stages are anticipated to commence in 2026/27 with construction to commence in 2027/28, among others.

Machinery and equipment caters for departmental fleet, computer and office equipment, etc. The high amount in 2024/25 was for the purchase of four water tankers for the department, and this accounts for the reduction in the 2025/26 Main Appropriation. The increase in the 2025/26 Adjusted Appropriation caters for the purchase of servers which are out of warranty and therefore can no longer be serviced and this poses a significant operational risk. Also included is provision made to cater for spending pressures in respect of the purchase of tools of trade and finance leases. The MTEF allocations fluctuate over the medium-term in line with projections made for finance leases for new and existing employees, as well as provision for the procurement of new laptops.

Software and other intangible assets caters for the purchase, maintenance and upgrade of existing software, including the SSL licence, among others. The 2025/26 Main Appropriation made provision for Microsoft licence fees and bandwidth, however, these funds were shifted in the 2025/26 Adjustments Estimate from this category to *Goods and services* (computer services) in line with accounting practices and as guided by the A-G. The 2026/27 MTEF caters for the purchase, maintenance and upgrade of existing software, including the Bandwidth Optimisation Tool and SSL licence, among others.

Payments for financial assets relates to write-offs of staff debts (mainly in respect of salary over-payments for both officials and *Izinduna*) who have passed away, and these debts are older than five years. The expenditure reflected in 2024/25 was due to write-off balances brought forward from versions of BAS which were irrecoverable and untraceable. There are no allocations for this item over the MTEF.

7.4 Summary of conditional grant payments and estimates

Tables 11.6 and 11.7 summarise conditional grant payments and budgeted estimates over the seven-year period, by grant name and economic classification, respectively. Detailed information on the conditional grant is given in the *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*. Note that the historical figures in Tables 11.6 and 11.7 reflect actual expenditure per grant and should not be compared to those figures reflected in Table 11.1, which represent the actual receipts for each grant.

Table 11.6: Summary of conditional grants payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
EPWP Integrated Grant for Provinces	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-
Total	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-

Table 11.7: Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-

The department identified a new initiative to be funded through the EPWP Integrated Grant for Provinces. The Local Government Service Delivery Flagship Programme is a comprehensive effort to transform local governance, with the goal of improving the lives of citizens through better service delivery and more responsive local governments. The programme is aimed at boosting capacity and ensuring environmental sustainability of rural municipalities through waste management capacity. According to DORA, 2025 Section 21, any conditional allocation, or a portion thereof, that is not spent at the end of the financial year reverts to the National Revenue Fund, unless the roll-over of the allocation is approved by the National Treasury.

In line with these provisions, the department identified this programme to be funded through the EPWP Integrated Grant for Provinces and has been registered on the EPWP Recruitment System (EPWPRS) as part of the conditions of the grant. The grant is allocated annually, and is based on the previous year's performance, and hence no funds are allocated in the two outer years of the 2026/27 MTEF. The department will use its equitable share to top up the grant allocation.

7.5 Summary of infrastructure payments and estimates

Table 11.8 summarises the infrastructure expenditure and estimates relating to the department. Further detailed information on infrastructure is provided in the 2026/27 ECE. The infrastructure expenditure reflects a fluctuating trend over the period.

Table 11.8 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Existing infrastructure assets	28 559	31 901	25 012	15 361	26 569	21 505	17 184	15 640	22 813
Maintenance and repair: Current	10 972	16 530	11 891	5 000	2 118	2 780	4 000	5 000	5 155
Upgrades and additions: Capital	-	-	-	-	2 005	2 525	2 000	3 000	3 093
Refurbishment and rehabilitation: Capital	17 587	15 371	13 121	10 361	22 446	16 200	11 184	7 640	14 565
New infrastructure assets: Capital	9 297	7 383	46 480	7 092	75 959	96 228	66 004	44 800	43 118
Infrastructure transfers	179 100	86 605	30 000	-	9 620	9 620	-	-	-
Infrastructure transfers: Current	-	-	-	-	1 500	1 500	-	-	-
Infrastructure transfers: Capital	179 100	86 605	30 000	-	8 120	8 120	-	-	-
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	25 749	19 148	32 826	29 633	24 155	25 795	10 270	11 030	11 372
Non infrastructure¹	22 112	23 238	-	-	-	-	-	-	-
Total	264 817	168 275	134 318	52 086	136 303	153 148	93 458	71 470	77 303
Capital infrastructure	205 984	109 359	89 601	17 453	108 530	123 073	79 188	55 440	60 776
Current infrastructure	36 721	35 678	44 717	34 633	27 773	30 075	14 270	16 030	16 527

1. Total provincial infrastructure is the sum of "Capital" plus "Recurrent maintenance". This includes non infrastructure items.

Maintenance and repair: Current caters for the maintenance of infrastructure, including departmental buildings, *Imizi Yezizwe*, CSCs and TC buildings, etc. The decrease in 2024/25 was due to delays in the submission of contracted maintenance invoices by DOPWI largely in respect of the canteen roof renovations undertaken at the Mayville building, as well as renovations undertaken at the Wadley House building. The 2025/26 Adjusted Appropriation was decreased to cater for spending pressures in respect of property payments costs for municipal services. Funds were also shifted from *Maintenance and repair: Current* where the funds were originally budgeted for to *Upgrades and additions: Capital* to cater for major maintenance undertaken at Wadley House, in line with recommendations from the A-G guided by accounting practices that all major maintenance should be classified under *Upgrades and additions: Capital*. The 2026/27 MTEF caters for the day-to-day maintenance of all departmental buildings, including Mkondeni, Queensburgh, and Natalia buildings, among others. The MTEF allocations are in line with the number of projects planned.

Refurbishment and rehabilitation: Capital caters for the refurbishment and renovation of existing CSCs and TACs infrastructure. The fluctuations are in line with progress in renovating various CSCs. The decrease in 2024/25 relates to the postponement of the rehabilitation of some TACs that were in preliminary construction stages in order to contain spending within the department. The increase in the 2025/26 Adjusted Appropriation relates to additional funding allocated to the department for the repair of TACs damaged by storms, as mentioned. It should be noted that these funds are specifically and exclusively allocated and may not be used for any other purpose. The TACs which were impacted are located in various municipalities including uMzumbe Municipality, Maphumulo Municipality,

uMhlathuze Municipality, Nkandla Municipality, Ray Nkonyeni Municipality, Nquthu Municipality, uMshwathi Municipality, Alfred Duma Municipality, Msunduzi Municipality, uMuziwabantu Municipality, Dr Nkosazana Dlamini Zuma Municipality, Nquthu Municipality and eThekweni. The key damage to the TACs includes major roof leaks and damage, ceiling leakages, damage to carports, damage to solar containers, among others. The 2026/27 MTEF caters for completing rehabilitation projects at various TACs, including Mpembeni, Qadi, Shabalala, and Dungeni. However, limitations in the CSC programme budget will result in fewer rehabilitation projects in 2027/28. A backlog persists in the CSC infrastructure programme, particularly regarding the eradication of pit latrines at TACs and the lack of TAC infrastructure for some Traditional Authorities.

New infrastructure assets: Capital caters mainly for the construction of CSCs and *Imizi Yezizwe*, TACs, as well as drilling and equipping of boreholes. The category fluctuates due to the nature of the construction activities. The increase in 2024/25 and the 2025/26 Adjusted Appropriation relates to shifts undertaken from *Goods and services* where the funds were originally budgeted for to *New infrastructure assets: Capital* in respect of electrification projects, water projects, as well as the construction of a disaster management centre in the Nkandla Municipality and other construction projects in line with recommendations from the A-G as guided by accounting practices. The 2026/27 MTEF allocations cater for the construction of the Mahlayizeni TAC, which is expected to reach 90 per cent completion in 2026/27, and the Cele R TAC scheduled for construction in 2027/28. The decrease in 2027/28 is in respect of the cancellation of the Ixopo and uMzinyathi office construction projects due to budget constraints.

Infrastructure transfers: Current in the 2025/26 Adjusted Appropriation relates to transfers to the uMhlathuze Municipality and the uMlalazi Municipality in respect of the Municipal Excellence Awards which is an annual initiative by the department aimed at recognising and rewarding high performing municipalities in the province. The municipality will be utilising these funds towards an infrastructure related EPWP programme.

Infrastructure transfers: Capital caters for transfers to various municipalities for infrastructure projects such as the construction of TACs and CSCs, and the Corridor Development, Disaster Management, Massification and Small Town Rehabilitation programmes, among others. The fluctuations are in line with activities identified in the various years. In 2024/25, the transfer of R30 million to Eskom caters for the replacement of failed Eskom transformers as a result of overload and illegal connections in the eThekweni, Ugu, uMgungundlovu, iLembe and uMkhanyakude areas. In the 2025/26 Adjusted Appropriation, the department undertook shifts from *Goods and services* for transfer to the Msunduzi Municipality for the replacement of transformers in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme and to the Nongoma Municipality for the rehabilitation of Mona Market as part of the Small Town Rehabilitation programme, as well as for transfer to Eskom in respect of the replacement of transformers and reconnections in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme. There are no allocations over the 2026/27 MTEF at this stage. However, the department usually budgets for projects under *Goods and services* and then shifts the funds to *Transfers and subsidies to: Provinces and municipalities* during the Adjustments Estimate for transfer to municipalities, after an annual departmental exercise that indicates whether the municipalities have the necessary capacity to deliver on the particular projects themselves. As such, the category will be reviewed in-year, and funds will be allocated but at a reduced scale.

Infrastructure: Leases caters for the buildings leased by the department. The increase in 2024/25 provided for the payment of building rentals for the Southern Life Plaza, Wadley House, Natalia, as well as district offices in uMzinyathi, iLembe, Richards Bay, Amajuba, Harry Gwala, Ugu, Sisonke parking and uMkhanyakude/Mkuze. The reduction in the 2025/26 Adjusted Appropriation relates to the cancellation of the lease agreement for the Southern Life Plaza as part of the department's cost savings initiative. Officials were relocated to the Natalia and Mayville buildings, this also accounts for the reduced allocations over the MTEF. There is a gradual increase over the MTEF which caters for cost escalations in respect of the leases in the iLembe, Harry Gwala, Ugu and uMkhanyakude Local Houses. These increases are mitigated by the cancellation of the Southern Life Plaza lease, as mentioned.

Non infrastructure is in respect of the personnel budget and tools of trade used in the completion of all infrastructure projects. There is no allocation over the 2026/27 MTEF as the department does not have personnel who meet this category in terms of classification.

7.6 Summary of Public Private Partnerships – Nil

7.7 Transfers to other entities

Table 11.9 shows transfers made by the department to other entities.

Table 11.9 : Summary of departmental transfers to other entities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
uThukela DDA	3 000	-	-	-	-	-	-	-	-
Traditional levies and trust account	40 183	70 802	-	-	-	-	-	-	-
Tembe Trust Account	250	250	250	-	250	250	250	250	250
Total	43 433	71 052	250	-	250	250	250	250	250

In 2022/23, the department transferred R3 million to the uThukela DDA in the uThukela District Municipality to operationalise the implementation of the Rural LED programme. The amount was once-off, hence there are no allocations from 2023/24 onward. There are no amounts in 2024/25 and over the MTEF against the traditional levies and trust account as the amounts for the traditional levies and trust account are only determined at the end of the year, when expenditure has been incurred. The amounts from 2022/23 onward against the Tembe Trust Account relate to donations to support the uMthayi Amarula Festival.

7.8 Transfers to local government

Table 11.10 details the transfers to local government, summarised according to categories A, B and C. Table 11.11 provides the departmental transfers to local government by grant name. Detailed information on the departmental transfers to local government by transfer/grant type, category and municipality is given in *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*. Transfers to local government exclude funds in respect of motor vehicle licences. These funds will not be transferred to any municipality, hence the amounts are not reflected in Tables 11.10 and 11.11.

Table 11.10 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Category A	-	-	-	-	-	-	-	-	-
Category B	101 100	84 109	-	-	8 120	8 120	-	-	-
Category C	77 000	2 496	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	1 500	-	-
Total	178 100	86 605	-	-	8 120	8 120	1 500	-	-

Table 11.11: Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Municipal Excellence Awards	Mun. Perf. Mon., Rep. & Eval	2 000	-	-	-	1 500	1 500	1 500	-	-
Corridor Development prog.	Local Economic Development	11 200	-	-	-	-	-	-	-	-
Small Town Rehabilitation prog.	Local Economic Development	67 900	17 100	-	-	5 000	5 000	-	-	-
Co-operative support for LED	Local Economic Development	10 000	-	-	-	-	-	-	-	-
Massification prog. (Incl. electrification projects)	Municipal Infrastructure	20 000	63 009	-	-	1 620	1 620	-	-	-
Roll-over (AU donor funds)	Municipal Infrastructure	-	2 496	-	-	-	-	-	-	-
Water Intervention prog.	Municipal Infrastructure	57 000	-	-	-	-	-	-	-	-
Disaster Management prog.	Disaster Management	10 000	4 000	-	-	-	-	-	-	-
Total		178 100	86 605	-	-	8 120	8 120	1 500	-	-

The fluctuation in transfers to local government is attributed to the spending patterns of municipalities, and caters mainly for projects under the Corridor, Massification, Disaster Management and the Small Town Rehabilitation programmes, as well as the water intervention programme, among others. In 2023/24, funds were allocated to *Transfers and subsidies to: Provinces and municipalities* for implementing service delivery projects in municipalities, including electrification projects, the construction of a fire and disaster management centre, and the equipping of an existing disaster management centre with emergency communication and information management technology and the procurement and fitting of furniture and operational appliances, as well as the installation of solar streetlights and high masts to assist with the improvement of security in towns.

