



# *Msukaligwa Local Municipality*

**2023-2024 ADJUSTMENT BUDGET**



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## 1. PURPOSE

is to table before Mayoral the adjustment budget for the financial year 2022/23 in terms section 28 of the MFMA.

## 2. BACKGROUND

Section 72(1) of the Municipal Finance Management Act (MFMA) requires from the Accounting Officer of the Municipality, to submit a mid-year budget assessment report to the Executive Mayor before the 25<sup>th</sup> of January each year on the state of the municipality's budget based on the section 71 reports submitted; the municipality's service delivery performance during the first half of the financial year taking the service delivery targets and performance indicators as set in the Service Delivery and Budget Implementation Plan (SDBIP) into account. **Based on the above act, this will necessitate if there is a need for an adjustment budget.**

The mid-year budget assessment report only dealt with the financial related matters (budgeted versus actual income and expenditure)..

Section 28 of the MFMA determines that:

*“(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, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;*
- (d) May authorize the utilization of projected savings in one vote towards spending under another vote;*
- (e) May authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;*
- (f) May correct any errors in the annual budget; and*
- (g) May provide for any other expenditure within a prescribed framework.*

*(3) An adjustments budget must be in a prescribed format [Schedules B1 to B10 attached as Appendix B to the Adjustments Budget Report].*

- (4) *Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing and frequency [before 28 February 2023].*
- (5) *When an adjustments budget is tabled, it must be accompanied with –*
- (a) *An explanation how the adjustments budget affects the annual budget;*
  - (b) *A motivation of any material changes to the annual budget;*
  - (c) *An explanation of the impact of any increased spending on the annual budget and the annual budget for the next two financial years; and*
  - (d) *Any other supporting documentation that may be prescribed.*
- (6) *Municipal tax and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan.”*

The annual operating and capital budget have been evaluated and adjusted based on the above-mentioned legislative requirements. This report is a summary of the main budget issues arising from the monitoring process. It compares the process of the budget to the projections contained in the SDBIP. No taxes or tariffs are to be adjusted.

Section 54 of the MFMA requires of the Executive Mayor to consider the Section 71 and 72 reports and to take appropriate action, if needed, to ensure that the approved budget is implemented in accordance with the SDBIP.

Section 23(1) of the Municipal Budget and Reporting Regulations determines that –

*“An adjustments budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than **28 February** of the current year.”*

Section 78(1)(c) of the MFMA determines that:

*“Each senior manager of a municipality and each official of a municipality exercising financial management responsibilities must take all reasonable steps within their respective areas of responsibility to ensure that any unauthorised, irregular or fruitless and wasteful expenditure and any other losses are prevented.”*

Section 81(1)(b) of the MFMA determines that:

*“The Chief Financial Officer of a municipality must advise the Accounting Officer on the exercise of powers and duties assigned to the Accounting Officer in terms of this Act.”*

Therefore, any expenditure incurred that is not credible, sustainable or relevant to basic service delivery (the mandate of a municipality) which do not relate to an approved budget within the limits of the amounts appropriated for the different votes in an approved budget (Section 15 of the MFMA), will be qualified as unauthorised, irregular or fruitless and wasteful expenditure by the Auditor-General. Over-expenditure of line items after the approval of the Adjustments Budget cannot be tolerated if Council wants an unqualified audit opinion for the 2022/2023 financial year. The approval of any over-expenditure can therefore not be condoned. Virements compliant with the approved Virement Policy and within the limits of the approved budget will have to take place.

The main adjustments budget monitoring issues will now be discussed through paragraphs 2 to 3 of this report. Appropriate recommendations as set out in paragraph 4 will follow as well as appropriate appendices to the report.

### **3. HIGH LEVEL OPERATING ADJUSTMENTS BUDGET**

#### **3.1 OPERATING REVENUE PER CATEGORY**

The high-level adjustments budget for operating revenue per category is set out in Table 1 below. The current adjustments budget total revenue of **R 1 095 209 612** now increases with **R 25,131, 957** (2.35%) to **R 1,070, 077, 655** after the required adjustments were made.

As alluded to in the Mid-year Budget Assessment Report that served before Council in January 2023, the revenue budget needs to be adjusted accordingly due to various factors. There is an overall upward and downward revenue performance in the revenue projected for the main services and Property Rates. However, the main reason for an upwards adjustment to the revenue relates to operating grants from provincial treasury.

Notable Variances are:

- (i) Property Rates as a revenue stream shows a decrease due to a rebate that was implemented during the current year to ensure continuous updates through the supplementary valuations process (R 36 000 000).
- (ii) Downward adjustment on agency service since the function has been transferred to DCSSL R8, 940, 084
- (iii) The increase in Service Charges is mainly due to meter audit, installation of electricity to Large-power users and implementation of Data Cleansing R 15 363 10).
- (iv) Interest earned – outstanding debtors is adjusted upwards due to non-payment of their

services. As well increased on interest earned on call deposit relating to RBIG grants (R 3,500,000).

- (v) Transfer and Subsidies: Operational is adjusted upwards due to include an operational project funded by the MP: Provincial treasury grant on Data cleansing and TID roll-over (R10,000,000).
- (vi) Transfer and Subsidies: Capital is adjusted downward due to the re-allocation of Original allocation from DORA (R 11 192 000).

### **3.2 OPERATING EXPENDITURE PER CATEGORY**

The high-level adjustments budget of operating expenditure per category is set out in Table 2 below. The current approved budget amounts to **R 1,161,047** and now increases with **R 59, 578, 580** to **R 1,220,625 508** after the required adjustments were made.

