

METSIMAHOLO LOCAL MUNICIPALITY



Second Adjustments Budget 20 May 2023/2024

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Glossary

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

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

Budget – The financial plan of the Municipality.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Virement – A transfer of budget.

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

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

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Legislative Framework

Section 28 of the MFMA - Municipal adjustments budgets

"28 (1) A municipality may revise an approved annual budget through an adjustments budget.

(2) An adjustments budget—

(a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;

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

(c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;

(d) may authorise the utilisation of projected savings in one vote towards spending under another vote;

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

(f) may correct any errors in the annual budget; and

(g) may provide for any other expenditure within a prescribed framework.

PART 1 – ADJUSTMENTS BUDGET REPORT

Section 1 – Executive Mayor's Report

1.1 Municipal Adjustments Budget

This report is prepared following the issue of disaster grants from provincial CoGTA gazetted on the 20 March 2024. The municipality must table its adjustment budget within sixty days within receipt of the allocation.

This adjustment was done mainly to accommodate Disaster grants to address the disaster that struck Zamdela.

The allocated was two projects:

1. Replacement of electrical poles, installation of overhead line and replacement of damaged transformer, worth R650 000
2. Replacement of 200KVA Transformer and other electrical equipment, worth R350 000.

The material adjustment to the original budget was because of expenditure budget on fleet that was not sufficiently budgeted for landfill site operations. The amount of R 5 million was authorised through section 29 of the MFMA.

The other material adjustment that was done was to reduce R5 million that was budgeted for the landfill site which was never used. Consultant fees to address the penalties of R43 Mil from SARS, the legal fees to address the ongoing litigation and forensic investigations.

Section 2 – Resolutions

SECOND ADJUSTMENTS BUDGET 2023/24

This is the resolution that will be presented to Council when the adjustments budget is tabled:

RECOMMENDATIONS:

- That Council approves the Adjustments Budget and its B Schedule supporting tables
- That this report together with the annexures A- E be approved by council
- That Council takes note of the Amnded DORA (Allocation in-kind)

Section 3 – Executive Summary

3.1 Introduction

The Adjustments Budget has been prepared in terms of the Municipal Budget and Reporting Regulations and section 28 of the Municipal Finance Management Act 56 of 2003.

Operating Revenue Budget

R1 947 075

Operational Grants

R283 025 – No amendments received from National Treasury

Capital Grants

Provincial CoGTA has allocated a disaster grant by R1 million for Municipal Disaster Recovery Grant for the infrastructure that was damaged by floods during the cause of January 2023/2024 financial year.. The municipality has spent R588 thousand from the allocated grants, and the remaining balance is committed to the same project.

Capital Expenditure Budget

Capital expenditure has increased by R1 million for electrical equipment.

Part A: Section 4 – B-Schedule tables

4.1 Second Adjustments Budget 2023/2024

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

**FS204 Metsimaholo -
Table B1 Adjustments
Budget Summary -
13/05/2024**

Description	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
	Original Budget	Prior Adjusted	Accum. Funds	Multi- year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	234 276	221 391	–	–	–	–	–	–	221 391	253 556	253 556
Service charges	1 173 911	1 161 853	–	–	–	–	–	–	1 161 853	1 254 029	1 325 391
Investment revenue	5 054	11 367	–	–	–	–	–	–	11 367	11 367	11 367
Transfers recognised – operational	283 025	283 025	–	–	–	–	–	–	283 025	302 477	319 975
Other own revenue	93 557	269 440	–	–	–	–	–	–	269 440	162 175	161 907
Total Revenue (excluding capital transfers and contributions)	1 789 824	1 947 075	–	–	–	–	–	–	1 947 075	1 983 603	2 072 196
Employee costs	450 539	455 480	–	–	–	–	(474)	(474)	455 006	468 542	468 534
Remuneration of councillors	21 705	26 333	–	–	–	–	–	–	26 333	26 334	26 345
Depreciation & asset impairment	374 288	374 288	–	–	–	–	–	–	374 288	409 829	409 968
Finance charges	5 391	5 391	–	–	–	–	–	–	5 391	5 660	5 660
Inventory consumed and bulk purchases	648 720	648 720	–	–	–	–	–	–	648 720	697 061	697 061
Transfers and subsidies	379	787	–	–	–	–	80	80	867	833	683
Other expenditure	227 871	251 951	–	–	5 000	–	12 118	17 118	269 069	241 364	241 144
Total Expenditure	1 728 893	1 762 950	–	–	5 000	–	11 724	16 724	1 779 673	1 849 624	1 849 396
Surplus/(Deficit)	60 931	184 126	–	–	(5 000)	–	(11 724)	(16 724)	167 402	133 978	222 800
Transfers and subsidies - capital (monetary allocations)	100 690	94 796	–	–	–	–	1 000	1 000	95 796	83 796	87 487
Transfers and subsidies - capital (in-kind - all)	9 000	(0)	–	–	–	–	–	–	(0)	–	30 000
Surplus/(Deficit) after capital transfers & contributions	170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287
Capital expenditure & funds sources											
Capital expenditure	208 792	160 568	–	–	–	–	(3 897)	(3 897)	156 672	137 029	127 867
Transfers recognised - capital	109 690	94 796	–	–	–	–	1 104	1 104	95 900	93 796	118 487
Borrowing	38 172	0	–	–	–	–	–	–	0	–	–
Internally generated funds	60 930	65 772	–	–	–	–	(5 000)	(5 000)	60 772	43 233	9 380