Also, the department received R2.496 million for the provision of water in hot spot areas in the iLembe District Municipality. The funds were received from the AU, as explained. The 2025/26 Adjusted Appropriation relates to the provision made for funds totalling R1.500 million for transfer to the uMhlathuze Municipality (R1 million) and the uMlalazi Municipality (R500 000) to cater for the Municipal Excellence Awards which is an annual initiative by the department aimed at recognising and rewarding high performing municipalities in the province, as mentioned. Also included were funds totalling R6.620 million for transfer to the Msunduzi Municipality (R1.620 million) for the replacement of transformers in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme and to the Nongoma Municipality (R5 million) for the rehabilitation of Mona Market as part of the Small Town Rehabilitation programme. Provision is made in 2026/27 only for the Municipal Excellence Awards and there are no amounts allocated in 2027/28 and the outer year as there are no recipient municipalities identified as best performing at this stage.

7.9 Transfers and subsidies

Table 11.12 gives a summary of *Transfers and subsidies* expenditure and estimates at an item level for each programme of the department. There is a fluctuating trend over the period due to various projects undertaken at different times. Details are provided in the paragraphs after the table.

Table 11.12 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Administration	7 037	5 736	6 831	7 151	9 555	9 723	16 464	12 844	13 611
Provinces and municipalities	389	533	510	1 000	724	724	700	1 200	1 300
Motor vehicle licences	389	533	510	1 000	724	724	700	1 200	1 300
Departmental agencies and accounts	1	-	-	-	-	-	-	-	-
TV Licence	1	-	-	-	-	-	-	-	-
Households	6 647	5 203	6 321	6 151	8 831	8 999	15 764	11 644	12 311
Staff exit costs	4 133	3 754	3 581	2 858	3 952	4 118	8 264	3 144	3 311
Bursaries and claims against the state	2 514	1 449	2 740	3 293	4 879	4 881	7 500	8 500	9 000
2. Local Governance	2 543	1 945	596	900	2 281	2 281	5 866	950	200
Provinces and municipalities	2 000	-	-	-	1 500	1 500	1 500	-	-
Municipal Excellence Award	2 000	-	-	-	1 500	1 500	1 500	-	-
Households	543	1 945	596	900	781	781	4 366	950	200
Staff exit costs	543	1 298	596	900	781	781	4 366	950	200
Claims against the state	-	647	-	-	-	-	-	-	-
3. Development and Planning	183 704	88 099	33 749	1 693	17 527	21 265	2 458	50	50
Provinces and municipalities	179 100	86 605	-	-	6 620	6 620	-	-	-
Corridor Development programme	11 200	-	-	-	-	-	-	-	-
Small Town Rehabilitation programme	67 900	17 100	-	-	5 000	5 000	-	-	-
Co-operative support for LED	10 000	-	-	-	-	-	-	-	-
uThukela DDA	3 000	-	-	-	-	-	-	-	-
Massification prog (incl. elec. projects)	20 000	63 009	-	-	1 620	1 620	-	-	-
Water Intervention programme	57 000	-	-	-	-	-	-	-	-
Roll-over AU donor funds for flood (from OTP)	-	2 496	-	-	-	-	-	-	-
Disaster Management programme	10 000	4 000	-	-	-	-	-	-	-
Higher education institutions	1 280	-	1 280	960	960	960	-	-	-
UKZN	1 280	-	1 280	960	960	960	-	-	-
Public corporations and private enterprises	-	-	30 100	-	1 500	5 000	-	-	-
ESKOM	-	-	30 000	-	1 500	1 500	-	-	-
SALGA	-	-	100	-	-	-	-	-	-
Local House	-	-	-	-	-	3 500	-	-	-
Households	3 324	1 494	2 369	733	8 447	8 685	2 458	50	50
Staff exit costs	3 324	1 494	2 369	733	1 964	2 167	2 458	50	50
Claims against the state	-	-	-	-	6 483	6 518	-	-	-
4. Traditional Institutional Management	41 037	71 969	60 447	300	848	806	4 334	700	700
Non-profit institutions	40 433	71 052	60 447	-	250	250	250	250	250
Traditional levies and trust account	40 183	70 802	57 726	-	-	-	-	-	-
Tembe Trust Account	250	250	2 721	-	250	250	250	250	250
Households	604	917	-	300	598	556	4 084	450	450
Staff exit costs	522	863	-	300	598	556	4 084	450	450
Claims against the state	82	54	-	-	-	-	-	-	-
Total	234 321	167 749	101 623	10 044	30 211	34 075	29 122	14 544	14 561

- *Transfers and subsidies* under Programme 1 fluctuates over the seven-year period due to the following:
 - *Provinces and municipalities* relates to the payment of motor vehicle licences.

- *Households* caters for the payment of staff exit costs, external bursaries and claims against the state. Also included is the uMsekeli Municipal Support Services pensioners' medical aid obligation. The 2026/27 MTEF allocations include the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.
- *Transfers and subsidies* under Programme 2 fluctuates over the seven-year period due to the following:
 - The once-off allocation against *Provinces and municipalities* in 2022/23 relates to the Municipal Excellence Awards to support municipalities that budgeted more than the National Treasury norm of 8 per cent on repairs and maintenance based on the property, plant and equipment budget for 2021/22, and taking into account how much of the repairs and maintenance budget was spent. The allocation in the 2025/26 Adjusted Appropriation and Revised Estimate, as well as in 2026/27 also makes provision for the Municipal Excellence Awards. There are no amounts allocated in 2027/28 and the outer year, as there are no recipient municipalities identified as best performing at this stage.
 - *Households* relates to the payment of staff exit costs and claims against the state. The 2026/27 MTEF allocations cater for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.
- *Transfers and subsidies* under Programme 3 shows significant fluctuations due to the following:
 - *Provinces and municipalities* represents municipal projects and the allocations are as per the various projects undertaken at different times. The 2025/26 Adjusted Appropriation relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Transfers and subsidies to: Provinces and municipalities* for transfer to the Msunduzi Municipality (R1.620 million) for the replacement of transformers in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme and to the Nongoma Municipality (R5 million) for the rehabilitation of Mona Market as part of the Small Town Rehabilitation programme. There are no allocations over the MTEF.
 - *Higher education institutions* relates to funds to be transferred to UKZN for a programme of action to improve the resilience of human settlements through improved spatial planning and land use management in the province. The 2023/24 transfer was withdrawn by the department because UKZN had not finalised the appointment of the four post-doctoral students to undertake the project. There are no allocations over the MTEF.
 - *Public corporations and private enterprises* in 2024/25 relates to the transfer of R30 million to Eskom, for the replacement of failed Eskom transformers as a result of overloading and illegal connections in the eThekweni, Ugu, uMgungundlovu, iLembe and uMkhanyakude areas, as mentioned. Also included was a once-off transfer to the SAPI for the Planning African Conference 2024 in Durban in August 2024 in partnership with the department, as mentioned. The department contributed R100 000 towards the conference costs. The 2025/26 Revised Estimate relates to a transfer of R3.500 million which was intended for transfer to Local Houses for LED support to rural communities as part of the *Amakhosi* empowerment programme. The transfer will no longer be undertaken as the department has since undertaken a decision to implement the programme in-house. There is no allocation under this item over the 2026/27 MTEF.
 - *Households* caters for the payment of staff exit costs and claims against the state. The significant increase in the 2025/26 Adjusted Appropriation largely relates to claims against the state following an unfair discrimination legal case ruling where the department was instructed to pay the applicant as determined by the labour court, and this was not budgeted for. The 2026/27 MTEF caters for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.
- *Transfers and subsidies* under Programme 4 are as follows:

- o *Non-profit institutions* relates to the transfer in respect of the traditional levies and trust account that was moved from the various economic categories within Programme 4. The amounts from 2021/22 onward against the Tembe Trust Account relate to donations to support the uMthayi Amarula Festival.
- o *Households* caters for staff exit costs and claims against the state (third party claim for motor vehicle damage). The 2026/27 MTEF caters for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

8. Programme description

The services rendered by the department are categorised under four programmes. Details are given in the *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*. The department received approval from National Treasury in June 2018 to deviate slightly from the uniform budget and programme structure for the sector, and the deviation is as follows:

- The sub-programme: Rural Development Facilitation from Programme 4 was incorporated into Programme 3.
- The sub-programme: Traditional Land Administration was shifted within Programme 4 and was incorporated into the sub-programme: Traditional Resource Administration.
- The sub-programme: IDP Co-ordination was shifted within Programme 2 and was incorporated into the sub-programme Municipal Performance, Monitoring, Reporting and Evaluation.

8.1 Programme 1: Administration

This programme comprises all support services within the department, the Office of the MEC and all special projects. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.13 and 11.14 illustrate a summary of payments and estimates for the financial years 2022/23 to 2028/29 relating to Programme 1.

Table 11.13 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Office of the MEC	16 953	27 956	21 578	21 230	18 744	16 876	19 844	16 749	16 978
2. Corporate Services	418 786	413 428	500 370	471 900	510 261	525 093	526 077	585 211	575 122
Total	435 739	441 384	521 948	493 130	529 005	541 969	545 921	601 960	592 100

Table 11.14 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	414 084	428 047	490 712	456 758	484 973	489 210	483 119	542 290	565 745
Compensation of employees	179 105	171 607	197 953	244 792	217 384	217 357	248 809	276 421	288 152
Goods and services	234 886	256 440	292 727	211 966	267 589	271 853	234 310	265 869	277 593
Interest and rent on land	93	-	32	-	-	-	-	-	-
Transfers and subsidies to:	7 037	5 736	6 831	7 151	9 555	9 723	16 464	12 844	13 611
Provinces and municipalities	389	533	510	1 000	724	724	700	1 200	1 300
Departmental agencies and accounts	1	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 647	5 203	6 321	6 151	8 831	8 999	15 764	11 644	12 311
Payments for capital assets	14 320	7 601	24 405	29 221	34 477	43 036	46 338	46 826	12 744
Buildings and other fixed structures	700	420	3 605	2 000	4 010	2 625	2 000	3 000	3 093
Machinery and equipment	12 241	5 479	14 961	6 182	30 467	40 411	42 338	41 826	7 608
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	1 379	1 702	5 839	21 039	-	-	2 000	2 000	2 043
Payments for financial assets	298	-	-	-	-	-	-	-	-
Total	435 739	441 384	521 948	493 130	529 005	541 969	545 921	601 960	592 100

The sub-programme: Office of the MEC provides for OSS initiatives, as well as filling of critical vacant posts. The fluctuating trend is in line with projects undertaken and the filling of critical vacant posts.

The decrease in the 2025/26 Adjusted Appropriation is attributed to slow progress in filling budgeted vacant posts. The 2026/27 MTEF makes provision for OSS events and the operational budget of the MEC, among other priorities.

The sub-programme: Corporate Services houses the bulk of Programme 1's budget and provides for the department's ICT system, maintenance and upgrades of departmental buildings, financial management, and auxiliary services, among others. The 2025/26 Adjusted Appropriation was increased to cater for spending pressures on items such as legal services costs, inventory and consumable supply costs, shortfalls in respect of the bursary funding, fleet services costs, travel and subsistence costs, and other operational costs. The increase in the 2025/26 Revised Estimate makes provision against *Machinery and equipment* for the cost of a server upgrade which was not budgeted for. The 2026/27 MTEF allocations cater for computer services which is inclusive of SITA costs, ICT projects and software licences, server upgrade, property payments, leasing of offices, security services for office buildings, cleaning services, office maintenance, as well as VIP security services for Municipal Experts, *Amakhosi*, Chairperson and Deputy Chairperson of the Provincial House. The increase over the MTEF caters for the filling of vacant posts, which include the Chief Financial Officer, Director: Supply Chain Management and Deputy Director posts, among others. The funds also cater for a 1.5 per cent pay progression, increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement.

Compensation of employees reflects an increasing trend over the MTEF, and provides for the filling of critical vacant posts, among others. The decrease in the 2025/26 Adjusted Appropriation was as a result of slow progress with filling budgeted vacant posts. *Compensation of employees* shows growth of 14.5 per cent from the 2025/26 Adjusted Appropriation to 2026/27 and 11.1 per cent in 2027/28, to cater for the filling of critical vacant posts, the 1.5 per cent pay progression, increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement. The growth of 4.2 per cent in the outer year is largely inflationary.

Goods and services reflects an increase in the 2025/26 Adjusted Appropriation to cater for spending pressures on items such as legal services costs, inventory and consumable supply costs, shortfalls in respect of the bursary funding, fleet services costs, travel and subsistence costs, and other operational costs. Additionally, the Adjusted Appropriation was increased to cater for operating payments and SITA running costs which were higher than budgeted for. The 2026/27 MTEF provides for OSS events and the operational budget of the MEC, the implementation of various maintenance and repair projects, advertising costs and the running costs for the departmental fleet, SITA, ICT, property payments, among others.

Interest and rent on land relates to interest charged against the department, as such, there are no allocations over the 2026/27 MTEF. The amount reflected in 2024/25 was in respect of overdue Telkom accounts, as explained.