Notable variances are:

- (i) Finance cost, which include provision for landfill site and employee benefit provision of R 19 200 000.
- (ii) Contracted Services- adjusted upward due to the provision of security services (R 10 000 000), Debt collection of (R 2 030 098), legal cost advice & litigation (R 3,763,988) as well co-funding of human settlement programme (R 1,000, 000).
- (iii) NO adjustment has been made on other for Other Expenditure, strictly cost containment measures in spending.

### **3.3 HIGH LEVEL OPERATING BUDGET SUMMARY**

The high-level adjustments budget for operating revenue and expenditure is set out in Table 3 below:

The operating adjustments budget **deficit** shows an increase of **R (34 446 623** for the 2023/2024 financial year. The original approved budget provided for an operating deficit of **R (90,969,273.00)**. the current adjusted budget provides for an operating deficit of **R (125, 415, 896)** for the 2023/24 financial year. It should be **NOTED** That this deficit is less due to non-cash items such as (Depreciation, debt impairment and Interest provision on landfill site and Employee defined benefits **(R271 832 000)**

## **4. HIGH LEVEL CAPITAL BUDGET ASSESSMENT**

### **4.1 CAPITAL BUDGET PER DEPARTMENT**

Table 4 below depicts the capital adjustments budget per department as per the current approved project plan. The Project management unit has assessed the performance of each project and re-aligned spending to accelerate conditional grants on performing.

The Municipality has also set aside funding to response to ageing fleet in order to response to service delivery efficiently.

### **4.2 HIGH LEVEL CAPITAL BUDGET SUMMARY**

Notable variances in the capital budget are:

- (i) An amount of R 11 192 000.00 was identified as savings from other projects and allocated to projects due to the re-allocation of DORA.

## **BUDGET STEERING COMMITTEE RECOMENDATIONS**

### **THE BUDGET STEERING COMMITTEE RECOMMENDED TO THE MAYORAL COMMITTEE THAT.:**

1. The adjustment budget report and the content **BE NOTED.**
2. the Total Operating revenue **BE ADJUSTED** by (R 25 131 957) million for the 2023/2024 financial year as set out in Table A4 of the 2023/24 Adjustments Budget Report **BE APPROVED.**
3. the Total Operating expenditure **BE ADJUSTED** by (R59 578 580) million for the 2023/2024 financial year as set out in Table A4 of the 2023/2024 Adjustments Budget Report **BE APPROVED.**
4. the re-allocation of capital budget expenditure of R 12 882 931,86 million amongst the approved projects as set out in Table A5; **BE APPROVED.**
5. Council **APPROVES** that the operating expenditure of R12 000 million **BE FUNDED** by the following revenue sources as set out in Table A4 of the 2023/2024 Adjustments Budget Report:
  - (i) Water and electricity Meter replacement by MPU: Treasury (R 1,213,240.00);
  - (ii) TID roll-over by MPU: Treasury (R 10 000 000.00)
  - (iii) Non-cash item: Interest provision of Landfill site and Employee benefit (R 19 200 000);
  - (iv) Municipal Disaster Relief Grant NG: CoGTA (R1 500 000.00)
6. That the over-riding of expenditure that will constitute unauthorized expenditure **NOT BE ALLOWED** by the Municipal Manager or Chief Financial Officer. If there are insufficient funds available on a vote number, savings on other vote number/s have to be identified and the virement process have **TO BE FOLLOWED** in terms of Council's Virement Policy.
7. That the Budget Steering Committee report BE TABLED to the Mayoral Committee for further deliberations.

## **MAYORAL COMMITTEE RECOMMENDATIONS**

The Mayoral Committee recommended to Council:

1. That the **adjustment** budget report and the content **BE NOTED**.
2. To **APPROVES** that the Total Operating revenue **BE ADJUSTED** by (R 25 131 957) million for the 2023/2024 financial year as set out in Table A4 of the 2023/24 Adjustments Budget Report.
3. To **APPROVES** that the Total Operating expenditure **BE ADJUSTED** by (R59 578 580) million for the 2023/2024 financial year as set out in Table A4 of the 2023/2024 Adjustments Budget Report.
4. To **APPROVES** the re-allocation of capital budget expenditure of R 12 882 931,86 million amongst the approved projects as set out in Table A5;
5. To **APPROVES** that the operating expenditure of R12 000 million **BE FUNDED** by the following revenue sources as set out in Table A4 of the 2023/2024 Adjustments Budget Report:
  - (i) Water and electricity Meter replacement by MPU: Treasury (R 1,213,240.00);
  - (ii) TID roll-over by MPU: Treasury (R 10 000 000.00)
  - (iii) Non-cash item: Interest provision of Landfill site and Employee benefit (R 19 200 000);
  - (iv) Municipal Disaster Relief Grant NG: CoGTA (R1 500 000.00)
6. That the over-riding of expenditure that will constitute unauthorized expenditure **NOT BE ALLOWED** by the Municipal Manager or Chief Financial Officer. If there are insufficient funds available on a vote number, savings on other vote number/s have to be identified and the virement process have **TO BE FOLLOWED** in terms of Council's Virement Policy.
7. That the Mayoral Committee report BE PRESENTED to Council for Consideration.

## **RECOMMENDATIONS TO COUNCIL**

It is recommended that Council:

1. **NOTES** the adjustment budget report and the content thereof.
2. **APPROVES** that the Total Operating revenue **BE ADJUSTED** by (R 25 131 957) million for the 2023/2024 financial year as set out in Table A4 of the 2023/24 Adjustments Budget Report.
3. **APPROVES** that the Total Operating expenditure **BE ADJUSTED** by (R59 578 580) million for the 2023/2024 financial year as set out in Table A4 of the 2023/2024 Adjustments Budget Report.