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Total sources of capital funds	208 792	160 568	-	-	-	-	(3 897)	(3 897)	156 672	137 029	127 867
<u>Financial position</u>											
Total current assets	1 157 882	1 157 862	-	-	-	-	1 000	1 000	1 158 862	1 211 246	1 211 246
Total non current assets	2 005 987	2 114 348	-	-	-	-	(3 897)	(3 897)	2 110 451	1 968 996	1 998 328
Total current liabilities	1 115 556	1 115 556	-	-	-	-	-	-	1 115 556	1 218 677	1 218 677
Total non current liabilities	285 477	285 477	-	-	-	-	(44 000)	(44 000)	241 477	340 205	340 205
Community wealth/Equity	1 764 826	1 873 126	-	-	(5 000)	-	(10 724)	(15 724)	1 857 403	1 626 978	1 749 491
<u>Cash flows</u>											
Net cash from (used) operating	360 482	360 482	-	-	-	-	-	-	360 482	296 843	277 954
Net cash from (used) investing	(183 237)	(183 237)	-	-	-	-	-	-	(183 237)	(122 434)	(103 544)
Net cash from (used) financing	39 947	39 947	-	-	-	-	-	-	39 947	49 423	49 423
Cash/cash equivalents at the year end	317 511	317 511	-	-	-	-	-	-	317 511	357 831	357 831
<u>Cash backing/surplus reconciliation</u>											
Cash and investments available	88 499	88 499	-	-	-	-	1 000	1 000	89 499	155 910	155 910
Application of cash and investments	166 547	171 031	-	-	-	-	-	-	171 031	293 051	302 090
Balance - surplus (shortfall)	(78 048)	(82 531)	-	-	-	-	1 000	1 000	(81 531)	(137 141)	(146 180)
<u>Asset Management</u>											
Asset register summary (WDV)	1 669 575	1 777 936	-	-	-	-	(3 897)	(3 897)	1 774 039	1 632 584	1 661 916
Depreciation	90 287	90 287	-	-	-	-	-	-	90 287	110 501	110 639
Renewal and Upgrading of Existing Assets	81 727	62 468	-	-	-	-	104	104	62 571	63 249	59 755
Repairs and Maintenance	60 542	60 867	-	-	-	-	(303)	(303)	60 563	68 309	68 309
<u>Free services</u>											
Cost of Free Basic Services provided	142 300	71 150	-	-	-	-	-	-	142 300	149 912	153 242
Revenue cost of free services provided	150 255	150 255	-	-	-	-	-	-	150 255	163 949	163 949
<u>Households below minimum service level</u>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	2	-	-	-	-	-	-	-	2	2	2
Energy:	41	-	-	-	-	-	-	-	41	41	41
Refuse:	76	-	-	-	-	-	-	-	76	76	76

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FS204 Metsimaholo - Table B2 Adjustments Budget Financial Performance (functional classification)

Standard Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum . Funds	Multi-year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue – Functional												
<i>Governance and administration</i>		248 532	259 623	–	–	–	–	–	–	259 623	287 926	303 727
Executive and council		–	–	–	–	–	–	–	–	–	–	–
Finance and administration		248 532	259 623	–	–	–	–	–	–	259 623	287 926	303 727
Internal audit		–	–	–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		274 143	373 454	–	–	–	–	–	–	373 454	286 007	286 335
Community and social services		728	1 626	–	–	–	–	–	–	1 626	730	730
Sport and recreation		2 639	2 889	–	–	–	–	–	–	2 889	2 792	2 902
Public safety		4 944	4 944	–	–	–	–	–	–	4 944	5 172	5 391
Housing		265 833	363 996	–	–	–	–	–	–	363 996	277 313	277 313
Health		–	–	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		29 301	29 964	–	–	–	–	–	–	29 964	6 317	6 902
Planning and development		4 298	4 298	–	–	–	–	–	–	4 298	4 241	4 363
Road transport		25 003	25 666	–	–	–	–	–	–	25 666	2 077	2 539
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
<i>Trading services</i>		1 347 538	1 378 830	–	–	–	–	1 000	1 000	1 379 830	1 487 149	1 592 719
Energy sources		540 459	537 103	–	–	–	–	1 000	1 000	538 103	588 359	657 798
Water management		610 564	654 391	–	–	–	–	–	–	654 391	675 652	685 853
Waste water management		129 830	128 752	–	–	–	–	–	–	128 752	147 943	171 888
Waste management		66 684	58 583	–	–	–	–	–	–	58 583	75 196	77 180
<i>Other</i>		–	–	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	1 899 514	2 041 871	–	–	–	–	1 000	1 000	2 042 871	2 067 399	2 189 683
Expenditure – Functional												
<i>Governance and administration</i>		216 305	246 759	–	–	–	–	11 744	11 744	258 503	290 908	290 975
Executive and council		51 634	72 356	–	–	–	–	6 390	6 390	78 746	64 194	64 155
Finance and administration		164 070	173 845	–	–	–	–	5 354	5 354	179 199	226 009	226 103
Internal audit		601	559	–	–	–	–	–	–	559	706	717
<i>Community and public safety</i>		192 810	192 339	–	–	–	–	(24)	(24)	192 315	220 547	220 348
Community and social services		7 414	8 194	–	–	–	–	(59)	(59)	8 135	8 671	8 372
Sport and recreation		42 744	43 630	–	–	–	–	50	50	43 680	54 183	53 794
Public safety		65 250	63 131	–	–	–	–	(30)	(30)	63 101	65 778	66 269
Housing		77 403	77 384	–	–	–	–	15	15	77 399	91 914	91 914
Health		–	–	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		84 828	86 012	–	–	–	–	(294)	(294)	85 718	90 983	90 871
Planning and development		20 426	19 680	–	–	–	–	(354)	(354)	19 327	20 113	20 001
Road transport		64 403	66 332	–	–	–	–	60	60	66 392	70 870	70 870
Environmental protection		–	–	–	–	–	–	–	–	–	–	–
<i>Trading services</i>		1 230 777	1 233 644	–	–	5 000	–	227	5 227	1 238 871	1 246 447	1 339 643
Energy sources		551 002	555 884	–	–	–	–	(90)	(90)	555 794	599 104	599 104

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Water management		492 748	493 301	–	–	–	–	40	40	493 341	441 530	534 700
Waste water management		108 972	105 429	–	–	–	–	175	175	105 604	121 071	121 071
Waste management		78 056	79 030	–	–	5 000	–	102	5 102	84 132	84 742	84 768
Other		6 162	6 145	–	–	–	–	–	–	6 145	6 357	6 357
Total Expenditure - Functional	3	1 730 883	1 764 899	–	–	5 000	–	11 653	16 653	1 781 552	1 855 242	1 948 194
Surplus/ (Deficit) for the year		168 631	276 972	–	–	(5 000)	–	(10 653)	(15 653)	261 319	212 157	241 489

FS204 Metsimaholo - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 13/05/2024