Transfers and subsidies to: Provinces and municipalities relates to the payment of motor vehicle licences. The decrease in the 2025/26 Adjusted Appropriation was in respect of delays in the delivery of vehicles.

Transfers and subsidies to: Households provides for staff exit costs, external bursaries, claims against the state, and the uMsekeli Municipal Support Services pensioners' medical aid obligation. The 2026/27 MTEF allocations include the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

Buildings and other fixed structures reflects an increase in the 2025/26 Adjusted Appropriation due to funds shifted from *Goods and services* where the funds were originally budgeted for to *Buildings and other fixed structures* to cater for major maintenance undertaken at Wadley House, in line with accounting practices and as guided by the A-G that all major maintenance should be classified under *Upgrades and additions: Capital*. The MTEF allocations cater for the completion of the major maintenance undertaken at Wadley House, as well as major maintenance in other department offices including the Mayville building, among others. The projects are anticipated to show low budget requirements in their initial stages and are anticipated to increase gradually over the MTEF.

Machinery and equipment provides for the purchase of new and replacement vehicles and computer equipment. The high amount in 2024/25 was for the purchase of four water tankers for the department, and this accounts for the reduction in the 2025/26 Main Appropriation. The increase in the 2025/26 Adjusted Appropriation caters for the purchase of servers which are out of warranty and therefore can no longer be serviced and this poses a significant operational risk. Also included is provision made to cater for spending pressures in respect of the purchase of tools of trade and finance leases. The MTEF allocations fluctuate over the medium-term in line with projections made for finance leases for new and existing employees, as well as provides for the procurement of new laptops.

Software and other intangible assets caters for the purchase, maintenance and upgrade of existing software, including the SSL licence, among others. The 2025/26 Main Appropriation made provision for Microsoft licence fees and bandwidth, however, these funds were shifted in the 2025/26 Adjustments Estimate from this category to *Goods and services* (computer services) in line with accounting practices and as guided by the A-G. The 2026/27 MTEF caters for the purchase, maintenance and upgrade of existing software, including the Bandwidth Optimisation Tool, SSL licence, among others.

Payments for financial assets relates to the write-off of debts. There is no allocation for this item over the MTEF.

Service delivery measures: Administration

Table 11.15 illustrates the main service delivery measures pertaining to Programme 1. The performance indicators provided fully comply with the customised measures for the COGTA sector. The table includes both sector and non-sector measures.

Table 11.15: Service delivery measures: Administration

Outputs	Performance indicators	Estimated Performance	Medium-term targets			
		2025/26	2026/27	2027/28	2028/29	
1.1	Corporate Services					
1.1.1	Clean Audit Opinion achieved	• No. of departmental clean audit opinions achieved	1	1	1	1
1.1.2	Payment of suppliers within 30 days	• % of suppliers/invoices paid within the 30-day period	100%	100%	100%	100%
1.1.3	Service Delivery Model implemented	• % of Service Delivery Model interventions implemented	1	100%	100%	100%
1.1.4	Employment opportunities for people with disabilities	• % of people with disabilities employed	3%	3%	3%	3%
1.1.5	Employment opportunities in the entry-level for youth	• % of entry-level posts filled with youth	35%	30%	30%	30%
1.1.6	Ethical and clean governance	• % of internal disciplinary cases finalised within 90 days	100%	100%	100%	100%
1.1.7	Implementation of the training plan	• % of identified personnel trained in line with the training plan	100%	100%	100%	100%
1.1.8	Professionalisation of the public service	• % professionalisation framework interventions implemented	100%	100%	100%	100%
1.1.9	Departmental buildings audited for compliance with the Occupational Health and Safety Act conducted	• % of departmental buildings audits conducted for compliance with the Occupational Health and Safety Act	17	100%	100%	100%
1.1.10	Cyber security strategy	• No. of cyber security initiatives implemented	100%	1	1	1
1.1.11	Digital Transformation strategy implemented	• No. of Digital Transformation initiatives supported	1	2	2	2
1.1.12	Procurement awarded to designated groups	• % of procurement awarded to people with disability	-	3%	3%	3%
1.1.13	Procurement awarded to designated groups	• % of procurement awarded to youth	-	24%	24%	24%
1.1.14	Procurement awarded to designated groups	• % of procurement awarded to women	-	30%	30%	30%
1.1.15	Financial transactions assessed to identify irregular expenditure	• % of transactions assessed to identify irregular expenditure	100%	100%	100%	100%
1.1.16	Determination testing conducted on UIFW	• % of transactions subjected to determination tests for UIFW expenditure	100%	100%	100%	100%
1.1.17	Audits conducted on bid processes	• % of bid compliance audits conducted	100%	100%	100%	100%
1.1.18	Implement and enforce a zero-tolerance policy towards corruption	• % of fraud and corruption cases monitored for finalisation	100%	100%	100%	100%
1.1.19	All employees disclosing financial interests	• % of employees compliant with financial disclosure submission	100%	100%	100%	100%
1.1.20	APP developed in line with national and provincial imperatives	• No. of APPs developed	1	1	1	1
1.1.21	SDIP Implementation Monitored	• No. of SDIPs monitored	1	1	1	1
1.1.22	Cultivate ethical, accountable, and citizen-focused behaviour	• No. of awareness sessions on Constitutional Values and Principles held	-	4	4	4

Table 11.15: Service delivery measures: Administration

Outputs	Performance indicators	Estimated Performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
1.1.23	Performance of the department compliant with APP requirements	• No. of performance reviews conducted	4	4	4	4
1.1.24	Evaluation of performance of departmental programmes	• No. of evaluation studies conducted on departmental programmes	2	2	2	2
1.1.25	Implementation of departmental policies monitored	• No. of policies monitored	12	12	12	12
1.1.26	Research studies conducted	• No. of research studies conducted for evidence-based policy making	1	1	1	1
1.1.27	Department compliant with legislation, policies and prescripts	• % compliance with legislation	100%	100%	100%	100%
1.1.28	Policies processed within 30 days of receipt	• % of policies assessed within 30 days of receipt	100%	100%	100%	100%
1.1.29	Local Government Communication Plan implemented	• % of identified municipalities supported to implement Local Government Communication Plans	100%	100%	100%	100%

8.2 Programme 2: Local Governance

The purpose of the programme is to co-ordinate, support, promote and enhance governance, administration and public participation in local government. This programme conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.16 and 11.17 illustrate a summary of payments and estimates for 2022/23 to 2028/29 relating to Programme 2. This programme was impacted by budget cuts over the 2026/27 MTEF due to the update of the PES formula and an inflation adjustment by National Treasury. The budget cut of R5 million in 2027/28 with carry-through was effected against *Compensation of employees* under the Public Participation sub-programme.

Table 11.16 : Summary of payments and estimates by sub-programme: Local Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Municipal Administration	58 376	58 369	56 108	65 180	59 558	54 942	71 545	68 770	70 552
2. Municipal Finance	45 648	33 745	20 852	26 449	23 055	22 767	34 243	33 296	33 927
3. Public Participation	186 373	200 150	233 139	243 898	249 004	249 004	267 990	266 126	275 198
4. Capacity Development	9 228	9 079	9 467	11 913	10 485	10 440	12 902	12 246	13 054
5. Municipal Performance, Reporting and Evaluation	37 451	35 363	40 588	50 107	45 935	46 303	50 793	51 273	52 408
Total	337 076	336 706	360 154	397 547	388 037	383 456	437 473	431 711	445 139

Table 11.17 : Summary of payments and estimates by economic classification: Local Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	330 550	331 519	352 305	389 966	380 398	375 812	426 082	426 160	441 067
Compensation of employees	264 192	279 532	312 692	352 783	336 767	335 866	368 760	385 166	403 545
Goods and services	66 358	51 987	39 613	37 183	43 631	39 946	57 322	40 994	37 522
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	2 543	1 945	596	900	2 281	2 281	5 866	950	200
Provinces and municipalities	2 000	-	-	-	1 500	1 500	1 500	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	543	1 945	596	900	781	781	4 366	950	200
Payments for capital assets	3 983	3 242	7 253	6 681	5 358	5 363	5 525	4 601	3 872
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 983	3 242	7 253	6 681	5 358	5 363	5 525	4 601	3 872
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	337 076	336 706	360 154	397 547	388 037	383 456	437 473	431 711	445 139

The sub-programme: Municipal Administration provides oversight and functionality of IGR structures (such as MINMEC, MUNIMEC, Municipal IGR, etc.). The sub-programme also provides for the deployment of skilled professionals and administrators in municipalities enforcement of legislation and policy in local government, as well as the implementation of integrity management programmes in municipalities. The decrease in 2024/25 and the 2025/26 Adjusted Appropriation and Revised Estimate relates to slower than anticipated filling of vacant posts. Also contributing were funds suspended from this sub-programme against *Compensation of employees* towards budget pressures in Vote 7: Health after the PEC resolved that all departments and public entities should make contributions from their budgets towards offsetting the budget pressures shown by the Department of Health, as mentioned. There is a fluctuating trend over the MTEF in line with projected deliverables including key cost drivers such as the local government elections in 2026/27, forensic investigations at identified municipalities, provision for the ROC, LGAS, Integrity Management support and related engagements, a draft bill to strengthen monitoring and investigations of non-performance and maladministration to enable the implementation of anti-corruption measures, as well as the purchase of tools of trade such as laptops and desktops, among others.

The sub-programme: Municipal Finance includes the financial experts' clean audit programme and special intervention projects, such as financial interventions in affected municipalities. Also, the sub-programme assists with addressing irregular and wasteful expenditure and improving audit outcomes of the municipalities. The decrease in the 2025/26 Adjusted Appropriation relates to slower than anticipated filling of vacant posts. There is a fluctuating trend over the MTEF in line with projected deliverables including key cost drivers such as provision for the deployment of financial experts, forums and engagements such as Chief Financial Officer forums, Rates Steering Committee meetings, A-G and Treasury reporting sessions, as well as catering, travel, stationery, the purchase of tools of trade, finance leases, and other operational costs.

The sub-programme: Public Participation houses the bulk of the budget of Programme 2 and provides for cell phone contracts, travel and subsistence and furniture for CDWs, in order to improve their work and reporting. The sub-programme also provides support to OSS in addressing service delivery needs of the communities, particularly communities in remote and rural areas. The increase in the 2025/2026 Adjusted Appropriation relates to provision made under *Goods and services* to cater for spending pressures on items such as legal services costs, inventory and consumable supply costs, travel and subsistence costs, as well as other operational costs. The growth over the 2026/27 MTEF is largely inflationary and makes provision for various community outreach programmes and public participation projects in municipalities. These projects include community dialogues with ward committees as part of the Back to Basics campaigns. The department will also monitor and support municipalities to promote participation in community-based local governance processes, mobilise local government elections in 2026/27, respond to community concerns, as well as implement gender-based violence and Municipal workshops on legislative mandate, CDW Outreach programmes, public participation programmes (community engagement) among others. The allocation also caters for the filling of critical vacant posts. This sub-programme was impacted by the budget cuts of R5 million in 2027/28 with carry-through due to the update of the PES formula and an inflation adjustment by National Treasury, as mentioned. The impact of the budget cuts includes the delay in filling vacant posts which will result in increased pressure on existing staff who will be required to absorb additional responsibilities, leading to reduced productivity, increased fatigue, and challenges in meeting deadlines as a result of increased work volumes.

The main function of the sub-programme: Capacity Development is to ensure the development and implementation of a comprehensive capacity building strategy for local government and traditional institutions. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate relates to slower than anticipated filling of vacant posts. The allocations over the MTEF cater for capacity-building initiatives and planned filling of critical vacant posts.

The sub-programme: Municipal Performance, Monitoring, Reporting and Evaluation relates to strategic planning support to municipalities, with a focus on development planning, capacity building and the review and development of IDPs in various municipalities. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate relates to slower than anticipated filling of vacant posts. The MTEF growth is largely inflationary, and the allocations are to support municipalities to improve their standard of

service delivery, support functionality of IGR structures and governance through the improvement of PMS in municipalities, municipal service awards, travel and subsistence costs, etc.

Compensation of employees reflects an increasing trend over the MTEF, and provides for the filling of critical vacant posts, among others. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate was as a result of slow progress with filling budgeted vacant posts. *Compensation of employees* shows growth of 9.5 per cent from the 2025/26 Adjusted Appropriation to 2026/27, 4.5 per cent in 2027/28, and 4.8 per cent in the outer year, to cater for the appointment of technical experts to strengthen governance and financial management within municipalities, a 1.5 per cent pay progression, increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement.

Goods and services provides mainly for cell phone contracts for CDWs, travel and subsistence and furniture, etc. The increase in the 2025/26 Adjusted Appropriation relates to provision made under *Goods and services* to cater for spending pressures on items such as legal services costs, inventory and consumable supply costs, travel and subsistence costs, as well as other operational costs. There is a fluctuating trend over the MTEF represented by a significant increase in 2026/27 due to provision made for the local government elections where projected costs are in respect of voter mobilisation campaigns, advertising and related outreach activities, as well as the Local Government Indaba linked to the local government elections readiness. Also included over the MTEF is provision for forensic investigations at identified municipalities, Integrity Management support and related engagements, a draft bill to strengthen monitoring and investigations of non-performance and maladministration to enable the implementation of anti-corruption measures, public participation events to strengthen community engagement and governance awareness, financial experts to support municipalities in improving audit outcomes and implementing financial recovery plans, Section 154 interventions through technical experts to assist distressed municipalities, operational costs including travel and subsistence costs for CDWs, capacity-building initiatives, among others.