4. **APPROVES** the re-allocation of capital budget expenditure of R 12 882 931,86 million amongst the approved projects as set out in Table A5;
5. **APPROVES** that the operating expenditure of R12 000 million **BE FUNDED** by the following revenue sources as set out in Table A4 of the 2023/2024 Adjustments Budget Report:
  - (i) Water and electricity Meter replacement by MPU: Treasury (R 1,213,240.00);
  - (ii) TID roll-over by MPU: Treasury (R 10 000 000.00)
  - (iii) Non-cash item: Interest provision of Landfill site and Employee benefit (R 19 200 000);
  - (iv) Municipal Disaster Relief Grant NG: CoGTA (R1 500 000.00)
6. That the over-riding of expenditure that will constitute unauthorized expenditure **NOT BE ALLOWED** by the Municipal Manager or Chief Financial Officer. If there are insufficient funds available on a vote number, savings on other vote number/s have to be identified and the virement process have to be followed in terms of Council's Virement Policy.
7. For Council **TO CONSIDER** the recommendations of the Executive Mayor



# Appendix B:

## Completed Schedule B of the Municipal Budget and Reporting Regulations



**MP302 Msukaligwa - Table B1 Adjustments Budget Summary - 24/02/2024**

| Description  | Budget Year 2023/24 |                        |                      |                            |                          |                            |                      |                   |                         | Budget Year<br>+1 2024/25 | Budget Year<br>+2 2025/26 |
|--|---------------------|------------------------|----------------------|----------------------------|--------------------------|----------------------------|----------------------|-------------------|-------------------------|---------------------------|---------------------------|
|  | Original<br>Budget  | Prior<br>Adjusted<br>1 | Accum.<br>Funds<br>2 | Multi-year<br>capital<br>3 | Unfore.<br>Unavoid.<br>4 | Nat. or Prov.<br>Govt<br>5 | Other<br>Adjus.<br>6 | Total Adjus.<br>7 | Adjusted<br>Budget<br>8 | Adjusted<br>Budget        | Adjusted<br>Budget        |
| R thousands  | A                   | A1                     | B                    | C                          | D                        | E                          | F                    | G                 | H                       |                           |                           |
| <b>Financial Performance</b>   |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Property rates   | 242 332             | 242 332                | -                    | -                          | -                        | -                          | (36 000)             | (36 000)          | 206 332                 | 254 206                   | 266 153                   |
| Service charges  | 494 951             | 494 951                | -                    | -                          | -                        | -                          | 15 363               | 15 363            | 510 314                 | 519 203                   | 543 606                   |
| Investment revenue   | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| Transfers recognised - operational                                   | 260 523             | 260 523                | -                    | -                          | -                        | -                          | 13 012               | 13 012            | 273 535                 | 273 289                   | 286 133                   |
| Other own revenue  | 72 272              | 72 272                 | -                    | -                          | -                        | -                          | 32 757               | 32 757            | 105 029                 | 37 086                    | 38 829                    |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>1 070 078</b>    | <b>1 070 078</b>       | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>25 132</b>        | <b>25 132</b>     | <b>1 095 210</b>        | <b>1 083 784</b>          | <b>1 134 722</b>          |
| Employee costs   | 301 679             | 301 679                | -                    | -                          | -                        | -                          | 1                    | 1                 | 301 680                 | 316 461                   | 331 335                   |
| Remuneration of councillors  | 19 494              | 19 494                 | -                    | -                          | -                        | -                          | -                    | -                 | 19 494                  | 20 450                    | 21 411                    |
| Depreciation & asset impairment                                      | 252 632             | 252 632                | -                    | -                          | -                        | -                          | -                    | -                 | 252 632                 | 264 459                   | 276 889                   |
| Finance charges  | 8 484               | 8 484                  | -                    | -                          | -                        | -                          | 19 200               | 19 200            | 27 684                  | 8 900                     | 9 318                     |
| Inventory consumed and bulk purchases                                | 423 851             | 423 851                | -                    | -                          | -                        | -                          | -                    | -                 | 423 851                 | 444 620                   | 465 517                   |
| Transfers and subsidies  | -                   | -                      | -                    | -                          | -                        | -                          | 12 450               | 12 450            | 12 450                  | -                         | -                         |
| Other expenditure  | 154 906             | 154 906                | -                    | -                          | -                        | -                          | 27 927               | 27 927            | 182 833                 | 162 497                   | 170 134                   |
| <b>Total Expenditure</b>   | <b>1 161 047</b>    | <b>1 161 047</b>       | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>59 579</b>        | <b>59 579</b>     | <b>1 220 626</b>        | <b>1 217 386</b>          | <b>1 274 604</b>          |
| <b>Surplus/(Deficit)</b>   | <b>(90 969)</b>     | <b>(90 969)</b>        | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>(34 447)</b>      | <b>(34 447)</b>   | <b>(125 416)</b>        | <b>(133 602)</b>          | <b>(139 882)</b>          |
| Transfers and subsidies - capital (monetary allocations)             | 146 349             | 146 349                | -                    | -                          | -                        | -                          | -                    | -                 | 146 349                 | 161 114                   | 160 735                   |
| Transfers and subsidies - capital (in-kind - all)                    | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>55 380</b>       | <b>55 380</b>          | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>(34 447)</b>      | <b>(34 447)</b>   | <b>20 933</b>           | <b>27 512</b>             | <b>20 854</b>             |
| Share of surplus/ (deficit) of associate                             | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>55 380</b>       | <b>55 380</b>          | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>(34 447)</b>      | <b>(34 447)</b>   | <b>20 933</b>           | <b>27 512</b>             | <b>20 854</b>             |
| <b>Capital expenditure &amp; funds sources</b>                       |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| <b>Capital expenditure</b>   | <b>166 448</b>      | <b>166 448</b>         | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>1 299</b>         | <b>1 299</b>      | <b>167 747</b>          | <b>161 114</b>            | <b>210 893</b>            |