Vote Description <i>[Insert departmental structure etc]</i> R thousands	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts .	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3	4	5	6	7	8	9	10		
		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 01 - Executive & Council		–	–	–	–	–	–	–	–	–	–	–
Vote 02 - Municipal Manager		3 247	3 247	–	–	–	–	–	–	3 247	3 190	3 312
Vote 03 - Corporate Services		818	828	–	–	–	–	–	–	828	832	847
Vote 04 - Social Services		74 994	68 041	–	–	–	–	–	–	68 041	83 889	86 202
Vote 05 - Technical Services		1 305 857	1 345 913	–	–	–	–	1 000	1 000	1 346 913	1 414 030	1 518 078
Vote 06 - Financial Services		491 703	599 947	–	–	–	–	–	–	599 947	539 271	555 558
Vote 07 - Local Economic Development And Planning		22 895	23 895	–	–	–	–	–	–	23 895	26 187	25 687
Total Revenue by Vote	2	1 899 514	2 041 871	–	–	–	–	1 000	1 000	2 042 871	2 067 399	2 189 683
Expenditure by Vote	1											
Vote 01 - Executive & Council		48 259	59 030	–	–	–	–	90	90	59 120	56 333	56 195
Vote 02 - Municipal Manager		90 204	103 097	–	–	–	–	7 553	7 553	110 650	100 187	100 186
Vote 03 - Corporate Services		54 563	61 524	–	–	–	–	3 850	3 850	65 374	61 252	61 353
Vote 04 - Social Services		192 109	192 699	–	–	5 000	–	282	5 282	197 981	211 983	211 810
Vote 05 - Technical Services		1 139 244	1 143 488	–	–	–	–	270	270	1 143 758	1 217 273	1 310 443
Vote 06 - Financial Services		161 154	161 144	–	–	–	–	43	43	161 187	162 452	162 445
Vote 07 - Local Economic Development And Planning		45 349	43 917	–	–	–	–	15	15	43 932	45 762	45 762
Vote 08 -		–	–	–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	1 730 883	1 764 899	–	–	5 000	–	12 103	17 103	1 782 002	1 855 242	1 948 194
Surplus/ (Deficit) for the year	2	168 631	276 972	–	–	(5 000)	–	(11 103)	(16 103)	260 869	212 157	241 489

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FS204 Metsimaholo - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	493 443	484 903	–	–	–	–	–	–	484 903	555 151	624 268
Service charges - Water	2	551 182	559 975	–	–	–	–	–	–	559 975	578 190	578 190
Service charges - Waste												
Water Management	2	85 615	86 593	–	–	–	–	–	–	86 593	74 877	74 877
Service charges - Waste												
Management	2	43 671	30 383	–	–	–	–	–	–	30 383	45 811	48 056
Sale of Goods and Rendering of Services		23 882	24 148	–	–	–	–	–	–	24 148	26 123	26 124
Agency services									–	–		
Interest									–	–		
Interest earned from												
Receivables		45 600	108 522	–	–	–	–	–	–	108 522	108 522	108 522
Interest earned from Current and Non Current Assets		5 054	11 367	–	–	–	–	–	–	11 367	11 367	11 367
Dividends		100	100	–	–	–	–	–	–	100	100	100
Rent on Land									–	–		
Rental from Fixed Assets		6 919	7 919	–	–	–	–	–	–	7 919	8 419	7 919
Licence and permits									–	–		
Operational Revenue		290	290	–	–	–	–	–	–	290	304	319
Non-Exchange Revenue												
Property rates	2	234 276	221 391	–	–	–	–	–	–	221 391	253 556	253 556
Surcharges and Taxes									–	–		
Fines, penalties and forfeits		4 296	4 296	–	–	–	–	–	–	4 296	4 507	4 719
Licences or permits		111	111	–	–	–	–	–	–	111	116	122
Transfer and subsidies –												
Operational		283 025	283 025	–	–	–	–	–	–	283 025	302 477	319 975
Interest		9 841	119 889	–	–	–	–	–	–	119 889	9 841	9 841
Fuel Levy									–	–		
Operational Revenue		2 519	4 165	–	–	–	–	–	–	4 165	4 243	4 243
Gains on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–
Other Gains		–	–	–	–	–	–	–	–	–	–	–
Discontinued Operations									–	–		
Total Revenue (excluding capital transfers and contributions)		1 789 824	1 947 075	–	–	–	–	–	–	1 947 075	1 983 603	2 072 196
Expenditure By Type	-											
Employee related costs		450 539	455 480	–	–	–	–	(474)	(474)	455 006	468 542	468 534
Remuneration of councillors		21 705	26 333	–	–	–	–	–	–	26 333	26 334	26 345
Bulk purchases - electricity		403 671	403 671	–	–	–	–	–	–	403 671	443 353	443 353
Inventory consumed		245 050	245 050	–	–	–	–	–	–	245 050	253 709	253 709
Debt impairment		284 001	284 001	–	–	–	–	–	–	284 001	299 328	299 328
Depreciation and amortisation		90 287	90 287	–	–	–	–	–	–	90 287	110 501	110 639
Interest		5 391	5 391	–	–	–	–	–	–	5 391	5 660	5 660
Contracted services		121 356	136 350	–	–	–	–	12 130	12 130	148 480	133 674	133 455

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Transfers and subsidies		379	787	–	–	–	–	80	80	867	833	683
Irrecoverable debts written off		11 244	11 244	–	–	–	–	–	–	11 244	–	–
Operational costs		61 631	70 717	–	–	5 000	–	(12)	4 988	75 704	72 402	72 400
Losses on disposal of Assets		–	–	–	–	–	–	–	–	–	–	–
Other Losses		33 640	33 640	–	–	–	–	–	–	33 640	35 288	35 288
Total Expenditure		1 728 893	1 762 950	–	–	5 000	–	11 724	16 724	1 779 673	1 849 624	1 849 396
Surplus/(Deficit)		60 931	184 126	–	–	(5 000)	–	(11 724)	(16 724)	167 402	133 978	222 800
Transfers and subsidies - capital (monetary allocations)		100 690	94 796	–	–	–	–	1 000	1 000	95 796	83 796	87 487
Transfers and subsidies - capital (in-kind - all)		9 000	(0)	–	–	–	–	–	–	(0)	–	30 000
Surplus/(Deficit) before taxation		170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287
Income Tax									–	–		
Surplus/(Deficit) after taxation		170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287
Share of Surplus/Deficit attributable to Joint Venture												
Share of Surplus/Deficit attributable to Minorities									–	–		
Surplus/(Deficit) attributable to municipality		170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287
Share of Surplus/Deficit attributable to Associate												
Intercompany/Parent subsidiary transactions									–	–		
Surplus/ (Deficit) for the year	1	170 621	278 922	–	–	(5 000)	–	(10 724)	(15 724)	263 198	217 775	340 287

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Section 5 – Funding of Capital Budget

Below are the capital projects that has been affected by the amendment to the gazette. There is a decrease of R3.9 million which result to R156.7 million as total Adjusted Capital budget. See the table below.