The expenditure in 2022/23 against *Transfers and subsidies to: Provinces and municipalities* was in respect of the Municipal Excellence Awards, as explained. Over the MTEF, allocations to municipalities remain minimal, while *Transfers and subsidies to: Households* cater for staff exit costs.

Transfers and subsidies to: Households caters for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

Machinery and equipment caters for furniture and office and computer equipment for the filling of critical posts, as well as new and replacement vehicles. The MTEF allocations are in line with the department's project plan and cater for the replacement of laptops, desktops and purchase of computer equipment for new staff and correct classification of finance leases which was previously budgeted for under *Goods and services*.

Service delivery measures: Local Governance

Table 11.18 illustrates the main service delivery measures pertaining to Programme 2. The performance indicators fully comply with the customised measures for the COGTA sector. The table includes both sector and non-sector measures.

Table 11.18 : Service delivery measures: Local Governance

Outputs	Performance indicators	Estimated Performance			
		2025/26	2026/27	2027/28	2028/29
2.1 Local Government					
2.1.1 Distressed municipalities provided with support to improve performance	• No. of distressed municipalities supported through MSIP to improve performance	7	7	7	7
2.1.2 At-risk municipalities provided with support to improve performance	• No. of at-risk municipalities supported through MSIP to improve performance	28	28	28	28
2.1.3 Metros provided with support to improve performance	• No. of metros that are supported through Section 154 to improve performance	-	1	1	1
2.1.4 Municipalities supported to reduce IGR Disputes (MEC Delivery Agreement)	• % of municipalities supported to reduce IGR Disputes	100%	100%	100%	100%
2.1.5 District & Metro Hubs supported towards functionality	• No. of Districts and Metro Development Hubs assessed for performance	11	11	11	11

Table 11.18 : Service delivery measures: Local Governance

Outputs	Performance indicators	Estimated Performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
2.1.6	Municipalities supported to align their IDPs to National, Provincial and District Priorities	• No. of municipalities with legally compliant IDPs aligned	54	54	54	54
2.1.7	Implementation of one catalytic project per district	• No. of DDM One Plans reviewed	11	11	11	11
2.1.8	Municipalities supported to improve audit outcome on predetermined objectives	• % of municipalities supported to improve audit outcome on predetermined objectives	-	100%	100%	100%
2.1.9	Municipal Performance Report implemented	• % of Section 47 remedial actions monitored for implementation	-	100%	100%	100%
2.1.10	Municipal Performance monitoring	• No. of municipal SDBIPs assessed on performance	54	54	54	54
2.1.11	Municipal Evaluations conducted	• No. of evaluation studies conducted on municipal programmes	1	1	1	1
2.1.12	Appointment of competent municipal officials	• % of municipalities with vacancies supported to comply with the MSA Regulations on the appointment of senior managers	100%	100%	100%	100%
2.1.13	Oversight structures assessed on performance	• No. of municipalities' oversight structures assessed on performance	54	54	54	54
2.1.14	Framework on monitoring, support and application of intervention in terms of Section 139 of the constitution, 1996 developed	• No. of frameworks developed on implementation of Section 139 interventions	1	1	1	1
2.1.15	Municipalities under intervention monitored in line with municipal turn around/ recovery plan	• % of municipalities under intervention monitored in line with recovery plan	100%	100%	100%	100%
2.1.16	Development of bylaws	• No. of districts supported to develop bylaws	-	11	11	11
2.1.17	Performance Assessment of Ministerial Representatives	• % of administrators assessed on performance	100%	100%	100%	100%
2.1.18	Promoting good and clean governance	• % of municipal disciplinary cases against managers monitored for compliance	100%	100%	100%	100%
2.1.19	Reported cases of municipal staff members dismissed for misconduct or who resigned prior to finalisation of the disciplinary proceedings reported to the Minister by the MECs within 14 days	• % of cases of municipal staff members dismissed for misconduct or who resigned prior to finalisation of the disciplinary proceedings reported to the Minister by the MECs within 14 days	-	100%	100%	100%
2.1.20	Delivery of effective local government services	• No. of Local Government Elections Strategy Implemented	-	1	-	-
2.1.21	Municipal accountability, consequence management, legislation and policies implemented	• % of fraud, corruption and maladministration cases investigated	100%	100%	100%	100%
2.1.22	Support municipalities to review and implement fraud risk and fraud prevention policies/ strategies	• No. of municipalities monitored on the implementation of Local Government Anti -Corruption Strategy	54	54	54	54
2.1.23	Participation of Traditional Leaders in municipal councils	• % of municipalities monitored for participation of nominated <i>AmaKhosi</i> in Municipal Councils	100%	100%	100%	100%
2.1.24	Participation of Traditional Leaders in municipal committees	• % of municipalities monitored for participation of <i>AmaKhosi</i> appointed to Executive Committees	100%	100%	100%	100%
2.2	Municipal Finance					
2.2.1	Reduction of UIFW in municipalities	• No. of municipalities supported to reduce UIFW expenditure	54	44	44	44
2.2.2	Section 131 reports of the MFMA submitted	• No. of reports submitted on state of municipal finance in terms of Section 131 of the MFMA	1	1	1	1
2.2.3	Municipalities guided to comply with MPRA	• No. of municipalities guided to comply with the MPRA	44	44	44	44
2.2.4	Identification of revenue streams	• No. of municipalities supported on revenue enhancement	11	11	11	11
2.2.5	Municipalities supported to improve government debt collection	• No. of municipalities supported to improve government debt collection processes	27	27	27	27
2.2.6	Support municipalities on setting water cost reflective tariffs	• No. of municipalities supported on setting water cost reflective tariffs	14	14	14	14
2.2.7	Develop framework on prioritisation on budget allocation of repairs and maintenance on infrastructure assets	• No. of municipalities supported to ring fence budget for repairs and maintenance	54	54	54	54
2.2.8	Reassess allocation of free basic services to beneficiary households. (electricity and water)	• No. of municipalities supported to provide free basic services to indigent households	-	27	27	27
2.2.9	Municipalities supported with the reduction of Eskom debt	• % of municipalities supported with the reduction of Eskom debt	7	100%	100%	100%
2.3	Public Participation					
2.3.1	Indigent Ward Profiling conducted	• No. of municipalities supported with conducting Indigents Ward Profiling	44	44	44	44
2.3.2	Municipalities monitored on the implementation of GBVF responsive Programmes	• No. of municipalities monitored on the implementation of GBVF responsive programmes	54	54	54	54

Table 11.18 : Service delivery measures: Local Governance

Outputs	Performance indicators	Estimated Performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
2.3.3	Improve Municipal Service Delivery Complaints Management system	• No. of complaints management system developed	1	1	1	1
2.3.4	Oversee the functionality of vulnerable groups units in municipalities	• No. municipalities supported with functional vulnerable groups units	-	44	44	44
2.4	Capacity Building					
2.4.1	Support the implementation of Chapter 5 of the Local Government Municipal Staff regulations	• No. of municipalities supported on the implementation of the Municipal Staff Regulations	11	11	11	11
2.4.2	Capacity assessment of municipalities to determine the skills deficiencies	• No. of municipalities monitored on the implementation of Workplace Skills Plans	34	33	33	33
2.4.3	Capacity building interventions conducted in municipalities	• No. of capacity building interventions conducted in municipalities	16	16	16	16
2.4.4	Support the implementation of the National Framework Towards the Professionalisation of the Public Sector	• No. municipalities supported to institutionalise mainstreaming of vulnerable groups	54	54	54	54

8.3 Programme 3: Development and Planning

The purpose of this programme is to promote informed integrated planning and development in the province. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.19 and 11.20 illustrate a summary of payments and estimates for 2022/23 to 2028/29. This programme was impacted by budget cuts over the 2026/27 MTEF due to the update of the PES formula and an inflation adjustment by National Treasury. The budget cut of R5.938 million in 2027/28 with carry-through was effected against *Goods and services* under the Local Economic Development sub-programme.

Table 11.19 : Summary of payments and estimates by sub-programme: Development and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Spatial Planning	30 964	33 211	32 927	38 148	36 342	36 343	40 316	40 861	46 772
2. Land Use Management	28 232	27 425	27 786	31 525	30 077	30 077	33 662	32 281	36 943
3. Local Economic Development	184 276	119 505	95 253	161 126	120 682	104 396	120 752	108 202	126 720
4. Municipal Infrastructure	189 919	145 236	145 436	88 941	117 166	125 068	81 907	54 627	61 470
5. Disaster Management	45 694	58 053	45 334	58 153	51 773	51 773	54 744	73 226	73 938
Total	479 085	383 430	346 736	377 893	356 040	347 657	331 381	309 197	345 843

Table 11.20 : Summary of payments and estimates by economic classification: Development and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	254 754	269 663	248 005	357 297	238 380	210 576	248 909	253 879	285 407
Compensation of employees	139 969	147 352	154 394	160 194	146 861	142 669	161 086	184 789	203 185
Goods and services	114 785	122 311	93 611	197 103	91 519	67 907	87 823	69 090	82 222
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	183 704	88 099	33 749	1 693	17 527	21 265	2 458	50	50
Provinces and municipalities	179 100	86 605	-	-	6 620	6 620	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	1 280	-	1 280	960	960	960	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	30 100	-	1 500	5 000	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 324	1 494	2 369	733	8 447	8 685	2 458	50	50
Payments for capital assets	40 627	25 668	64 982	18 903	100 133	115 816	80 014	55 268	60 386
Buildings and other fixed structures	26 184	22 334	55 996	15 453	96 400	112 328	77 188	52 440	57 683
Machinery and equipment	14 443	3 334	8 986	3 450	3 733	3 488	2 826	2 828	2 703
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	479 085	383 430	346 736	377 893	356 040	347 657	331 381	309 197	345 843

The sub-programme: Spatial Planning caters for the development of the Provincial Spatial Planning and Land Use Management Act (SPLUMA) and catalytic corridor support (Eastern Seaboard), information on monthly deeds data subscription, Geospatial Land Registrar, the maintenance of municipal property registers and enhance the One-Stop spatial data portal to support planning, revenue, disaster management and LED, among others. The 2026/27 MTEF allocations are in line with spending on various municipal projects as listed above. There is gradual growth over the MTEF which is largely inflationary.

The sub-programme: Land Use Management caters for projects such as the town settlement formalisation support, support to municipalities with the implementation of SPLUMA, development of provincial norms and standards, as well as the drafting of development planning legislation. The MTEF caters for projects such One Stop Local Land Offices (Outcome of Land Governance Summit) and operational budget, among others. There is steady growth over the MTEF.

The sub-programme: Local Economic Development caters for support to CSCs for effective functionality and provision of infrastructure. The decrease in the 2025/26 Adjusted Appropriation was mainly due to delays in filling vacant posts, as well as savings identified under the Small Town Rehabilitation programme. These projects were postponed due to procurement challenges in the appointment of service providers. There is a fluctuating trend over the MTEF where provision is made for construction of the Mahlayizeni TAC which commenced in 2025/26 and is anticipated to reach 90 per cent completion in 2026/27 and this accounts for the higher allocation in 2026/27 and gradual reduction in 2027/28, as well as the Cele R TAC where the planning stages are anticipated to commence in 2026/27 with construction to commence in 2027/28. Also included is the *Amakhosi* Resource Mobilisation initiative, TC cleaning and greening programme, Local Government Flagship programme, Informal Economy Stimulus programme, including the Umgogodla Upliftment programme. This sub-programme was impacted by the budget cuts of R5.938 million in 2027/28 with carry-through due to the update of the PES formula and an inflation adjustment by National Treasury, as mentioned. The impact of the budget cuts is fewer job opportunities for EPWP participants, thereby negatively affecting employment creation objectives. Also contributing is the reduction undertaken in respect of the disaster relief stock, which is one of the department's core mandates, as it involves providing emergency assistance and rescue support to affected communities. The reduced allocation for disaster relief stock may hinder the department's ability to respond effectively to emergencies and fulfil the departments mandate.

The sub-programme: Municipal Infrastructure supports municipalities in service delivery utilising various IGR in improving delivery and maintenance of basic water services and electricity, production and maintenance of energy sources, and implementing related infrastructure projects, etc. The increase in the 2025/26 Adjusted Appropriation caters for electrification invoices which include the installation of high masts in various district municipalities and water infrastructure projects. These projects were implemented in 2024/25 and payment was processed in 2025/26. There is a fluctuating trend over the MTEF where key projects such as the refurbishment of the Ulundi sub-station, Abaqulusi Ward 4 electrification, Abaqulusi Ward 2 electrification, Ulundi Ward 16 (Babanango) electrification, Nkandla Ward 4 (Maphumulo) electrification, Abaqulusi Ward 23 (Stanela) electrification, as well as the Nondabuya Water Scheme (Audit and Design) are anticipated to progress significantly in 2026/27 and decline gradually over the MTEF.

The sub-programme: Disaster Management caters for the construction of a disaster management centre in the Nkandla Municipality as the main cost driver. Also included is the provision of disaster management emergency relief stock (blankets, food parcels, lightning conductors, etc), risk reduction and preparedness through disaster management summits and campaigns, winter and summer awareness campaigns, annual Disaster Summit, PDMC boardroom audio visual maintenance, among others. The construction of the disaster management centre in the Nkandla Municipality is anticipated to progress significantly in 2027/28 which accounts for the increased growth from 2027/28.