| Transfers recognised - capital                                       | 146 348             | 146 348                | -                    | -                          | -                        | -                          | (8 737)              | (8 737)           | 137 611                 | 161 114                   | 210 893                   |
| Borrowing  | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| Internally generated funds   | 20 100              | 20 100                 | -                    | -                          | -                        | -                          | 10 036               | 10 036            | 30 136                  | -                         | -                         |
| <b>Total sources of capital funds</b>                                | <b>166 448</b>      | <b>166 448</b>         | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>1 299</b>         | <b>1 299</b>      | <b>167 747</b>          | <b>161 114</b>            | <b>210 893</b>            |
| <b>Financial position</b>  |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Total current assets   | 512 724             | 512 724                | -                    | -                          | -                        | -                          | (70 894)             | (70 894)          | 441 830                 | 631 767                   | 661 287                   |
| Total non current assets   | 2 849 706           | 2 849 706              | -                    | -                          | -                        | -                          | 1 299                | 1 299             | 2 851 005               | 2 745 679                 | 2 917 980                 |
| Total current liabilities  | 1 372 290           | 1 372 290              | -                    | -                          | -                        | -                          | 5 890                | 5 890             | 1 378 180               | 1 488 425                 | 1 499 749                 |
| Total non current liabilities  | 155 178             | 155 178                | -                    | -                          | -                        | -                          | -                    | -                 | 155 178                 | 162 781                   | 170 432                   |
| Community wealth/Equity  | <b>1 834 962</b>    | <b>1 834 962</b>       | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>6 626</b>         | <b>6 626</b>      | <b>1 841 589</b>        | <b>1 726 240</b>          | <b>1 909 087</b>          |
| <b>Cash flows</b>  |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Net cash from (used) operating                                       | 169 663             | 169 663                | -                    | -                          | -                        | -                          | 8 337                | 8 337             | 178 000                 | 141 023                   | 189 748                   |
| Net cash from (used) investing                                       | (166 448)           | (166 448)              | -                    | -                          | -                        | -                          | 2 371                | 2 371             | (164 078)               | (161 114)                 | (210 893)                 |
| Net cash from (used) financing                                       | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| <b>Cash/cash equivalents at the year end</b>                         | <b>4 415</b>        | <b>4 415</b>           | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>87 861</b>        | <b>87 861</b>     | <b>92 276</b>           | <b>(18 833)</b>           | <b>(19 827)</b>           |
| <b>Cash backing/surplus reconciliation</b>                           |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Cash and investments available                                       | 129 941             | 129 941                | -                    | -                          | -                        | -                          | (79 215)             | (79 215)          | 50 725                  | 136 237                   | 142 468                   |
| Application of cash and investments                                  | 954 218             | 954 218                | -                    | -                          | -                        | -                          | 44 287               | 44 287            | 998 505                 | 988 521                   | 1 045 084                 |
| <b>Balance - surplus (shortfall)</b>                                 | <b>(824 277)</b>    | <b>(824 277)</b>       | <b>-</b>             | <b>-</b>                   | <b>-</b>                 | <b>-</b>                   | <b>(123 502)</b>     | <b>(123 502)</b>  | <b>(947 780)</b>        | <b>(852 284)</b>          | <b>(902 616)</b>          |
| <b>Asset Management</b>  |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Asset register summary (WDV)   | 2 474 942           | 2 474 942              | -                    | -                          | -                        | -                          | 1 299                | 1 299             | 2 476 241               | 2 352 553                 | 2 506 376                 |
| Depreciation   | 138 589             | 138 589                | -                    | -                          | -                        | -                          | -                    | -                 | 138 589                 | 145 379                   | 152 212                   |
| Renewal and Upgrading of Existing Assets                             | 91 963              | 91 963                 | -                    | -                          | -                        | -                          | (18 933)             | (18 933)          | 73 029                  | 85 436                    | 85 432                    |
| Repairs and Maintenance  | 41 563              | 41 563                 | -                    | -                          | -                        | -                          | 39 090               | 39 090            | 80 653                  | 43 599                    | 45 648                    |
| <b>Free services</b>   |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Cost of Free Basic Services provided                                 | 18 073              | 18 073                 | -                    | -                          | -                        | -                          | (9 555)              | (9 555)           | 8 518                   | 18 959                    | 19 850                    |
| Revenue cost of free services provided                               | 9 232               | 9 232                  | -                    | -                          | -                        | -                          | 30 000               | 30 000            | 39 232                  | 9 685                     | 10 140                    |
| <b>Households below minimum service level</b>                        |                     |                        |                      |                            |                          |                            |                      |                   |                         |                           |                           |
| Water:   | 4                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | 4                       | -                         | -                         |
| Sanitation/sewerage:   | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| Energy:  | -                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | -                       | -                         | -                         |
| Refuse:  | 0                   | -                      | -                    | -                          | -                        | -                          | -                    | -                 | 0                       | -                         | -                         |