FS204 Metsimaholo - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum . Funds	Multi-year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted												
Vote 01 - Executive & Council	2	100	700	–	–	–	–	–	–	700	700	–
Vote 02 - Municipal Manager		5 330	3 330	–	–	–	–	104	104	3 434	4 380	4 380
Vote 03 - Corporate Services		3 500	3 410	–	–	–	–	(200)	(200)	3 210	2 291	–
Vote 04 - Social Services		29 556	11 911	–	–	–	–	(5 000)	(5 000)	6 911	11 054	7 441
Vote 05 - Technical Services		169 490	140 915	–	–	–	–	–	–	140 915	118 302	115 046
Vote 06 - Financial Services		272	302	–	–	–	–	–	–	302	302	–
Vote 07 - Local Economic Development And Planning		544	0	–	–	–	–	–	–	0	–	1 000
Capital multi-year expenditure sub-total	3	208 792	160 568	–	–	–	–	(5 097)	(5 097)	155 472	137 029	127 867
Single-year expenditure to be adjusted	2											
Vote 01 - Executive & Council		–	–	–	–	–	–	–	–	–	–	–
Vote 02 - Municipal Manager		–	–	–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		–	–	–	–	–	–	200	200	200	–	–
Vote 04 - Social Services		–	–	–	–	–	–	–	–	–	–	–
Vote 05 - Technical Services		–	–	–	–	–	–	1 000	1 000	1 000	–	–
Vote 06 - Financial Services		–	–	–	–	–	–	–	–	–	–	–
Vote 07 - Local Economic Development And Planning		–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		–	–	–	–	–	–	1 200	1 200	1 200	–	–
Total Capital Expenditure - Vote		208 792	160 568	–	–	–	–	(3 897)	(3 897)	156 672	137 029	127 867
Capital Expenditure - Functional Governance and administration		12 702	11 942	–	–	–	–	–	–	11 942	11 873	5 380
Executive and council		100	700	–	–	–	–	–	–	700	700	–
Finance and administration		12 602	11 242	–	–	–	–	–	–	11 242	11 173	5 380
Internal audit		–	–	–	–	–	–	–	–	–	–	–
Community and public safety		8 170	5 911	–	–	–	–	–	–	5 911	5 054	2 441
Community and social services		–	948	–	–	–	–	–	–	948	143	–
Sport and recreation		5 027	4 283	–	–	–	–	–	–	4 283	4 231	2 441
Public safety		2 599	680	–	–	–	–	–	–	680	680	–

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Housing		544	0	-	-	-	-	-	-	0	-	-
Health									-	-		
Economic and environmental services		60 824	49 913	-	-	-	-	104	104	50 017	6 860	2 536
Planning and development		-	-	-	-	-	-	104	104	104	-	-
Road transport		60 824	49 913	-	-	-	-	-	-	49 913	6 860	2 536
Environmental protection									-	-		
Trading services		127 096	92 802	-	-	-	-	(4 000)	(4 000)	88 802	113 242	117 511
Energy sources		46 824	46 030	-	-	-	-	1 000	1 000	47 030	35 684	10 000
Water management		33 682	29 515	-	-	-	-	-	-	29 515	15 195	24 323
Waste water management		24 661	11 258	-	-	-	-	-	-	11 258	56 363	78 188
Waste management		21 930	6 000	-	-	-	-	(5 000)	(5 000)	1 000	6 000	5 000
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	208 792	160 568	-	-	-	-	(3 897)	(3 897)	156 672	137 029	127 867
Funded by:												
National Government		109 690	94 796	-	-	-	-	1 104	1 104	95 900	93 796	117 487
Provincial Government									-	-		
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	1 000
Transfers recognised - capital	4	109 690	94 796	-	-	-	-	1 104	1 104	95 900	93 796	118 487
Borrowing		38 172	0	-	-	-	-	-	-	0	-	-
Internally generated funds		60 930	65 772	-	-	-	-	(5 000)	(5 000)	60 772	43 233	9 380
Total Capital Funding		208 792	160 568	-	-	-	-	(3 897)	(3 897)	156 672	137 029	127 867

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Section 6 – Balance Sheet

FS204 Metsimaholo - Table B6 Adjustments Budget Financial
Position - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi- year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts ·	Total Adjusts ·	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash and cash equivalents		133 999	133 999	–	–	–	–	1 000	1 000	134 999	207 659	207 659
Trade and other receivables from exchange transactions	1	311 360	311 360	–	–	–	–	–	–	311 360	307 314	307 314
Receivables from non-exchange transactions	1	(45 499)	(45 499)	–	–	–	–	–	–	(45 499)	(51 749)	(51 749)
Current portion of non-current receivables	2	–	–	–	–	–	–	–	–	–	–	–
Inventory		1 347	1 327	–	–	–	–	–	–	1 327	1 347	1 347
VAT		742 867	742 867	–	–	–	–	–	–	742 867	732 867	732 867
Other current assets		13 808	13 808	–	–	–	–	–	–	13 808	13 808	13 808
Total current assets		1 157 882	1 157 862	–	–	–	–	1 000	1 000	1 158 862	1 211 246	1 211 246
Non current assets												
Investments		–	–	–	–	–	–	–	–	–	–	–
Investment property		237 169	237 169	–	–	–	–	–	–	237 169	236 165	236 165
Property, plant and equipment	3	1 768 180	1 876 542	–	–	–	–	(3 897)	(3 897)	1 872 645	1 734 410	1 763 742
Biological assets									–	–		
Living and non-living resources									–	–		
Heritage assets		4 428	4 428	–	–	–	–	–	–	4 428	4 428	4 428
Intangible assets		(3 836)	(3 836)	–	–	–	–	–	–	(3 836)	(6 052)	(6 052)
Trade and other receivables from exchange transactions									–	–		
Non-current receivables from non-exchange transactions		45	45	–	–	–	–	–	–	45	45	45
Other non-current assets									–	–		
Total non current assets		2 005 987	2 114 348	–	–	–	–	(3 897)	(3 897)	2 110 451	1 968 996	1 998 328
TOTAL ASSETS		3 163 868	3 272 210	–	–	–	–	(2 897)	(2 897)	3 269 313	3 180 242	3 209 574
LIABILITIES												
Current liabilities												
Bank overdraft									–	–		
Financial liabilities		4 477	4 477	–	–	–	–	–	–	4 477	4 943	4 943
Consumer deposits		28 105	28 105	–	–	–	–	–	–	28 105	31 005	31 005
Trade and other payables from exchange transactions		313 705	313 705	–	–	–	–	–	–	313 705	358 244	358 244
Trade and other payables from non-exchange transactions		–	–	–	–	–	–	–	–	–	–	–
Provisions		4 356	4 356	–	–	–	–	–	–	4 356	4 356	4 356
VAT		764 912	764 912	–	–	–	–	–	–	764 912	820 129	820 129
Other current liabilities									–	–		
Total current liabilities		1 115 556	1 115 556	–	–	–	–	–	–	1 115 556	1 218 677	1 218 677
Non current liabilities												