Compensation of employees reflects an increasing trend over the MTEF, and provides for the filling of critical vacant posts, among others. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate was as a result of slow progress with filling budgeted vacant posts. *Compensation of employees* shows growth of 9.7 per cent from the 2025/26 Adjusted Appropriation to 2026/27, 14.7 per cent in 2027/28, and 10 per cent in the outer year, to cater for the filling of critical vacant posts, a 1.5 per cent pay

progression, increase for housing and medical allowances, as well as the carry-through costs of the 2025 wage agreement.

Goods and services caters for various projects over the MTEF which include the development of the SPLUMA and catalytic corridor support (Eastern Seaboard), information on monthly deeds data subscription, Geospatial Land Registrar, among others as described above. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate largely relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Buildings and other fixed structures* in respect of electrification projects, water projects, as well as the construction of a disaster management centre in the Nkandla Municipality and other construction projects as guided by accounting practices and in line with recommendations from the A-G. Also contributing to the reduction in the 2025/26 Adjusted Appropriation and Revised Estimate was R20 million suspended from this programme under *Goods and services* to Vote 14: Public Works and Infrastructure to repair the LA Complex building, as mentioned. There is a fluctuating trend over the MTEF in respect of projects undertaken under the various programmes listed above within Programme 3.

Transfers and subsidies to: Provinces and municipalities in 2022/23 and 2023/24 catered for the Small Town Rehabilitation, Corridor Development and Massification programmes, among others, which were originally budgeted for under *Goods and services*. The allocation under this category was reviewed in-year where the department budgeted for projects under *Goods and services* and then shifted the funds to *Transfers and subsidies to: Provinces and municipalities* during the Adjustments Estimate for transfer to municipalities, after an annual departmental exercise indicating that the municipalities had the necessary capacity to deliver on the projects themselves. The 2025/26 Adjusted Appropriation relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Transfers and subsidies to: Provinces and municipalities* for transfer to the Msunduzi Municipality for the replacement of transformers in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme and to the Nongoma Municipality for the rehabilitation of Mona Market as part of the Small Town Rehabilitation programme. There are no allocations over the MTEF.

The allocations against *Transfers and subsidies to: Higher education institutions* are in respect of a programme of action to improve the resilience of human settlements through improved spatial planning and land use management in the province, as explained under Section 7.9. The initiative is discontinued over the MTEF.

Transfers and subsidies to: Public corporations and private enterprises in 2024/25 largely relates to the transfer of R30 million to Eskom to replace failed Eskom transformers as a result of overloading and illegal connections in the eThekweni, Ugu, uMgungundlovu, iLembe and uMkhanyakude areas. The allocation in the 2025/26 Adjusted Appropriation and Revised Estimate relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Transfers and subsidies to: Public corporations and private enterprises* for transfer to Eskom in respect of the replacement of transformers and reconnections in Wards 1, 2 and 40 within the Vulindlela community as part of the Electrification programme. There are no allocations over the MTEF.

Transfers and subsidies to: Households caters mainly for staff exit costs. The significant increase in the 2025/26 Adjusted Appropriation largely relates to claims against the state following an unfair discrimination legal case ruling where the department was instructed to pay the applicant as determined by the labour court, and this was not budgeted for. The 2026/27 MTEF caters for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

Buildings and other fixed structures provides for the construction and rehabilitation of CSCs and TACs, among others. The category fluctuates in line with the number of projects undertaken. The increase in the 2025/26 Adjusted Appropriation relates to funds shifted from *Goods and services* where the funds were originally budgeted for to *Buildings and other fixed structures* in respect of electrification projects, water projects, as well as the construction of a disaster management centre in the Nkandla Municipality, as explained. Also contributing the increase in the 2025/26 Adjusted Appropriation was the R16.308 million additional funding for the repair of TACs damaged by storms. In addition, R2.372 million was allocated to the department, of which R1.372 million is in respect of the revenue reallocation and R1 million in respect

of funds recalled from uMhlathuze Water, the Ugu District Municipality and from the eThekweni Metro and these funds were allocated to *Buildings and other fixed structures* to cater for spending pressures in respect of the Stanela electrification projects due to invoices arising from the previous year. Over the MTEF, the category caters for the construction of the disaster management centre in the Nkandla Municipality, construction and rehabilitation of CSCs and TACs such as the Mahlayizeni TAC which commenced in 2025/26 and is anticipated to reach 90 per cent completion in 2026/27 and this accounts for the higher allocation in 2026/27 and gradual reduction in 2027/28, as well as the Cele R TAC where the planning stages are anticipated to commence in 2026/27 with construction to commence in 2027/28, as mentioned.

Machinery and equipment caters for office and computer equipment. The increase in the 2025/26 Adjusted Appropriation provides for the purchase of tools of trade for newly appointed staff. The 2026/27 MTEF allocations are in line with the department's project plan and cater for the replacement of laptops, desktops, computer equipment for new staff and finance leases.

Service delivery measures: Development and Planning

Table 11.21 gives the main service delivery measures pertaining to Programme 3.

The performance indicators provided do not comply fully with the customised measures for the COGTA sector and are currently being reviewed by the department. The table includes both sector and non-sector measures.

Table 11.21: Service delivery measures: Development and Planning

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
3.1	Spatial Planning					
3.1.1	Provincial SDFs monitored for implementation	• No. of provincial SDFs monitored for implementation	1	1	1	1
3.1.2	Municipalities supported to improve SDF and budget alignment	• No. of municipal SDF improvement programmes implemented	-	1	1	1
3.1.3	Spatial planning guidelines in traditional areas implemented	• No. of spatial planning guidelines in traditional areas developed	-	1	-	-
3.2	Land Use Management					
3.2.1	Municipalities supported to implement an effective Land Use Management system	• No. of municipalities supported to implement an effective Land Use Management system	44	44	44	44
3.3	Local Economic Development (Special initiatives)					
3.3.1	Review LED strategies to ensure inclusion municipal financial viability interventions	• No. of Municipal LED Strategies monitored for inclusion of financial viability enhancing interventions	54	54	54	54
3.3.2	Economic infrastructure Projects in identified municipalities Implemented	• No. of Small Town Revitalisation Economic infrastructure projects implemented in identified municipalities	8	8	8	8
3.3.3	Support municipal initiatives for the implementation of business retention, attractions and expansion strategies	• No. of DDAs supported to implement investment attraction, retention and business expansion strategies at municipal level	7	7	7	7
3.3.4	Support 30 Amakhosi with income-generating resources (i.e. tents, mobile fridges, chairs)	• No. of Amakhosi supported with income generating initiatives	30	30	30	30
3.3.5	Support district social compact	• No. of social compacts with government, labour, civil society and private sector facilitated	4	4	4	4
3.3.6	Implementation of Red Tape reduction framework	• No. of municipalities monitored on the implementation of the Red Tape Reduction Framework	44	44	44	44
3.3.7	Monitor rural/township economy interventions	• % of rural/township economy interventions implemented	-	100%	100%	100%
3.3.8	Support cooperatives/SMMEs	• % of cooperatives/SMMEs supported	-	100%	100%	100%
3.4	Local Economic Development (CSCs)					
3.4.1	CSCs constructed	• No. of CSCs constructed	1	1	1	1
3.4.2	CSCs Rehabilitated	• No. of identified CSCs Rehabilitated	5	3	3	3
3.4.3	CSCs maintained	• No. of identified TACs maintained	40	40	40	40

Table 11.21: Service delivery measures: Development and Planning

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
3.5	Local Economic Development (EPWP)					
3.5.1	Traditional Councils Cleaning and Greening Programmes implemented	• No. of work opportunities created through the departmental flagship	534	610	610	610
3.5.2	Key partnerships for skills development targeting vulnerable groups established	• % of identified vulnerable groups capacitated through key partnerships	100%	100%	100%	100%
3.6	Local Economic Development (CWP)					
3.6.1	Work opportunities reported through Community Works Programme	• No. of municipalities supported with implementation of Community Works Programme	44	44	44	44
3.7	Municipal Infrastructure					
3.7.1	Implementation of water access and water quality improvement programmes/projects through the 7 pillars of Provincial Water Master Plan	• % of Water Master Plan Interventions implementation	100%	100%	100%	100%
3.7.2	Oversee compliance to grant requirements on labour intensive methods, skills development and economic empowerment on COGTA monitored grants	• % of identified labour intensive skills development programmes implemented	-	100%	100%	100%
3.7.3	Facilitate the implementation of interventions to address the non-technical energy losses	• No. of municipalities supported with the implementation of energy loss strategies	-	12	12	12
3.7.4	Municipalities supported to review storm water management plans (Review conducted through support meetings or engagements with municipalities)	• No. of municipalities supported to review storm water management plans	44	44	44	44
3.7.5	Districts monitored on the spending of National Grants	• No. of municipalities monitored on the performance of national grants	54	54	54	54
3.7.6	Electrification programmes implemented	• % of infrastructure electrification programmes supported for implementation	100%	100%	100%	100%
3.7.7	Monitor quality drinking water and wastewater management	• Percentage of municipalities supported with Green and No Drop Plans	100%	100%	100%	100%
3.8	Disaster Management					
3.8.1	Municipalities supported to maintain functional disaster management centres	• No. of municipalities supported to maintain functional disaster management centres	11	11	11	11
3.8.2	Provision of financial & technical support to municipalities for the construction of DM centres and fire stations	• No. of municipalities supported on establishment of disaster management centre and fire stations	-	2	2	2
3.8.3	Municipalities supported on fire brigade services	• No. of municipalities supported on fire brigade services	-	11	11	11
3.8.4	Support municipalities with the implementation of disaster management risk reduction programmes	• No. of disaster risk reduction initiatives implemented in municipalities	-	4	4	4
3.8.5	Post disaster grants monitored	• % of post disaster grants monitored	100%	100%	100%	100%
3.8.6	Integrated communication systems installed	• No. of integrated communication systems installed	1	1	-	-

8.4 Programme 4: Traditional Institutional Management

The purpose of this programme is to support the Institutions of Traditional leadership on governance, conflict management, partnerships and participation on Municipal Councils. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.22 and 11.23 illustrate a summary of payments and estimates for 2022/23 to 2028/29 relating to Programme 4.

Table 11.22 : Summary of payments and estimates by sub-programme: Traditional Institutional Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Traditional Institutional Administration	473 694	1 142 081	590 463	561 903	561 260	561 367	618 662	642 030	664 231
2. Traditional Resource Administration	94 032	96 790	96 616	100 680	97 997	97 890	99 893	109 544	111 381
Total	567 726	1 238 871	687 079	662 583	659 257	659 257	718 555	751 574	775 612

Table 11.23 : Summary of payments and estimates by economic classification: Traditional Institutional Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Current payments	526 167	1 166 166	623 820	657 061	655 447	655 760	709 179	744 816	768 854
Compensation of employees	163 425	178 439	179 770	193 952	190 832	190 657	213 239	229 028	241 460
Goods and services	362 742	987 727	444 050	463 109	464 615	465 103	495 940	515 788	527 394
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	41 037	71 969	60 447	300	848	806	4 334	700	700
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	40 433	71 052	57 726	-	250	250	250	250	250
Households	604	917	2 721	300	598	556	4 084	450	450
Payments for capital assets	522	736	1 736	5 222	2 962	2 691	5 042	6 058	6 058
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	522	736	1 736	5 222	2 962	2 691	5 042	6 058	6 058
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	1 076	-	-	-	-	-	-
Total	567 726	1 238 871	687 079	662 583	659 257	659 257	718 555	751 574	775 612

The sub-programme: Traditional Institutional Administration provides for the remuneration of *Amakhosi*, *Izinduna* and TC secretaries, support to traditional institutions and the TC elections, installation and recognition of *Amakhosi*, dispute resolutions, among others. The substantial increase in 2023/24 was attributed to the once-off amount of R631.083 million allocated by National Treasury to settle the backpay owed to the *Izinduna* in this province, and this accounts for the decrease from 2023/24 to 2024/25. In 2024/25 an amount of R30.540 million was rolled over from 2023/24 to 2024/25 in respect of the equitable share allocation, and this relates to the backpay to 205 *Izinduna* allocated under this sub-programme, against *Goods and services*. The slight reduction in the 2025/26 Adjusted Appropriation and Revised Estimate is as a result of delays in filling vacant posts. The MTEF provides for the operating payments associated with the carry-through costs for the *Izinduna* filled and vacant posts, and filled *Amakhosi* positions along with the Chairperson and Deputy Chairperson of Provincial House. Additionally, provisions are made for sitting allowances, which vary depending on the number of meetings held. The budget also accounts for salary increases for *Amakhosi* as per the proclamation, as well as funding for the *Amakhosi* medical aid. Over the 2026/27 MTEF, the department has budgeted to pay 2 997 *Izinduna* with a budget of R414.501 million in 2026/27, R426.936 million in 2027/28 and R439.744 million in 2028/29, in line with the number of *Izigodi*. The provincial allocation in this regard is R196.453 million in 2026/27, R205.439 million in 2027/28 and R211.561 million in 2028/29, and the difference is allocated from within the department's budget.