MP302 Msukaligwa - Table B2 Adjustments Budget Financial Performance (functional classification) - 24/02/2024

| Standard Description                       | Ref  | Budget Year 2023/24 |                |              |                    |                  |                    |                |                |                 | Budget Year | Budget Year |
|--|------|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|-------------|-------------|
|  |      | Original Budget     | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | +1 2024/25  | +2 2025/26  |
| R thousands                                | 1, 4 | A                   | A1             | B            | C                  | D                | E                  | F              | G              | H               |             |             |
| <b>Revenue - Functional</b>                |      |                     |                |              |                    |                  |                    |                |                |                 |             |             |
| <i>Governance and administration</i>       |      | 517 403             | 517 403        | -            | -                  | -                | -                  | 2 785          | 2 785          | 520 188         | 534 778     | 557 829     |
| Executive and council                      |      | 255 220             | 255 220        | -            | -                  | -                | -                  | 0              | 0              | 255 221         | 269 716     | 280 309     |
| Finance and administration                 |      | 262 183             | 262 183        | -            | -                  | -                | -                  | 2 785          | 2 785          | 264 968         | 265 062     | 277 520     |
| Internal audit                             |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -           | -           |
| <i>Community and public safety</i>         |      | 12 633              | 12 633         | -            | -                  | -                | -                  | 12 795         | 12 795         | 25 428          | 13 252      | 13 875      |
| Community and social services              |      | 1 017               | 1 017          | -            | -                  | -                | -                  | 95             | 95             | 1 112           | 1 067       | 1 117       |
| Sport and recreation                       |      | 214                 | 214            | -            | -                  | -                | -                  | 100            | 100            | 314             | 225         | 235         |
| Public safety                              |      | 8 223               | 8 223          | -            | -                  | -                | -                  | 2 499          | 2 499          | 10 722          | 8 626       | 9 031       |
| Housing                                    |      | 2 847               | 2 847          | -            | -                  | -                | -                  | 102            | 102            | 2 949           | 2 986       | 3 127       |
| Health                                     |      | 332                 | 332            | -            | -                  | -                | -                  | 10 000         | 10 000         | 10 332          | 348         | 364         |
| <i>Economic and environmental services</i> |      | 18 451              | 18 451         | -            | -                  | -                | -                  | (12 251)       | (12 251)       | 6 199           | 19 355      | 20 264      |
| Planning and development                   |      | 5 714               | 5 714          | -            | -                  | -                | -                  | 74             | 74             | 5 788           | 5 994       | 6 276       |
| Road transport                             |      | 12 736              | 12 736         | -            | -                  | -                | -                  | (12 325)       | (12 325)       | 411             | 13 361      | 13 988      |
| Environmental protection                   |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -           | -           |
| <i>Trading services</i>                    |      | 667 940             | 667 940        | -            | -                  | -                | -                  | 21 645         | 21 645         | 689 585         | 677 513     | 703 489     |
| Energy sources                             |      | 323 045             | 323 045        | -            | -                  | -                | -                  | 12 525         | 12 525         | 335 570         | 340 581     | 347 882     |
| Water management                           |      | 200 561             | 200 561        | -            | -                  | -                | -                  | 5 024          | 5 024          | 205 585         | 198 086     | 210 235     |
| Waste water management                     |      | 76 305              | 76 305         | -            | -                  | -                | -                  | 1 843          | 1 843          | 78 149          | 73 591      | 77 049      |
| Waste management                           |      | 68 029              | 68 029         | -            | -                  | -                | -                  | 2 252          | 2 252          | 70 281          | 65 255      | 68 322      |
| <i>Other</i>                               |      | -                   | -              | -            | -                  | -                | -                  | 158            | 158            | 158             | -           | -           |
| <b>Total Revenue - Functional</b>          | 2    | 1 216 427           | 1 216 427      | -            | -                  | -                | -                  | 25 132         | 25 132         | 1 241 558       | 1 244 898   | 1 295 457   |
| <b>Expenditure - Functional</b>            |      |                     |                |              |                    |                  |                    |                |                |                 |             |             |
| <i>Governance and administration</i>       |      | 185 380             | 185 380        | -            | -                  | -                | -                  | 39 825         | 39 825         | 225 205         | 194 463     | 203 603     |
| Executive and council                      |      | 56 495              | 56 495         | -            | -                  | -                | -                  | 13 286         | 13 286         | 69 781          | 59 263      | 62 049      |
| Finance and administration                 |      | 128 885             | 128 885        | -            | -                  | -                | -                  | 26 538         | 26 538         | 155 423         | 135 200     | 141 555     |
| Internal audit                             |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -           | -           |
| <i>Community and public safety</i>         |      | 128 197             | 128 197        | -            | -                  | -                | -                  | 9 213          | 9 213          | 137 409         | 133 926     | 140 220     |
| Community and social services              |      | 70 027              | 70 027         | -            | -                  | -                | -                  | 7 590          | 7 590          | 77 617          | 73 458      | 76 911      |
| Sport and recreation                       |      | 21 187              | 21 187         | -            | -                  | -                | -                  | 434            | 434            | 21 620          | 22 225      | 23 269      |
| Public safety                              |      | 29 944              | 29 944         | -            | -                  | -                | -                  | 182            | 182            | 30 126          | 30 859      | 32 310      |
| Housing                                    |      | 6 675               | 6 675          | -            | -                  | -                | -                  | 1 007          | 1 007          | 7 682           | 7 002       | 7 331       |
| Health                                     |      | 364                 | 364            | -            | -                  | -                | -                  | -              | -              | 364             | 382         | 400         |
| <i>Economic and environmental services</i> |      | 113 835             | 113 835        | -            | -                  | -                | -                  | 4 186          | 4 186          | 118 021         | 119 413     | 125 025     |
| Planning and development                   |      | 22 219              | 22 219         | -            | -                  | -                | -                  | (3 274)        | (3 274)        | 18 945          | 23 307      | 24 403      |
| Road transport                             |      | 91 616              | 91 616         | -            | -                  | -                | -                  | 7 460          | 7 460          | 99 076          | 96 105      | 100 622     |
| Environmental protection                   |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -           | -           |
| <i>Trading services</i>                    |      | 733 526             | 733 526        | -            | -                  | -                | -                  | 71 499         | 71 499         | 805 025         | 769 469     | 805 634     |
| Energy sources                             |      | 422 841             | 422 841        | -            | -                  | -                | -                  | 11 248         | 11 248         | 434 089         | 443 560     | 464 408     |
| Water management                           |      | 122 125             | 122 125        | -            | -                  | -                | -                  | 45 801         | 45 801         | 167 926         | 128 109     | 134 130     |
| Waste water management                     |      | 150 834             | 150 834        | -            | -                  | -                | -                  | 2 400          | 2 400          | 153 234         | 158 225     | 165 661     |
| Waste management                           |      | 37 726              | 37 726         | -            | -                  | -                | -                  | 12 050         | 12 050         | 49 776          | 39 574      | 41 434      |
| <i>Other</i>                               |      | 110                 | 110            | -            | -                  | -                | -                  | -              | -              | 110             | 116         | 121         |
| <b>Total Expenditure - Functional</b>      | 3    | 1 161 047           | 1 161 047      | -            | -                  | -                | -                  | 124 723        | 124 723        | 1 285 770       | 1 217 387   | 1 274 604   |
| <b>Surplus/ (Deficit) for the year</b>     |      | 55 379              | 55 379         | -            | -                  | -                | -                  | (99 591)       | (99 591)       | (44 212)        | 27 512      | 20 854      |