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Borrowing	1	112 974	112 974	–	–	–	–	(44 000)	(44 000)	68 974	159 031	159 031
Provisions	1	172 503	172 503	–	–	–	–	–	–	172 503	181 173	181 173
Long term portion of trade payables									–	–		
Other non-current liabilities									–	–		
Total non current liabilities		285 477	285 477	–	–	–	–	(44 000)	(44 000)	241 477	340 205	340 205
TOTAL LIABILITIES		1 401 033	1 401 033	–	–	–	–	(44 000)	(44 000)	1 357 033	1 558 882	1 558 882
NET ASSETS	2	1 762 836	1 871 177	–	–	–	–	41 104	41 104	1 912 280	1 621 361	1 650 693
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		1 764 826	1 873 126	–	–	(5 000)	–	(10 724)	(15 724)	1 857 403	1 626 978	1 749 491
Funds and Reserves		–	–	–	–	–	–	–	–	–	–	–
Other									–	–		
TOTAL COMMUNITY WEALTH/EQUITY		1 764 826	1 873 126	–	–	(5 000)	–	(10 724)	(15 724)	1 857 403	1 626 978	1 749 491

<i>Directorate</i>	Project name	Funding	Previous Adjustmen t Budget	2nd Amended Budget	Comments
<i>Technical Services</i>		Disaster Grant	0	R1,000,000	Allocation Increased by R1 000 000 Signed Letter: 20 March 2024
<i>Community Services</i>	Landfill site	OWN Funding	5 000 000	0	Budget not spent

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Section 7 – Cash Flow Budget

FS204 Metsimaholo - Table B7 Adjustments Budget Cash
Flows - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi- year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts .	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		159 943	159 943	–	–	–	–	–	–	159 943	167 757	167 757
Service charges		969 247	969 247	–	–	–	–	–	–	969 247	1 028 518	1 059 037
Other revenue		32 550	32 550	–	–	–	–	–	–	32 550	14 516	(34 580)
Transfers and Subsidies												
– Operational	1	282 025	282 025	–	–	–	–	–	–	282 025	301 451	320 027
Transfers and Subsidies												
- Capital	1	85 497	85 497	–	–	–	–	–	–	85 497	89 293	89 293
Interest		–	–	–	–	–	–	–	–	–	–	–
Dividends		100	100	–	–	–	–	–	–	100	100	100
Payments												
Suppliers and employees		(1 151 663)	(1 151 663)	–	–	–	–	–	–	(1 151 663)	(1 300 791)	(1 319 680)
Finance charges		(17 217)	(17 217)	–	–	–	–	–	–	(17 217)	(4 000)	(4 000)
Transfers and Subsidies	1								–	–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		360 482	360 482	–	–	–	–	–	–	360 482	296 843	277 954
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									–	–		
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–	–	–
Payments												
Capital assets		(183 237)	(183 237)	–	–	–	–	–	–	(183 237)	(122 434)	(103 544)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(183 237)	(183 237)	–	–	–	–	–	–	(183 237)	(122 434)	(103 544)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									–	–		
Borrowing long term/refinancing		44 000	44 000	–	–	–	–	–	–	44 000	51 000	51 000
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–	–	–	2 900	2 900
Payments												
Repayment of borrowing		(4 053)	(4 053)	–	–	–	–	–	–	(4 053)	(4 477)	(4 477)
NET CASH FROM/(USED) FINANCING ACTIVITIES		39 947	39 947	–	–	–	–	–	–	34 955	49 423	49 423
NET INCREASE/ (DECREASE) IN CASH HELD		217 193	217 193	–	–	–	–	–	–	218 193	223 832	223 832

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Cash/cash equivalents at the year begin:	2	100 318	100 318	–	–	–	–	–	–	100 318	133 999	133 999
Cash/cash equivalents at the year end:	2	317 511	317 511	–	–	–	–	–	–	318 511	357 831	357 831

Note:

Council to note that the imbalance on the B Schedule is as result of mSCOA incorrect mapping and system not compliant fully to mSCOA. The corrections can be done through council approval. Please refer to section 28 (2) (f) Legislative requirements on pg 5

Section 8 – Asset Management

FS204 Metsimaholo - Table B9 Asset Management - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	127 064	98 100	–	–	–	–	(4 000)	(4 000)	94 100	73 780	68 113
Roads Infrastructure		7 800	8 995	–	–	–	–	–	–	8 995	7 800	2 536
Storm water Infrastructure		12 500	12 500	–	–	–	–	–	–	12 500	2 074	–
Electrical Infrastructure		32 280	32 280	–	–	–	–	–	–	32 280	22 234	10 000
Water Supply Infrastructure		10 500	16 117	–	–	–	–	–	–	16 117	–	–
Sanitation Infrastructure		9 000	8 958	–	–	–	–	–	–	8 958	25 322	45 756
Solid Waste Infrastructure		5 000	5 000	–	–	–	–	(5 000)	(5 000)	–	5 000	5 000
Rail Infrastructure		–	–	–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		380	380	–	–	–	–	–	–	380	380	380
Infrastructure Community Facilities		77 460	84 229	–	–	–	–	(5 000)	(5 000)	79 229	62 810	63 672
Sport and Recreation Facilities		2 383	3 281	–	–	–	–	–	–	3 281	2 331	2 441
Community Assets		–	–	–	–	–	–	–	–	–	–	–
Heritage Assets		–	–	–	–	–	–	–	–	–	–	–
Revenue Generating		–	–	–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Operational Buildings		1 000	1 200	–	–	–	–	–	–	1 200	700	–
Housing		–	–	–	–	–	–	–	–	–	–	–