The sub-programme: Traditional Resource Administration caters for the implementation of financial controls in municipalities and capacity building programmes for *Amakhosi*. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate was due to delays in filling vacant posts where provision was made for *Compensation of employees* and the purchase of tools of trade for new employees. The MTEF allocations provide for various initiatives, including a knowledge sharing seminar between Traditional Leaders and experts in various fields, research and capacity building programmes, among others.

Compensation of employees caters for the filling of posts, among others. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate was due to delays in filling vacant posts. *Compensation of employees* reflects an increasing trend over the MTEF, and provides for the filling of critical vacant posts, among others. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate was as a result of slow progress with filling budgeted vacant posts. *Compensation of employees* shows growth of 11.7 per cent from the 2025/26 Adjusted Appropriation to 2026/27, 7.4 per cent in 2027/28, and 5.4 per cent in the outer year. This growth makes provision for the *Amakhosi* medical aid, the 1.5 per cent pay progression, as well as the carry-through cost of 2025 wage agreement.

Goods and services relates to the sitting allowance of TC members, dispute resolutions, capacity building programmes, installation and recognition of *Amakhosi*, stipends for *Izinduna*, among others. The slight increase in the 2025/26 Adjusted Appropriation and Revised Estimate relates to provision made for spending pressures in respect of communication costs for airtime and data, as well as additional funding allocated in respect of funds recalled from uMhlatuze Water, the Ugu District Municipality and from the eThekweni Metro where these funds were allocated to this category to cater for shortfalls in respect of Vodacom invoices for airtime and data costs emanating from the previous year. Mitigating this were delays in filling vacant posts. The 2026/27 MTEF allocations provide for the compensation of 3 077 *Izinduna* and 303 Traditional Council Secretaries. Also included are cultural and social events including *Ukuthela Kwamanzi* ceremonies, annual cultural gatherings, social cohesion programmes, support for public hearings, and knowledge-sharing seminars with traditional leaders on strategic issues such as mining. Furthermore, provision is made for capacity building and MEC engagements with traditional leaders to strengthen governance and collaboration, the *Amakhosi* UKZN programme aimed at enhancing leadership capacity through academic partnerships, installation ceremonies for new *Amakhosi* and the annual opening of the Provincial House of Traditional Leaders.

Transfers and subsidies to: Non-profit institutions relates to expenditure for the traditional levies and trust account moved from the various economic categories within Programme 4, as explained. The spending in 2024/25 was in respect of the traditional levies and trust account, as well as transfers to the Tembe Trust Account in respect of the uMthayi Marula festival. The increase in the 2025/26 Adjusted Appropriation also relates to transfers to the Tembe Trust Account in respect of the uMthayi Marula festival which was not budgeted for, and the allocations over the MTEF cater for the same festival.

Transfers and subsidies to: Households caters for staff exit costs and includes the once-off additional funding in 2026/27 only, for the incentivised ERP (without pension penalties) and VEP for employees in the public service, as mentioned.

Machinery and equipment caters for the purchase of office and computer equipment, etc. The increase in 2024/25 was for the procurement of tools of trade for staff and 260 *Amakhosi*. The high 2025/26 Main Appropriation catered for the purchase of new and replacement office and computer equipment, as well as the correct classification of finance leases which was previously budgeted for under *Goods and services*. The reduction in the 2025/26 Adjusted Appropriation was due to recruitment delays where provision was made for the purchase of tools of trade for new employees. The allocations over the MTEF cater for the purchase of office equipment and computers, as well finance leases which were previously budgeted for under *Goods and services*.

Payments for financial assets relates to write-offs of staff debts (mainly in respect of salary over-payments for both officials and *Izinduna*) who have passed away, and these debts are older than five years. The expenditure reflected in 2024/25 was due to write-off balances brought forward from versions of BAS which were irrecoverable and untraceable. There are no allocations for this item over the MTEF.

Service delivery measures: Traditional Institutional Management

Table 11.24 illustrates the main service delivery measures pertaining to Programme 4. The table includes sector and non-sector measures.

Table 11.24: Service delivery measures: Traditional Institutional Management

Outputs	Performance indicators	Estimated performance				
		2025/26	2026/27	2027/28	2028/29	
4.1. Traditional Institutional Administration						
4.1.1	Resolution of succession claims/disputes	• % of Traditional Leadership succession disputes processed	100%	100%	100%	100%
4.1.2	Functionality of the Provincial and Local House(s) and its sub-committees monitored	• No. of Provincial Houses monitored for functionality	1	1	1	1
4.1.3	Functionality of the Provincial and Local House(s) and its sub-committees monitored	• % of Local Houses monitored for functionality	100%	100%	100%	100%
4.1.4	GBVF program for the Institution of Traditional Leadership	• No. of Anti GBVF, racism, sexism, ethnicity and intolerance Intervention/campaigns conducted	2	2	2	2

Table 11.24: Service delivery measures: Traditional Institutional Management

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2025/26	2026/27	2027/28	2028/29	
		4.1.5	Traditional Councils supported to perform their functions	• No. of Traditional Councils supported to perform their functions	307	307
4.1.6	Amakhosi recognised	• % of Amakhosil Amabambabukhosi recognised within 6 months of ubukhosi position becoming vacant	100%	100%	100%	100%
4.1.7	Genealogies for STL Royal Families	• No. of Royal Families with Genealogies	100%	2	2	2
4.1.8	TCs supported to have clearly demarcated boundaries enabling Integrated Land Use Management Systems	• % of TCs supported with boundary applications	100%	100%	100%	100%
4.1.9	Promote social cohesion	• No. of social cohesion programmes implemented	3	3	3	3

9 Other programme information

9.1 Personnel numbers and costs

Table 11.25 provides detail of the department's approved establishment and personnel numbers, per level and programme. This category includes the payment of CDWs, over the MTEF.

The table also gives a breakdown of employees' dispensation classification. Details are provided in the paragraphs below.

Table 11.25 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate		Medium-term Estimates						Average annual growth over MTEF				
	2022/23		2023/24		2024/25		2025/26		2026/27		2027/28		2028/29		2025/26 - 2028/29				
	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Filled posts	Addit. posts	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. growth rate	Costs growth rate	% Costs of Total
R thousand																			
Salary level																			
1 – 7	703	252 626	714	270 452	720	306 549	751	14	765	326 082	777	361 366	783	380 152	786	401 462	0.9%	7.2%	35.8%
8 – 10	212	143 438	254	134 779	242	158 965	256	13	269	165 671	276	186 248	297	214 708	298	231 677	3.5%	11.8%	19.8%
11 – 12	159	150 218	164	160 954	174	167 733	163	8	171	181 739	179	203 854	186	225 328	188	236 684	3.2%	9.2%	20.8%
13 – 16	64	82 914	64	76 499	78	96 770	53	10	63	96 631	66	114 880	66	121 453	66	126 610	1.6%	9.4%	11.1%
Other	1 093	117 495	656	134 246	274	114 792	114	288	402	116 426	478	125 546	478	133 763	478	139 909	5.9%	6.3%	12.6%
Total	2 231	746 691	1 852	776 930	1 488	844 809	1 337	333	1 670	886 549	1 776	991 894	1 810	1 075 404	1 816	1 136 342	2.8%	8.6%	100.0%
Programme																			
1. Administration	335	179 105	326	171 607	322	197 953	429	26	455	217 357	531	248 809	531	276 421	531	288 152	5.3%	9.9%	25.2%
2. Local Governance	537	264 192	532	279 532	580	312 692	610	3	613	335 866	606	368 760	606	385 166	606	403 545	(0.4%)	6.3%	36.3%
3. Development and Planning	939	139 969	564	147 352	171	154 394	170	1	171	142 669	200	161 086	234	184 789	240	203 185	12.0%	12.5%	17.1%
4. Traditional Institutional Management	420	163 425	430	178 439	415	179 770	128	303	431	190 657	439	213 239	439	229 028	439	241 460	0.6%	8.2%	21.3%
Total	2 231	746 691	1 852	776 930	1 488	844 809	1 337	333	1 670	886 549	1 776	991 894	1 810	1 075 404	1 816	1 136 342	2.8%	8.6%	100.0%
Employee dispensation classification																			
PSA appointees not covered by OSDs	1 103	597 281	1 186	630 722	1 206	719 324	1 215	45	1 260	759 430	1 290	855 302	1 324	930 254	1 330	986 693	1.8%	9.1%	86.4%
PSA appointees to be covered by OSDs	22	20 697	1	6 641	4	6 768	4	-	4	6 768	4	6 960	4	7 140	4	7 361	-	2.8%	0.7%
Prof. Nurses, Staff Nurses, Nursing Assist.	1	718	1	713	1	724	1	-	1	724	1	735	1	746	1	769	-	2.0%	0.1%
Legal Professionals	7	5 367	4	1 915	3	3 201	3	-	3	3 201	3	3 351	3	3 501	3	3 610	-	4.1%	0.3%
Engineering Prof. and related occupations	5	5 133	4	2 693	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others such as interns, learnerships, etc	1 093	117 495	656	134 246	274	114 792	114	288	402	116 426	478	125 546	478	133 763	478	137 909	5.9%	5.8%	12.5%
Total	2 231	746 691	1 852	776 930	1 488	844 809	1 337	333	1 670	886 549	1 776	991 894	1 810	1 075 404	1 816	1 136 342	2.8%	8.6%	100.0%

1. Personnel numbers includes all filled posts together with those posts additional to the approved establishment

Compensation of employees reflects an increasing trend over the 2026/27 MTEF. The growth over the 2026/27 MTEF caters for the filling of vacant posts, among others. This category shows growth of 11.2 per cent from the 2025/26 Adjusted Appropriation to 2026/27. Also, there is an increase of 8.4 per cent in 2027/28 and 5.7 per cent in 2028/29. The department plans to fill 106 vacant posts in 2026/27, 34 vacant posts in 2027/28 and 6 vacant posts in 2028/29, as mentioned. The department has catered for sufficient growth to fill all vacant posts and has budgeted for the 1.5 per cent pay progression, the carry-through cost of the 2025 wage agreement and the cost-of-living adjustment for 2026 in line with National Treasury guidelines, over the MTEF.

Others (*interns, EPWP, learnerships*) includes the CDWs appointed to bridge the gap between government and the community and strengthen integration and co-ordination of services provided by government and access to these services by communities. These officials are included against the respective salary levels (mainly level 6).

9.2 Training

Table 11.26 gives a summary of departmental spending and information on training per programme over the seven-year period from 2022/23 to 2028/29. The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training, to cater for human resource development, and the department meets this requirement.

The training budget is centralised in Programme 1 against the sub-programme: Corporate Services, under the Directorate: Human Capital Development, which aims to facilitate the management of all training undertaken in the department and ensuring that training is obtained from accredited training institutions. Expenditure on training fluctuates and is based on the training needs of staff during a particular period. The department reviews the staff training needs on an annual basis. The department has also allocated a budget for Capacity Building for *Amakhosi*.

Table 11.26 : Information on training: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Number of staff	2 231	1 852	1 488	1 670	1 670	1 670	1 776	1 810	1 816
Number of personnel trained	1 709	1 709	341	341	341	743	850	850	850
of which:									
Male	690	690	110	110	110	359	390	390	390
Female	1 019	1 019	231	231	231	384	460	460	460
Number of training opportunities	107	107	14	15	15	64	71	71	71
of which:									
Tertiary	12	12	-	1	1	4	6	6	6
Workshops	24	24	2	2	2	10	15	15	15
Seminars	17	17	-	-	-	15	15	15	15
Other	54	54	12	12	12	35	35	35	35
Number of bursaries offered	114	90	10	60	60	105	165	221	301
Number of interns appointed	72	72	60	100	100	125	200	200	200
Number of learnerships appointed	-	-	-	-	-	-	-	-	-
Number of days spent on training	147	147	147	46	46	82	100	100	100
Payments on training by programme									
1. Administration	2 058	1 666	1 359	2 000	2 000	1 041	2 000	2 000	2 000
2. Local Governance	-	-	-	-	-	-	-	-	-
3. Development and Planning	-	-	-	-	-	-	-	-	-
4. Traditional Institutional Management	-	-	-	-	-	-	-	-	-
Total	2 058	1 666	1 359	2 000	2 000	1 041	2 000	2 000	2 000

Training programmes prioritised over the 2026/27 MTEF will form part of the Workplace Skills and Personal Development Plans and will be implemented using the allocated budget to ensure the capacitation and enhancement of employees' skills. Also, interns will be appointed to participate in the internship programme for 24 months. Furthermore, the department will continue to support employees, as well as youth who are pursuing or furthering their studies through different institutions. That will be guided by the departmental approved policies and procedures. Employees will also be encouraged to enrol for free online courses offered by the National School of Government (NSG). Job specific training programmes will be prioritised, and accredited training providers will be sourced following proper SCM processes. The department will ensure that budget allocated for bursary benefits those that have limited or no means at all to pursue qualifications for employability and promotions in order to contribute to the alleviation of unemployment and to government priorities.