**MP302 Msukaligwa - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 24/02/2024**

| Vote Description<br><i>[Insert departmental structure etc]</i> | Ref | Budget Year 2023/24 |                        |                      |                            |                          |                            |                        |                     |                          | Budget Year<br>+1 2024/25 | Budget Year<br>+2 2025/26 |
|--|-----|---------------------|------------------------|----------------------|----------------------------|--------------------------|----------------------------|------------------------|---------------------|--------------------------|---------------------------|---------------------------|
|  |     | Original<br>Budget  | Prior<br>Adjusted<br>3 | Accum.<br>Funds<br>4 | Multi-year<br>capital<br>5 | Unfore.<br>Unavoid.<br>6 | Nat. or Prov.<br>Govt<br>7 | Other<br>Adjusts.<br>8 | Total Adjusts.<br>9 | Adjusted<br>Budget<br>10 | Adjusted<br>Budget        | Adjusted<br>Budget        |
| R thousands  |     | A                   | A1                     | B                    | C                          | D                        | E                          | F                      | G                   | H                        |                           |                           |
| <b>Revenue by Vote</b>   | 1   |                     |                        |                      |                            |                          |                            |                        |                     |                          |                           |                           |
| Vote 01 - Executive & Council                                  |     | 255 220             | 255 220                | -                    | -                          | -                        | -                          | -                      | -                   | 255 220                  | 269 716                   | 280 309                   |
| Vote 02 - Finance & Administration                             |     | 262 183             | 262 183                | -                    | -                          | -                        | -                          | 2 785                  | 2 785               | 264 968                  | 265 062                   | 277 520                   |
| Vote 03 -  |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 04 - Sport And Recreation                                 |     | 214                 | 214                    | -                    | -                          | -                        | -                          | 45                     | 45                  | 259                      | 225                       | 235                       |
| Vote 05 - Public Safety  |     | 8 223               | 8 223                  | -                    | -                          | -                        | -                          | 2 499                  | 2 499               | 10 722                   | 8 626                     | 9 031                     |
| Vote 06 - Housing  |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 07 - Health   |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 08 - Planning And Development                             |     | 5 427               | 5 427                  | -                    | -                          | -                        | -                          | 176                    | 176                 | 5 602                    | 5 693                     | 5 960                     |
| Vote 09 - Community & Social Services                          |     | 1 349               | 1 349                  | -                    | -                          | -                        | -                          | 10 150                 | 10 150              | 11 499                   | 1 415                     | 1 482                     |
| Vote 10 - Electricity  |     | 323 045             | 323 045                | -                    | -                          | -                        | -                          | 12 525                 | 12 525              | 335 570                  | 340 581                   | 347 882                   |
| Vote 11 - Water Management                                     |     | 200 561             | 200 561                | -                    | -                          | -                        | -                          | 5 024                  | 5 024               | 205 585                  | 198 086                   | 210 235                   |
| Vote 12 - Waste Water Management                               |     | 76 305              | 76 305                 | -                    | -                          | -                        | -                          | 1 843                  | 1 843               | 78 149                   | 73 591                    | 77 049                    |
| Vote 13 - Waste Management                                     |     | 68 029              | 68 029                 | -                    | -                          | -                        | -                          | 2 252                  | 2 252               | 70 281                   | 65 255                    | 68 322                    |
| Vote 14 - Road Transport                                       |     | 3 149               | 3 149                  | -                    | -                          | -                        | -                          | 396                    | 396                 | 3 545                    | 3 303                     | 3 459                     |
| Vote 15 - Other  |     | 12 721              | 12 721                 | -                    | -                          | -                        | -                          | (12 564)               | (12 564)            | 158                      | 13 345                    | 13 972                    |
| <b>Total Revenue by Vote</b>                                   | 2   | <b>1 216 427</b>    | <b>1 216 427</b>       | -                    | -                          | -                        | -                          | <b>25 132</b>          | <b>25 132</b>       | <b>1 241 558</b>         | <b>1 244 898</b>          | <b>1 295 457</b>          |
| <b>Expenditure by Vote</b>                                     | 1   |                     |                        |                      |                            |                          |                            |                        |                     |                          |                           |                           |
| Vote 01 - Executive & Council                                  |     | 68 054              | 68 054                 | -                    | -                          | -                        | -                          | 8 898                  | 8 898               | 76 952                   | 71 388                    | 74 744                    |
| Vote 02 - Finance & Administration                             |     | 131 460             | 131 460                | -                    | -                          | -                        | -                          | 37 664                 | 37 664              | 169 124                  | 137 902                   | 144 383                   |
| Vote 03 -  |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 04 - Sport And Recreation                                 |     | 12 199              | 12 199                 | -                    | -                          | -                        | -                          | 427                    | 427                 | 12 626                   | 12 796                    | 13 398                    |
| Vote 05 - Public Safety  |     | 29 667              | 29 667                 | -                    | -                          | -                        | -                          | 182                    | 182                 | 29 849                   | 30 568                    | 32 005                    |
| Vote 06 - Housing  |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 07 - Health   |     | -                   | -                      | -                    | -                          | -                        | -                          | -                      | -                   | -                        | -                         | -                         |
| Vote 08 - Planning And Development                             |     | 22 097              | 22 097                 | -                    | -                          | -                        | -                          | (1 503)                | (1 503)             | 20 593                   | 23 179                    | 24 269                    |
| Vote 09 - Community & Social Services                          |     | 75 673              | 75 673                 | -                    | -                          | -                        | -                          | 7 601                  | 7 601               | 83 274                   | 79 381                    | 83 112                    |
| Vote 10 - Electricity  |     | 413 983             | 413 983                | -                    | -                          | -                        | -                          | 11 248                 | 11 248              | 425 231                  | 434 268                   | 454 678                   |
| Vote 11 - Water Management                                     |     | 116 385             | 116 385                | -                    | -                          | -                        | -                          | 45 801                 | 45 801              | 162 186                  | 122 087                   | 127 825                   |
| Vote 12 - Waste Water Management                               |     | 147 044             | 147 044                | -                    | -                          | -                        | -                          | 2 400                  | 2 400               | 149 444                  | 154 249                   | 161 499                   |
| Vote 13 - Waste Management                                     |     | 33 426              | 33 426                 | -                    | -                          | -                        | -                          | 12 050                 | 12 050              | 45 476                   | 35 063                    | 36 711                    |
| Vote 14 - Road Transport                                       |     | 98 599              | 98 599                 | -                    | -                          | -                        | -                          | (44)                   | (44)                | 98 554                   | 103 430                   | 108 291                   |
| Vote 15 - Other  |     | 12 463              | 12 463                 | -                    | -                          | -                        | -                          | -                      | -                   | 12 463                   | 13 074                    | 13 688                    |
| <b>Total Expenditure by Vote</b>                               | 2   | <b>1 161 047</b>    | <b>1 161 047</b>       | -                    | -                          | -                        | -                          | <b>124 723</b>         | <b>124 723</b>      | <b>1 285 770</b>         | <b>1 217 387</b>          | <b>1 274 604</b>          |
| <b>Surplus/ (Deficit) for the year</b>                         | 2   | <b>55 379</b>       | <b>55 379</b>          | -                    | -                          | -                        | -                          | <b>(99 591)</b>        | <b>(99 591)</b>     | <b>(44 212)</b>          | <b>27 512</b>             | <b>20 854</b>             |