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Other Assets Biological or Cultivated Assets	6	1 000	1 200	-	-	-	-	-	-	1 200	700	-
Servitudes Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment Furniture and Office Equipment		3 450	100	-	-	-	-	-	-	100	500	500
Machinery and Equipment		600	610	-	-	-	-	-	-	610	1 391	700
Transport Assets		4 000	7 230	-	-	-	-	1 000	1 000	8 230	5 148	800
Land		38 172	900	-	-	-	-	-	-	900	900	-
Zoo's, Marine and Non-biological Animals		-	550	-	-	-	-	-	-	550	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	46 317	39 056	-	-	-	-	104	104	39 160	48 954	35 432
Roads		19 500	19 500	-	-	-	-	-	-	19 500	37	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		6 700	6 450	-	-	-	-	-	-	6 450	8 150	-
Electrical		-	554	-	-	-	-	-	-	554	500	-
Infrastructure		11 617	1 500	-	-	-	-	-	-	1 500	31 040	32 432
Water Supply		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		37 817	28 004	-	-	-	-	-	-	28 004	39 727	32 432
Community		-	-	-	-	-	-	-	-	-	-	1 000
Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	1 000
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue		-	-	-	-	-	-	-	-	-	-	-
Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue		-	-	-	-	-	-	-	-	-	-	-
Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational		-	-	-	-	-	-	-	-	-	-	-
Buildings		3 500	3 500	-	-	-	-	-	-	3 500	3 500	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	3 500	3 500	-	-	-	-	-	-	3 500	3 500	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		1 500	2 850	-	-	-	-	44	44	2 894	2 000	2 000

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Furniture and Office Equipment		2 500	2 550	-	-	-	-	60	60	2 610	1 575	-
Machinery and Equipment		-	180	-	-	-	-	-	-	180	180	-
Transport Assets		1 000	1 972	-	-	-	-	-	-	1 972	1 972	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets to be adjusted	2a	35 410	23 412	-	-	-	-	-	-	23 412	14 295	24 323
Roads Infrastructure		12 500	11 968	-	-	-	-	-	-	11 968	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		22 910	11 443	-	-	-	-	-	-	11 443	14 295	24 323
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		35 410	23 412	-	-	-	-	-	-	23 412	14 295	24 323
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue		-	-	-	-	-	-	-	-	-	-	-
Generating Non-revenue		-	-	-	-	-	-	-	-	-	-	-
Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-

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Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
Total Capital	-											
Expenditure to be adjusted	4	208 792	160 568	-	-	-	-	(3 897)	(3 897)	156 672	137 029	127 867
Roads												
Infrastructure		39 800	40 463	-	-	-	-	-	-	40 463	7 837	2 536
Storm water												
Infrastructure		12 500	12 500	-	-	-	-	-	-	12 500	2 074	-
Electrical												
Infrastructure		38 980	38 730	-	-	-	-	-	-	38 730	30 384	10 000
Water Supply												
Infrastructure		33 410	28 115	-	-	-	-	-	-	28 115	14 795	24 323
Sanitation												
Infrastructure		20 617	10 458	-	-	-	-	-	-	10 458	56 363	78 188
Solid Waste												
Infrastructure		5 000	5 000	-	-	-	-	(5 000)	(5 000)	-	5 000	5 000
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal												
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and												
Communication												
Infrastructure		380	380	-	-	-	-	-	-	380	380	380
Infrastructure		150 687	135 645	-	-	-	-	(5 000)	(5 000)	130 645	116 832	120 426
Community												
Facilities		2 383	3 281	-	-	-	-	-	-	3 281	2 331	3 441
Sport and												
Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		2 383	3 281	-	-	-	-	-	-	3 281	2 331	3 441
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue												
Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue												
Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational												
Buildings		4 500	4 700	-	-	-	-	-	-	4 700	4 200	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		4 500	4 700	-	-	-	-	-	-	4 700	4 200	-
Biological or												
Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and												
Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		4 950	2 950	-	-	-	-	44	44	2 994	2 500	2 500
Furniture and Office												
Equipment		3 100	3 160	-	-	-	-	60	60	3 220	2 966	700
Machinery and												
Equipment		4 000	7 410	-	-	-	-	1 000	1 000	8 410	5 328	800
Transport Assets		39 172	2 872	-	-	-	-	-	-	2 872	2 872	-
Land		-	550	-	-	-	-	-	-	550	-	-
Zoo's, Marine and												
Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	208 792	160 568	-	-	-	-	(3 897)	(3 897)	156 672	137 029	127 867
ASSET REGISTER SUMMARY - PPE (WDV)	5	1 669 575	1 777 936	-	-	-	-	(3 897)	(3 897)	1 774 039	1 632 584	1 661 916
Roads												
Infrastructure		439 707	494 653	-	-	-	-	-	-	494 653	366 593	361 292

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Storm water Infrastructure		24 715	24 715	-	-	-	-	-	-	24 715	14 289	12 215
Electrical Infrastructure		282 015	302 121	-	-	-	-	-	-	302 121	358 879	338 495
Water Supply Infrastructure		182 049	193 716	-	-	-	-	-	-	193 716	185 007	233 028
Sanitation Infrastructure		179 355	169 195	-	-	-	-	-	-	169 195	229 912	251 738
Solid Waste Infrastructure		6 572	6 572	-	-	-	-	(5 000)	(5 000)	1 572	5 304	5 304
Rail Infrastructure									-	-		
Coastal Infrastructure									-	-		
Information and Communication Infrastructure		640	640	-	-	-	-	-	-	640	830	830
Infrastructure		1 115 053	1 191 613	-	-	-	-	(5 000)	(5 000)	1 186 613	1 160 814	1 202 902
Community Assets		140 771	141 669	-	-	-	-	-	-	141 669	143 556	144 666
Heritage Assets		592	592	-	-	-	-	-	-	592	(1 624)	(1 624)
Investment properties		237 169	237 169	-	-	-	-	-	-	237 169	236 165	236 165
Other Assets		26 154	26 354	-	-	-	-	-	-	26 354	19 920	15 720
Biological or Cultivated Assets									-	-		
Intangible Assets									-	-		
Computer Equipment		7 767	5 767	-	-	-	-	44	44	5 810	4 881	4 881
Furniture and Office Equipment		4 607	21 630	-	-	-	-	60	60	21 690	4 020	1 754
Machinery and Equipment		18 905	70 334	-	-	-	-	1 000	1 000	71 334	11 261	6 733
Transport Assets		118 058	81 758	-	-	-	-	-	-	81 758	53 092	50 220
Land		500	1 050	-	-	-	-	-	-	1 050	500	500
Zoo's, Marine and Non-biological Animals									-	-		
Living Resources												
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	1 669 575	1 777 936	-	-	-	-	(3 897)	(3 897)	1 774 039	1 632 584	1 661 916
EXPENDITURE OTHER ITEMS												
<u>Depreciation & asset impairment</u>		90 287	90 287	-	-	-	-	-	-	90 287	110 501	110 639
<u>Repairs and Maintenance by asset class</u>	3	60 542	60 867	-	-	-	-	(303)	(303)	60 563	68 309	68 309
Roads Infrastructure		6 731	7 031	-	-	-	-	-	-	7 031	8 742	8 742
Storm water Infrastructure		418	218	-	-	-	-	-	-	218	458	458
Electrical Infrastructure		12 966	18 125	-	-	-	-	(90)	(90)	18 035	19 549	19 549
Water Supply Infrastructure		2 919	3 119	-	-	-	-	-	-	3 119	3 400	3 400
Sanitation Infrastructure		9 043	4 143	-	-	-	-	-	-	4 143	7 043	7 043
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-