ANNEXURE – VOTE 11: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS

Table 11.A : Details of departmental receipts: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	1 598	1 734	1 565	1 602	1 602	1 563	1 734	1 812	1 868
Sale of goods and services produced by department (excluding capital assets)	1 598	1 734	1 565	1 602	1 602	1 563	1 734	1 812	1 868
Sales by market establishments	635	800	538	572	572	533	622	650	670
Administrative fees	-	-	-	-	-	-	-	-	-
Other sales	963	934	1 027	1 030	1 030	1 030	1 112	1 162	1 198
Of which									
Commission	925	650	1 007	974	974	974	974	1 018	1 050
Tender documents	15	294	4	25	25	25	25	26	27
Sale: Asset <R5000	-	-	40	150	150	150	150	157	162
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	-	-	-	-	-	-	-
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	91	120	73	72	72	72	75	78	80
Interest	91	120	73	72	72	72	75	78	80
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sale of capital assets	2 580	-	-	1 700	1 700	2 356	1 800	1 881	1 939
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	2 580	-	-	1 700	1 700	2 356	1 800	1 881	1 939
Transactions in financial assets and liabilities	1 689	2 696	10 825	1 597	1 597	10 690	1 668	1 743	1 797
Total	5 958	4 550	12 463	4 971	4 971	14 681	5 277	5 514	5 684

Estimates of Provincial Revenue and Expenditure

Table 11.B : Payments and estimates by economic classification: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2026/27	2027/28	2028/29
Current payments	1 525 555	2 195 395	1 714 842	1 861 082	1 759 198	1 731 358	1 867 289	1 967 145	2 061 073
Compensation of employees	746 691	776 930	844 809	951 721	891 844	886 549	991 894	1 075 404	1 136 342
Salaries and wages	655 474	679 596	736 786	827 151	770 402	765 797	854 089	924 315	974 645
Social contributions	91 217	97 334	108 023	124 570	121 442	120 752	137 805	151 089	161 697
Goods and services	778 771	1 418 465	870 001	909 361	867 354	844 809	875 395	891 741	924 731
Administrative fees	1 583	2 138	1 393	2 925	2 458	2 445	3 046	3 151	3 395
Advertising	13 258	16 534	18 208	12 622	10 297	10 288	12 378	16 908	14 339
Minor assets	1 146	589	921	1 215	1 331	1 280	504	420	455
Audit cost: External	9 536	8 394	8 099	10 250	5 862	8 580	5 300	5 500	5 929
Bursaries: Employees	1 177	1 345	1 242	1 000	3 713	1 001	4 150	5 500	4 000
Catering: Departmental activities	2 002	1 931	2 014	4 724	4 121	4 084	7 020	7 369	7 643
Communication (G&S)	14 264	8 308	12 902	9 463	15 195	15 285	12 269	14 590	16 552
Computer services	40 164	37 579	67 069	43 881	67 528	67 529	57 821	71 105	76 666
Cons & prof serv: Business and advisory services	120 808	95 095	68 051	179 931	39 673	23 289	29 431	28 062	25 669
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	15 117	15 438	26 101	8 690	14 110	13 518	12 490	10 984	13 920
Scientific and technological services	-	-	-	-	-	5 041	-	-	-
Contractors	13 681	36 479	34 251	27 542	44 035	42 575	59 709	37 007	34 913
Agency and support / outsourced services	6 184	8 618	15 709	11 836	40 328	38 904	48 345	52 296	58 664
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	21 493	22 092	20 217	17 400	22 057	22 057	22 100	22 430	23 400
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	67	-	-	125	75	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	4 790	6 828	3 986	4 000	5 457	5 457	4 000	4 000	5 000
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	3 525	5 893	3 417	3 500	2 407	3 393	4 000	4 000	5 000
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	8 527	21 044	10 955	6 000	18 101	10 091	9 000	4 000	4 000
Consumable supplies	3 037	6 424	8 396	6 656	11 602	8 488	9 630	8 032	11 594
Consumable: Stationery, printing and office supplies	8 678	12 619	6 469	7 502	6 471	4 367	5 482	6 996	7 797
Operating leases	29 010	22 500	36 304	36 558	28 493	29 931	16 601	17 622	18 101
Rental and hiring	6 937	1	41	6 937	1 001	22 365	-	-	-
Property payments	61 984	71 116	71 257	46 360	61 917	43 140	64 406	69 995	71 325
Transport provided: Departmental activity	-	-	-	-	-	2 308	-	-	-
Travel and subsistence	34 655	44 664	28 698	47 197	45 218	45 171	39 251	41 879	42 740
Training and development	2 058	1 666	1 509	2 000	2 333	1 907	2 000	2 000	2 000
Operating payments	355 157	971 103	422 252	418 109	413 446	412 165	446 462	457 895	471 629
Venues and facilities	-	-	540	-	75	75	-	-	-
Interest and rent on land	93	-	32	-	-	-	-	-	-
Interest	93	-	32	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	234 321	167 749	101 623	10 044	30 211	34 075	29 122	14 544	14 561
Provinces and municipalities	181 489	87 138	510	1 000	8 844	8 844	2 200	1 200	1 300
Provinces	389	533	510	1 000	724	724	700	1 200	1 300
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	389	533	510	1 000	724	724	700	1 200	1 300
Municipalities	181 100	86 605	-	-	8 120	8 120	1 500	-	-
Municipalities	178 100	86 605	-	-	8 120	8 120	1 500	-	-
Municipal agencies and funds	3 000	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	1	-	-	-	-	-	-	-	-
Higher education institutions	1 280	-	1 280	960	960	960	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	30 100	-	1 500	5 000	-	-	-
Public corporations	-	-	30 100	-	1 500	5 000	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	30 100	-	1 500	5 000	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	40 433	71 052	57 726	-	250	250	250	250	250
Households	11 118	9 559	12 007	8 084	18 657	19 021	26 672	13 094	13 011
Social benefits	8 522	7 409	9 267	4 791	7 295	7 622	19 172	4 594	4 011
Other transfers to households	2 596	2 150	2 740	3 293	11 362	11 399	7 500	8 500	9 000
Payments for capital assets	59 452	37 247	98 376	60 027	142 930	166 906	136 919	112 753	83 060
Buildings and other fixed structures	26 884	22 754	59 601	17 453	100 410	114 953	79 188	55 440	60 776
Buildings	25 876	22 334	22 302	17 453	35 748	27 826	33 150	32 500	34 593
Other fixed structures	1 008	420	37 299	-	64 662	87 127	46 038	22 940	26 183
Machinery and equipment	31 189	12 791	32 936	21 535	42 520	51 953	55 731	55 313	20 241
Transport equipment	21 866	2 477	2 913	3 000	4 608	14 101	4 000	6 000	4 000
Other machinery and equipment	9 323	10 314	30 023	18 535	37 912	37 852	51 731	49 313	16 241
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	1 379	1 702	5 839	21 039	-	-	2 000	2 000	2 043
Payments for financial assets	298	-	1 076	-	-	-	-	-	-
Total	1 819 626	2 400 391	1 915 917	1 931 153	1 932 339	1 932 339	2 033 330	2 094 442	2 158 694

Table 11.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	414 084	428 047	490 712	456 758	484 973	489 210	483 119	542 290	565 745
Compensation of employees	179 105	171 607	197 953	244 792	217 384	217 357	248 809	276 421	288 152
Salaries and wages	155 664	146 882	169 637	212 073	186 500	186 436	213 682	236 848	246 208
Social contributions	23 441	24 725	28 316	32 719	30 884	30 921	35 127	39 573	41 944
Goods and services	234 886	256 440	292 727	211 966	267 589	271 853	234 310	265 869	277 593
Administrative fees	879	1 309	1 056	979	630	762	1 065	1 104	1 237
Advertising	13 123	16 419	18 208	10 900	8 715	8 716	11 498	15 478	12 755
Minor assets	588	220	215	435	364	305	325	360	400
Audit cost: External	9 536	8 394	8 099	5 100	5 862	6 373	5 300	5 500	5 929
Bursaries: Employees	1 177	1 345	1 242	1 000	1 001	1 001	2 000	3 000	4 000
Catering: Departmental activities	688	751	424	509	294	294	400	678	740
Communication (G&S)	8 690	6 982	8 164	5 656	8 284	8 284	6 504	6 828	9 003
Computer services	40 164	37 579	64 613	43 881	65 378	65 379	56 821	70 105	75 666
Cons & prof serv: Business and advisory services	7 063	1 396	177	573	539	540	715	3 265	1 337
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	15 117	15 438	26 101	8 090	14 110	13 518	12 090	10 184	13 120
Scientific and technological services	-	-	-	-	-	5 041	-	-	-
Contractors	4 046	7 833	4 286	8 332	12 788	10 198	6 709	7 607	8 946
Agency and support / outsourced services	88	8 618	9 154	11 836	19 051	18 450	13 664	14 664	14 664
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	21 493	22 092	20 217	17 400	22 057	22 057	22 100	22 430	23 400
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	67	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	14	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	2 686	3 605	3 223	2 082	3 009	3 020	2 763	3 804	3 364
Consumable: Stationery, printing and office supplies	7 724	12 172	6 257	5 979	5 298	3 264	4 525	5 428	6 165
Operating leases	27 472	20 725	34 452	33 357	26 195	27 666	13 609	14 539	15 214
Rental and hiring	-	1	41	-	-	21 364	-	-	-
Property payments	59 594	71 116	71 257	46 360	61 917	43 140	64 406	69 995	71 325
Transport provided: Departmental activity	-	-	-	-	-	2 308	-	-	-
Travel and subsistence	12 388	18 344	13 609	7 267	9 947	8 995	7 816	8 900	8 328
Training and development	2 058	1 666	1 359	2 000	2 000	1 041	2 000	2 000	2 000
Operating payments	312	368	573	230	136	137	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	93	-	32	-	-	-	-	-	-
Interest	93	-	32	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	7 037	5 736	6 831	7 151	9 555	9 723	16 464	12 844	13 611
Provinces and municipalities	389	533	510	1 000	724	724	700	1 200	1 300
Provinces	389	533	510	1 000	724	724	700	1 200	1 300
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	389	533	510	1 000	724	724	700	1 200	1 300
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	1	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 647	5 203	6 321	6 151	8 831	8 999	15 764	11 644	12 311
Social benefits	4 133	3 754	3 581	2 858	3 952	4 118	8 264	3 144	3 311
Other transfers to households	2 514	1 449	2 740	3 293	4 879	4 881	7 500	8 500	9 000
Payments for capital assets	14 320	7 601	24 405	29 221	34 477	43 036	46 338	46 826	12 744
Buildings and other fixed structures	700	420	3 605	2 000	4 010	2 625	2 000	3 000	3 093
Buildings	700	-	3 605	2 000	4 010	2 625	2 000	3 000	3 093
Other fixed structures	-	420	-	-	-	-	-	-	-
Machinery and equipment	12 241	5 479	14 961	6 182	30 467	40 411	42 338	41 826	7 608
Transport equipment	9 731	2 477	2 913	3 000	4 608	14 101	4 000	6 000	4 000
Other machinery and equipment	2 510	3 002	12 048	3 182	25 859	26 310	38 338	35 826	3 608
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	1 379	1 702	5 839	21 039	-	-	2 000	2 000	2 043
Payments for financial assets	298	-	-	-	-	-	-	-	-
Total	435 739	441 384	521 948	493 130	529 005	541 969	545 921	601 960	592 100

Estimates of Provincial Revenue and Expenditure

Table 11.D : Payments and estimates by economic classification: Local Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2026/27	2027/28	2028/29
Current payments	330 550	331 519	352 305	389 966	380 398	375 812	426 082	426 160	441 067
Compensation of employees	264 192	279 532	312 692	352 783	336 767	335 866	368 760	385 166	403 545
Salaries and wages	224 984	237 180	265 446	302 103	284 840	283 935	312 974	327 466	340 307
Social contributions	39 208	42 352	47 246	50 680	51 927	51 931	55 786	57 700	63 238
Goods and services	66 358	51 987	39 613	37 183	43 631	39 946	57 322	40 994	37 522
Administrative fees	438	480	231	1 008	890	739	930	982	1 016
Advertising	72	115	-	1 722	1 582	1 572	880	1 330	1 384
Minor assets	86	116	125	260	171	179	169	40	40
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	527	644	1 528	1 864	1 428	1 376	3 542	1 920	2 071
Communication (G&S)	4 507	1 096	3 709	2 365	3 374	3 394	2 495	3 750	3 889
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	35 521	28 028	7 358	5 503	9 349	7 070	14 372	12 001	10 536
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Contractors	7 967	8 198	18 520	8 500	13 910	13 121	21 500	9 800	8 067
Agency and support / outsourced services	6 096	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	348	-	-	-	-	-	-	-	-
Consumable supplies	115	245	6	149	925	925	1 131	168	170
Consumable: Stationery, printing and office supplies	266	264	141	837	776	767	480	1 074	1 106
Operating leases	756	920	1 071	831	902	895	894	957	725
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	9 493	11 481	6 747	13 944	9 999	9 539	8 929	8 972	8 518
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	166	400	41	200	250	294	2 000	-	-
Venues and facilities	-	-	136	-	75	75	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	2 543	1 945	596	900	2 281	2 281	5 866	950	200
Provinces and municipalities	2 000	-	-	-	1 500	1 500	1 500	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	2 000	-	-	-	1 500	1 500	1 500	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	543	1 945	596	900	781	781	4 366	950	200
Social benefits	543	1 298	596	900	781	781	4 366	950	200
Other transfers to households	-	647	-	-	-	-	-	-	-
Payments for capital assets	3 983	3 242	7 253	6 681	5 358	5 363	5 525	4 601	3 872
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 983	3 242	7 253	6 681	5 358	5 363	5 525	4 601	3 872
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	3 983	3 242	7 253	6 681	5 358	5 363	5 525	4 601	3 872
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	337 076	336 706	360 154	397 547	388 037	383 456	437 473	431 711	445 139