**MP302 Msukaligwa - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 24/02/2024**

| Description  | Ref | Budget Year 2023/24 |                  |          |            |          |               |                 |                 |                  | Budget Year      | Budget Year      |
|--|-----|---------------------|------------------|----------|------------|----------|---------------|-----------------|-----------------|------------------|------------------|------------------|
|  |     | Original            | Prior            | Accum.   | Multi-year | Unfore.  | Nat. or Prov. | Other           | Total           | Adjusted         | Adjusted         | Adjusted         |
|  |     | Budget              | Adjusted         | Funds    | capital    | Unavoid. | Govt          | Adjusts.        | Adjusts.        | Budget           | Budget           | Budget           |
| R thousands  | 1   | A                   | 3<br>A1          | 4<br>B   | 5<br>C     | 6<br>D   | 7<br>E        | 8<br>F          | 9<br>G          | 10<br>H          | +1<br>2024/25    | +2<br>2025/26    |
| <b>Revenue By Source</b>   |     |                     |                  |          |            |          |               |                 |                 |                  |                  |                  |
| <b>Exchange Revenue</b>  |     |                     |                  |          |            |          |               |                 |                 |                  |                  |                  |
| Service charges - Electricity  | 2   | 300 969             | 300 969          | -        | -          | -        | -             | 10 823          | 10 823          | 311 792          | 315 716          | 330 555          |
| Service charges - Water  | 2   | 79 532              | 79 532           | -        | -          | -        | -             | 3 292           | 3 292           | 82 824           | 83 429           | 87 350           |
| Service charges - Waste Water Management                             | 2   | 61 650              | 61 650           | -        | -          | -        | -             | 410             | 410             | 62 061           | 64 671           | 67 711           |
| Service charges - Waste Management                                   | 2   | 52 800              | 52 800           | -        | -          | -        | -             | 838             | 838             | 53 638           | 55 387           | 57 990           |
| Sale of Goods and Rendering of Services                              |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Agency services  |     | 8 940               | 8 940            | -        | -          | -        | -             | (8 940)         | (8 940)         | -                | 9 378            | 9 819            |
| Interest   |     | 1 500               | 1 500            | -        | -          | -        | -             | 3 500           | 3 500           | 5 000            | 1 574            | 1 647            |
| Interest earned from Receivables                                     |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Interest earned from Current and Non Current Assets                  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Dividends  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Rent on Land   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Rental from Fixed Assets   |     | 2 741               | 2 741            | -        | -          | -        | -             | 414             | 414             | 3 155            | 2 875            | 3 011            |
| Licence and permits  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Operational Revenue  |     | 12 896              | 12 896           | -        | -          | -        | -             | 32 768          | 32 768          | 45 663           | 13 528           | 14 163           |
| <b>Non-Exchange Revenue</b>  |     |                     |                  |          |            |          |               |                 |                 |                  |                  |                  |
| Property rates   | 2   | 242 332             | 242 332          | -        | -          | -        | -             | (36 000)        | (36 000)        | 206 332          | 254 206          | 266 153          |
| Surcharges and Taxes   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Fines, penalties and forfeits  |     | 5 448               | 5 448            | -        | -          | -        | -             | 9               | 9               | 5 457            | 5 715            | 5 984            |
| Licences or permits  |     | 3 829               | 3 829            | -        | -          | -        | -             | (3 739)         | (3 739)         | 89               | 4 016            | 4 205            |
| Transfer and subsidies - Operational                                 |     | 260 523             | 260 523          | -        | -          | -        | -             | 13 012          | 13 012          | 273 535          | 273 289          | 286 133          |
| Interest   |     | 36 918              | 36 918           | -        | -          | -        | -             | 8 746           | 8 746           | 45 665           | -                | -                |
| Fuel Levy  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Operational Revenue  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Gains on disposal of Assets  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Other Gains  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Discontinued Operations  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Total Revenue (excluding capital transfers and contributions)</b> |     | <b>1 070 078</b>    | <b>1 070 078</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>25 132</b>   | <b>25 132</b>   | <b>1 095 210</b> | <b>1 083 784</b> | <b>1 134 722</b> |
| <b>Expenditure By Type</b>   |     |                     |                  |          |            |          |               |                 |                 |                  |                  |                  |
| Employee related costs   |     | 301 679             | 301 679          | -        | -          | -        | -             | 1               | 1               | 301 680          | 316 461          | 331 335          |