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Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		32 078	32 637	-	-	-	-	(90)	(90)	32 547	39 193	39 193
Community Facilities		1 218	953	-	-	-	-	-	-	953	1 193	1 193
Sport and Recreation Facilities		325	170	-	-	-	-	-	-	170	278	278
Community Assets		1 543	1 123	-	-	-	-	-	-	1 123	1 471	1 471
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue		-	-	-	-	-	-	-	-	-	-	-
Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue		-	-	-	-	-	-	-	-	-	-	-
Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational		-	-	-	-	-	-	-	-	-	-	-
Buildings		7 582	6 682	-	-	-	-	-	-	6 682	7 458	7 458
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		7 582	6 682	-	-	-	-	-	-	6 682	7 458	7 458
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		1 000	1 000	-	-	-	-	-	-	1 000	1 000	1 000
Intangible Assets		1 000	1 000	-	-	-	-	-	-	1 000	1 000	1 000
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		8 020	7 983	-	-	-	-	(273)	(273)	7 710	8 119	8 119
Machinery and Equipment		849	749	-	-	-	-	(30)	(30)	719	854	854
Transport Assets		9 470	10 693	-	-	-	-	90	90	10 783	10 214	10 214
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		150 828	151 153	-	-	-	-	(303)	(303)	150 850	178 810	178 949
Renewal and upgrading of Existing Assets as % of total capex		39.1%	38.9%							39.9%	46.2%	46.7%
Renewal and upgrading of Existing Assets as % of deprecn"		90.5%	69.2%							69.3%	57.2%	54.0%
R&M as a % of PPE		3.6%	3.4%							3.4%	4.2%	4.1%
Renewal and upgrading and R&M as a % of PPE		8.5%	6.9%							6.9%	8.1%	7.7%

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Section 9 – Service delivery measurement

FS204 Metsimaholo - Table B10 Basic service delivery measurement - 13/05/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accu m. Funds	Multi-year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjusts .	Total Adjusts .	Adjusted Budget	Adjust Budget	Adjust Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling		15 945	0	0	0	0	0	0	–	16	15 945	15 945
Piped water inside yard (but not in dwelling)		34 433	0	0	0	0	0	0	–	34	34 433	34 433
Using public tap (at least min.service level)	2	2 000	0	0	0	0	0	0	–	2	2 000	2 000
Other water supply (at least min.service level)		10	0	0	0	0	0	0	–	0	0	0
<i>Minimum Service Level and Above sub-total</i>		52	–	–	–	–	–	–	–	52	52	52
Using public tap (< min.service level)	3								–	–		
Other water supply (< min.service level)	3,4								–	–		
No water supply		0	0	0	0	0	0	0	–	–	0	0
<i>Below Minimum Servic Level sub-total</i>		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	52	–	–	–	–	–	–	–	52	52	52
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		37 591	0	0	0	0	0	0	–	37 591	37 591	37 591
Flush toilet (with septic tank)		1 500	0	0	0	0	0	0	–	1 500	1 500	1 500
Chemical toilet									–	–		
Pit toilet (ventilated)		1 500	0	0	0	0	0	0	–	1 500	1 500	1 500
Other toilet provisions (> min.service level)		10 287	0	0	0	0	0	0	–	10 287	10 287	10 287
<i>Minimum Service Level and Above sub-total</i>		50 878	–	–	–	–	–	–	–	50 878	50 878	50 878
Bucket toilet		1500	0	0	0	0	0	0	–	1 500	1500	1500
Other toilet provisions (< min.service level)									–	–		
No toilet provisions		0	0	0	0	0	0	0	–	–	0	0
<i>Below Minimum Servic Level sub-total</i>		1 500	–	–	–	–	–	–	–	1 500	1 500	1 500
Total number of households	5	52 378	–	–	–	–	–	–	–	52 378	52 378	52 378
Energy:												
Electricity (at least min. service level)									–	–		
Electricity - prepaid (> min.service level)									–	–		
<i>Minimum Service Level and Above sub-total</i>		–	–	–	–	–	–	–	–	–	–	–
Electricity (< min.service level)		730	0	0	0	0	0	0	–	730	730	730
Electricity - prepaid (< min. service level)		40280	0	0	0	0	0	0	–	40 280	40 280	40 280
Other energy sources									–	–		
<i>Below Minimum Servic Level sub-total</i>		41 010	–	–	–	–	–	–	–	41 010	41 010	41 010
Total number of households	5	41 010	–	–	–	–	–	–	–	41 010	41 010	41 010
Refuse:												
Removed at least once a week (min.service)		56000	0	0	0	0	0	0	–	56 000	56000	56000

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Minimum Service Level and Above sub-total		56 000	-	-	-	-	-	-	-	56 000	56 000	56 000
Removed less frequently than once a week		56000	0	0	0	0	0	0	-	56 000	56000	56000
Using communal refuse dump		10	0	0	0	0	0	0	-	10	10	10
Using own refuse dump									-	-		
Other rubbish disposal		10000	0	0	0	0	0	0	-	10 000	10000	10000
No rubbish disposal		10000	0	0	0	0	0	0	-	10 000	10000	10000
<i>Below Minimum Servic Level sub-total</i>		76 010	-	-	-	-	-	-	-	76 010	76 010	76 010
Total number of households	5	132 010	-	-	-	-	-	-	-	132 010	132 010	132 010
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		13	-	-	-	-	-	-	-	13	13	13
Sanitation (free minimum level service)		13	-	-	-	-	-	-	-	13	13	13
Electricity/other energy (50kwh per household per month)		13	-	-	-	-	-	-	-	13	13	13
Refuse (removed at least once a week)		13	-	-	-	-	-	-	-	13	13	13
<i>Informal Settlements</i>		52	-	-	-	-	-	-	-			
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		14 340	14 340	-	-	-	-	-	-	14 340	14 985	14 985
Sanitation (free sanitation service to indigent households)		17 776	17 776	-	-	-	-	-	-	17 776	18 576	18 576
Electricity/other energy (50kwh per indigent household per month)		14 430	14 430	-	-	-	-	-	-	14 430	16 262	18 328
Refuse (removed once a week for indigent households)		24 604	24 604	-	-	-	-	-	-	24 604	25 810	27 074
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		71 150	-	-	-	-	-	-	-	71 150	74 279	74 279
Total cost of FBS provided		142 300	71 150	-	-	-	-	-	-	142 300	149 912	153 242
Highest level of free service provided												
Property rates (R'000 value threshold)		50000	0	0	0	0	0	0	-	50 000	50000	50000
Water (kilolitres per household per month)		6	0	0	0	0	0	0	-	6	6	6
Sanitation (kilolitres per household per month)									-	-		
Sanitation (Rand per household per month)		167	0	0	0	0	0	0	-	167	167	167
Electricity (kw per household per month)		50	0	0	0	0	0	0	-	50	50	50
Refuse (average litres per week)		152	0	0	0	0	0	0	-	152	152	152
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		-	-	-	-	-	-	-	-	-	-	-
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		150 255	150 255	-	-	-	-	-	-	150 255	148 949	148 949
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	15 000	15 000
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates									-	-		
Housing - top structure subsidies	6								-	-		