Table 11.E : Payments and estimates by economic classification: Development and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	254 754	269 663	248 005	357 297	238 380	210 576	248 909	253 879	285 407
Compensation of employees	139 969	147 352	154 394	160 194	146 861	142 669	161 086	184 789	203 185
Salaries and wages	125 186	131 767	137 604	141 949	128 865	125 551	143 265	165 945	183 652
Social contributions	14 783	15 585	16 790	18 245	17 996	17 118	17 821	18 844	19 533
Goods and services	114 785	122 311	93 611	197 103	91 519	67 907	87 823	69 090	82 222
Administrative fees	266	349	106	338	338	344	331	345	367
Advertising	63	-	-	-	-	-	-	100	-
Minor assets	139	42	57	20	1	1	10	20	15
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	787	536	62	520	451	465	588	671	702
Communication (G&S)	1 067	230	1 029	565	796	867	1 281	1 025	673
Computer services	-	-	2 456	-	2 150	2 150	1 000	1 000	1 000
Cons & prof serv: Business and advisory services	75 354	61 814	54 993	169 971	21 818	7 712	7 048	5 500	6 500
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Contractors	1 129	12 144	131	1 000	2 327	3 426	13 000	1 500	1 500
Agency and support / outsourced services	-	-	6 555	-	21 277	20 454	34 681	37 632	44 000
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	125	75	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	4 790	6 828	3 986	4 000	5 457	5 457	4 000	4 000	5 000
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	3 525	5 893	3 417	3 500	2 393	3 393	4 000	4 000	5 000
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	8 179	21 044	10 955	6 000	18 101	10 091	9 000	4 000	4 000
Consumable supplies	236	2 574	5 167	2 165	7 408	4 175	4 736	2 060	6 060
Consumable: Stationery, printing and office supplies	688	183	71	326	296	261	352	369	401
Operating leases	782	855	781	1 042	813	788	1 040	1 068	1 104
Rental and hiring	6 937	-	-	-	1 001	1 001	-	-	-
Property payments	2 390	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	8 315	9 818	3 695	7 656	6 429	6 376	6 756	5 700	5 800
Training and development	-	-	150	-	333	866	-	-	-
Operating payments	138	1	-	-	5	5	-	100	100
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	183 704	88 099	33 749	1 693	17 527	21 265	2 458	50	50
Provinces and municipalities	179 100	86 605	-	-	6 620	6 620	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	179 100	86 605	-	-	6 620	6 620	-	-	-
Municipalities	176 100	86 605	-	-	6 620	6 620	-	-	-
Municipal agencies and funds	3 000	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	1 280	-	1 280	960	960	960	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	30 100	-	1 500	5 000	-	-	-
Public corporations	-	-	30 100	-	1 500	5 000	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	30 100	-	1 500	5 000	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 324	1 494	2 369	733	8 447	8 685	2 458	50	50
Social benefits	3 324	1 494	2 369	733	1 964	2 167	2 458	50	50
Other transfers to households	-	-	-	-	6 483	6 518	-	-	-
Payments for capital assets	40 627	25 668	64 982	18 903	100 133	115 816	80 014	55 268	60 386
Buildings and other fixed structures	26 184	22 334	55 996	15 453	96 400	112 328	77 188	52 440	57 683
Buildings	25 176	22 334	18 697	15 453	31 738	25 201	31 150	29 500	31 500
Other fixed structures	1 008	-	37 299	-	64 662	87 127	46 038	22 940	26 183
Machinery and equipment	14 443	3 334	8 986	3 450	3 733	3 488	2 826	2 828	2 703
Transport equipment	12 135	-	-	-	-	-	-	-	-
Other machinery and equipment	2 308	3 334	8 986	3 450	3 733	3 488	2 826	2 828	2 703
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	479 085	383 430	346 736	377 893	356 040	347 657	331 381	309 197	345 843

Table 11.F : Payments and estimates by economic classification: Traditional Institutional Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2026/27	2027/28	2028/29
Current payments	526 167	1 166 166	623 820	657 061	655 447	655 760	709 179	744 816	768 854
Compensation of employees	163 425	178 439	179 770	193 952	190 832	190 657	213 239	229 028	241 460
Salaries and wages	149 640	163 767	164 099	171 026	170 197	169 875	184 168	194 056	204 478
Social contributions	13 785	14 672	15 671	22 926	20 635	20 782	29 071	34 972	36 982
Goods and services	362 742	987 727	444 050	463 109	464 615	465 103	495 940	515 788	527 394
Administrative fees	-	-	-	600	600	600	720	720	775
Advertising	-	-	-	-	-	-	-	-	200
Minor assets	333	211	524	500	795	795	-	-	-
Audit cost: External	-	-	-	5 150	-	2 207	-	-	-
Bursaries: Employees	-	-	-	-	2 712	-	2 150	2 500	-
Catering: Departmental activities	-	-	-	1 831	1 948	1 949	2 490	4 100	4 130
Communication (G&S)	-	-	-	877	2 741	2 740	1 989	2 987	2 987
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	2 870	3 857	5 523	3 884	7 967	7 967	7 296	7 296	7 296
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	600	-	-	400	800	800
Scientific and technological services	-	-	-	-	-	-	-	-	-
Contractors	539	8 304	11 314	9 710	15 010	15 830	18 500	18 100	16 400
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	2 260	260	368	1 000	2 000	2 000
Consumable: Stationery, printing and office supplies	-	-	-	360	101	75	125	125	125
Operating leases	-	-	-	1 328	583	582	1 058	1 058	1 058
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	4 459	5 021	4 647	18 330	18 843	20 261	15 750	18 307	20 094
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	354 541	970 334	421 638	417 679	413 055	411 729	444 462	457 795	471 529
Venues and facilities	-	-	404	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	41 037	71 969	60 447	300	848	806	4 334	700	700
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	40 433	71 052	57 726	-	250	250	250	250	250
Households	604	917	2 721	300	598	556	4 084	450	450
Social benefits	522	863	2 721	300	598	556	4 084	450	450
Other transfers to households	82	54	-	-	-	-	-	-	-
Payments for capital assets	522	736	1 736	5 222	2 962	2 691	5 042	6 058	6 058
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	522	736	1 736	5 222	2 962	2 691	5 042	6 058	6 058
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	522	736	1 736	5 222	2 962	2 691	5 042	6 058	6 058
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	1 076	-	-	-	-	-	-
Total	567 726	1 238 871	687 079	662 583	659 257	659 257	718 555	751 574	775 612

Table 11.G : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-	-	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-
Audit costs: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Consultants: Business and advisory services	1 993	1 960	1 999	-	-	-	-	-	-
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services (G&S)	-	-	-	-	-	-	-	-	-
Science and technological services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support/outourced services	-	-	-	3 440	3 440	3 440	3 549	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumables: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	-	-	-	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 993	1 960	1 999	3 440	3 440	3 440	3 549	-	-

Estimates of Provincial Revenue and Expenditure

Table 11.H : Summary of transfers to local government

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	15 200	20 700	-	-	-	-	-	-	-
B KZN212 uMdoni	4 000	-	-	-	-	-	-	-	-
B KZN213 uMzumbhe	-	20 700	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	4 600	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	-	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	6 600	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	64 300	20 700	-	-	1 620	1 620	-	-	-
B KZN221 uMshwathi	5 000	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	-	-	-	-	-	-	-	-
B KZN223 Mpofana	3 000	-	-	-	-	-	-	-	-
B KZN224 iMpindle	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	16 600	-	-	-	1 620	1 620	-	-	-
B KZN226 Mkhambathini	14 500	20 700	-	-	-	-	-	-	-
B KZN227 Richmond	5 200	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	20 000	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	15 900	7 100	-	-	-	-	-	-	-
B KZN235 Okhahlamba	15 900	7 100	-	-	-	-	-	-	-
B KZN237 iNkosi Langa libalele	-	-	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	-	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	11 500	31 609	-	-	-	-	-	-	-
B KZN241 eNdumeni	-	-	-	-	-	-	-	-	-
B KZN242 Nquthu	-	31 609	-	-	-	-	-	-	-
B KZN244 uMsinga	-	-	-	-	-	-	-	-	-
B KZN245 uMvoti	-	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	11 500	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	9 900	-	-	-	-	-	-	-	-
B KZN252 Newcastle	-	-	-	-	-	-	-	-	-
B KZN253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	9 900	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	13 600	-	-	-	5 000	5 000	-	-	-
B KZN261 eDumbe	10 600	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZN263 AbaQulusi	-	-	-	-	-	-	-	-	-
B KZN265 Nongoma	-	-	-	-	5 000	5 000	-	-	-
B KZN266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	3 000	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	10 000	-	-	-	-	-	-	-	-
B KZN271 uMhlabuyalingana	-	-	-	-	-	-	-	-	-
B KZN272 Jozini	-	-	-	-	-	-	-	-	-
B KZN275 Inkosi uMtubatuba	-	-	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	10 000	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	500	-	-	-	1 500	1 500	-	-	-
B KZN281 uMfolozi	-	-	-	-	-	-	-	-	-
B KZN282 uMhlathuze	500	-	-	-	1 000	1 000	-	-	-
B KZN284 uMlalazi	-	-	-	-	500	500	-	-	-
B KZN285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	26 000	5 496	-	-	-	-	-	-	-
B KZN291 Mandeni	5 000	-	-	-	-	-	-	-	-
B KZN292 KwaDukuza	-	-	-	-	-	-	-	-	-
B KZN293 Ndwedwe	5 000	3 000	-	-	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	16 000	2 496	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	11 200	1 000	-	-	-	-	-	-	-
B KZN433 Greater Kokstad	1 000	-	-	-	-	-	-	-	-
B KZN434 Johannes Phumani Phungula	5 000	-	-	-	-	-	-	-	-
B KZN435 uMzimkhulu	-	-	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	5 200	1 000	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	1 500	-	-
Total	178 100	86 605	-	-	8 120	8 120	1 500	-	-

Table 11.I : Transfers to local government - Municipal Excellence Awards

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	500	-	-	-	-	-	-	-	-
B KZN226 Mkhambathini	500	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	500	-	-	-	1 500	1 500	-	-	-
B KZN282 uMhlatuze	500	-	-	-	1 000	1 000	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	1 000	-	-	-	-	-	-	-	-
B KZN433 Greater Kokstad	1 000	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	1 500	-	-
Total	2 000	-	-	-	1 500	1 500	1 500	-	-

Table 11.J : Transfers to local government - Corridor Development programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	4 600	-	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	4 600	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	6 600	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	6 600	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	11 200	-	-	-	-	-	-	-	-

Table 11.K : Transfers to local government - Small Town Rehabilitation programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	4 000	-	-	-	-	-	-	-	-
B KZN212 uMdoni	4 000	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	27 200	-	-	-	-	-	-	-	-
B KZN221 uMshwathi	5 000	-	-	-	-	-	-	-	-
B KZN223 Mpofana	3 000	-	-	-	-	-	-	-	-
B KZN226 Mkhambathini	14 000	-	-	-	-	-	-	-	-
B KZN227 Richmond	5 200	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	15 900	7 100	-	-	-	-	-	-	-
B KZN235 Okhahlamba	15 900	7 100	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	10 000	-	-	-	-	-	-	-
B KZN242 Nquthu	-	10 000	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	10 600	-	-	-	5 000	5 000	-	-	-
B KZN261 eDumbe	10 600	-	-	-	-	-	-	-	-
B KZN265 Nongoma	-	-	-	-	5 000	5 000	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	10 200	-	-	-	-	-	-	-	-
B KZN434 Johannes Phumani Phungula	5 000	-	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	5 200	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	67 900	17 100	-	-	5 000	5 000	-	-	-

Table 11.L: Transfers to local government - Co-operative support for LED

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	10 000	-	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	10 000	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	10 000	-	-	-	-	-	-	-	-

Table 11.M: Transfers to local government - Massification programme (Including electrification projects)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	20 700	-	-	-	-	-	-	-
B KZN213 uMzambe	-	20 700	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	10 000	20 700	-	-	1 620	1 620	-	-	-
B KZN225 Msunduzi	10 000	-	-	-	1 620	1 620	-	-	-
B KZN226 Mkhambathini	-	20 700	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	21 609	-	-	-	-	-	-	-
B KZN242 Nquthu	-	21 609	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	10 000	-	-	-	-	-	-	-	-
B KZN291 Mandeni	5 000	-	-	-	-	-	-	-	-
B KZN293 Ndwedwe	5 000	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	20 000	63 009	-	-	1 620	1 620	-	-	-

Table 11.N: Transfers to local government - Roll-over AU donor funds for flood (from OTP)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	2 496	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	2 496	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	-	2 496	-	-	-	-	-	-	-

Table 11.O: Transfers to local government - Water Intervention programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	6 600	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	6 600	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	20 000	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	20 000	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	6 500	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	6 500	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	4 900	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	4 900	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	3 000	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	3 000	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	16 000	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	16 000	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	57 000	-	-	-	-	-	-	-	-

Table 11.P : Transfers to local government - Disaster Management programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	5 000	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	5 000	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	5 000	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	5 000	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	3 000	-	-	-	-	-	-	-
B KZN293 Ndwedwe	-	3 000	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	1 000	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	1 000	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	10 000	4 000	-	-	-	-	-	-	-