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Other											
Total revenue cost of subsidised services provided	150 255	150 255	-	-	-	-	-	-	150 255	163 949	163 949

Part B: Supporting Documents

FS204 Metsimaholo - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 13/05/2024

Description	Ref	Budget Year 2023/24							Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F		
RECEIPTS:	1, 2									
-										
Operating Transfers and Grants										
National Government:		282 525	282 525	-	-	-	-	282 525	301 977	319 475
Local Government Equitable Share		276 178	276 178	-	-	-	-	276 178	295 487	314 063
Expanded Public Works Programme		950	950	-	-	-	-	950	1 200	-
Integrated Grant		2 750	2 750	-	-	-	-	2 750	2 700	2 700
Local Government Financial Management Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		2 647	2 647	-	-	-	-	2 647	2 590	2 712
Municipal Infrastructure Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		-	-	-	-	-	-	-	-	-
Provincial Government:	5	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
Other grant providers:		500	500	-	-	-	-	500	500	500
Local Government Water and Related Service SETA		500	500	-	-	-	-	500	500	500
Unspecified		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	6	283 025	283 025	-	-	-	-	283 025	302 477	319 975
Capital Transfers and Grants										
National Government:		100 690	94 796	-	-	1 000	1 000	95 796	83 796	87 487
Integrated National Electrification Programme Grant		29 780	29 780	-	-	-	-	29 780	10 234	10 000
Municipal Disaster Recovery Grant		-	-	-	-	1 000	1 000	1 000	-	-
Municipal Infrastructure Grant		50 293	49 399	-	-	-	-	49 399	49 201	51 526
Regional Bulk Infrastructure Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		20 617	15 617	-	-	-	-	15 617	24 361	25 961
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
Other grant providers:		9 000	(0)	-	-	-	-	(0)	-	30 000

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<i>[insert description]</i>										
Production		9 000	(0)	–	–	–	–	(0)	–	30 000
Unspecified		–	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	6	109 690	94 796	–	–	1 000	1 000	95 796	83 796	117 487
TOTAL RECEIPTS OF TRANSFERS & GRANTS		392 715	377 821	–	–	1 000	1 000	378 821	386 273	437 462

FS204 Metsimaholo - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 13/05/2024

Description	Ref	Budget Year 2023/24							Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Multi- year capital	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	2 A1	3 B	4 C	5 D	6 E	7 F		
R thousands										
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		191 798	206 768	–	–	5 666	5 666	212 434	202 953	202 795
Equitable Share		185 068	200 050	–	–	5 570	5 570	205 620	197 253	197 364
Expanded Public Works Programme										
Integrated Grant		1 605	1 605	–	–	–	–	1 605	391	–
Local Government Financial										
Management Grant		2 372	2 366	–	–	450	450	2 816	2 700	2 700
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		2 753	2 746	–	–	(354)	(354)	2 393	2 610	2 732
Water Services Infrastructure Grant		–	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		150	0	–	–	–	–	0	–	–
<i>Specify (Add grant description)</i>		150	0	–	–	–	–	0	–	–
Other grant providers:		474	474	–	–	–	–	474	497	500
<i>Local Government Water and Related Service SETA</i>		474	474	–	–	–	–	474	497	500
<i>Unspecified</i>		–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:		192 422	207 242	–	–	5 666	5 666	212 909	203 450	203 295
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		109 690	94 796	–	–	1 104	1 104	95 900	93 796	117 487
Integrated National Electrification Programme Grant		29 780	29 780	–	–	–	–	29 780	20 234	10 000
Municipal Disaster Recovery Grant		–	–	–	–	1 000	1 000	1 000	–	–

METSIMAHOLO LOCAL MUNICIPALITY

Municipal Infrastructure Grant		50 293	49 399	–	–	104	104	49 503	49 201	51 526
Regional Bulk Infrastructure Grant		9 000	0	–	–	–	–	0	–	30 000
Water Services Infrastructure Grant		20 617	15 617	–	–	–	–	15 617	24 361	25 961
Provincial Government:		–	–	–	–	–	–	–	–	–
							–	–		
							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
							–	–		
Specify (Add grant description)		–	–	–	–	–	–	–	–	–
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	1 000
							–	–		
Buildings and Construction		–	–	–	–	–	–	–	–	–
Households		–	–	–	–	–	–	–	–	1 000
Human Settlement Re-development Programme		–	–	–	–	–	–	–	–	–
Production		–	–	–	–	–	–	–	–	–
South Africa Sport Commission		–	–	–	–	–	–	–	–	–
South Africa Tourism		–	–	–	–	–	–	–	–	–
Unspecified		–	–	–	–	–	–	–	–	–
							–	–		
Total capital expenditure of Transfers and Grants		109 690	94 796	–	–	1 104	1 104	95 900	93 796	118 487
Total capital expenditure of Transfers and Grants		302 112	302 038	–	–	6 770	6 770	308 808	297 246	321 782

Municipal manager's Quality Certification

Municipal manager's quality certification

QUALITY CERTIFICATE

I, Fusi John Motloun, the Municipal Manager of Metsimaholo Local Municipality, hereby certify that - (mark as appropriate)

- ☐ The monthly budget statements.
- ☐ Quarterly report on the implementation of the budget and financial state of affairs of the municipality
- ☐ Mid-year budget and performance assessment
- ☒ The Municipal Adjustments budget

for the financial year 2023-2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Signature _____

Print Name: FJ Motloun
Municipal Manager of Metsimaholo Local Municipality – FS204

Date _____