| Remuneration of councillors  |     | 19 494              | 19 494           | -        | -          | -        | -             | -               | -               | 19 494           | 20 450           | 21 411           |
| Bulk purchases - electricity   |     | 336 039             | 336 039          | -        | -          | -        | -             | -               | -               | 336 039          | 352 505          | 369 073          |
| Inventory consumed   |     | 87 812              | 87 812           | -        | -          | -        | -             | -               | -               | 87 812           | 92 115           | 96 444           |
| Debt impairment  |     | 114 044             | 114 044          | -        | -          | -        | -             | -               | -               | 114 044          | 119 080          | 124 676          |
| Depreciation and amortisation  |     | 138 589             | 138 589          | -        | -          | -        | -             | -               | -               | 138 589          | 145 379          | 152 212          |
| Interest   |     | 8 484               | 8 484            | -        | -          | -        | -             | 19 200          | 19 200          | 27 684           | 8 900            | 9 318            |
| Contracted services  |     | 84 368              | 84 368           | -        | -          | -        | -             | 19 450          | 19 450          | 103 818          | 88 502           | 92 662           |
| Transfers and subsidies  |     | -                   | -                | -        | -          | -        | -             | 12 450          | 12 450          | 12 450           | -                | -                |
| Irrecoverable debts written off                                      |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Operational costs  |     | 70 538              | 70 538           | -        | -          | -        | -             | 8 477           | 8 477           | 79 015           | 73 994           | 77 472           |
| Losses on disposal of Assets   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Other Losses   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Total Expenditure</b>   |     | <b>1 161 047</b>    | <b>1 161 047</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>59 579</b>   | <b>59 579</b>   | <b>1 220 626</b> | <b>1 217 386</b> | <b>1 274 604</b> |
| <b>Surplus/(Deficit)</b>   |     | <b>(90 969)</b>     | <b>(90 969)</b>  | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(34 447)</b> | <b>(34 447)</b> | <b>(125 416)</b> | <b>(133 602)</b> | <b>(139 882)</b> |
| Transfers and subsidies - capital (monetary allocations)             |     | 146 349             | 146 349          | -        | -          | -        | -             | -               | -               | 146 349          | 161 114          | 160 735          |
| Transfers and subsidies - capital (in-kind - all)                    |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Surplus/(Deficit) before taxation</b>                             |     | <b>55 380</b>       | <b>55 380</b>    | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(34 447)</b> | <b>(34 447)</b> | <b>20 933</b>    | <b>27 512</b>    | <b>20 854</b>    |
| Income Tax   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Surplus/(Deficit) after taxation</b>                              |     | <b>55 380</b>       | <b>55 380</b>    | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(34 447)</b> | <b>(34 447)</b> | <b>20 933</b>    | <b>27 512</b>    | <b>20 854</b>    |
| Share of Surplus/Deficit attributable to Joint Venture               |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Share of Surplus/Deficit attributable to Minorities                  |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Surplus/(Deficit) attributable to municipality</b>                |     | <b>55 380</b>       | <b>55 380</b>    | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(34 447)</b> | <b>(34 447)</b> | <b>20 933</b>    | <b>27 512</b>    | <b>20 854</b>    |
| Share of Surplus/Deficit attributable to Associate                   |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| Intercompany/Parent subsidiary transactions                          |     | -                   | -                | -        | -          | -        | -             | -               | -               | -                | -                | -                |
| <b>Surplus/ (Deficit) for the year</b>                               | 1   | <b>55 380</b>       | <b>55 380</b>    | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(34 447)</b> | <b>(34 447)</b> | <b>20 933</b>    | <b>27 512</b>    | <b>20 854</b>    |



MP302 Msukaligwa - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 24/02/2024

| 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                   | 5 A1           | 6 B          | 7 C                | 8 D              | 9 E                | 10 F            | 11 G            | 12 H            |                        |                        |
| <b>Capital expenditure - Vote</b>                |     |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| <b>Multi-year expenditure to be adjusted</b>     | 2   |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Vote 01 - Executive & Council                    |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 02 - Finance & Administration               |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 03 -  |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 04 - Sport And Recreation                   |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 05 - Public Safety                          |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 06 - Housing                                |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 07 - Health                                 |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 08 - Planning And Development               |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 09 - Community & Social Services            |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 10 - Electricity                            |     | 2 063               | 2 063          | -            | -                  | -                | -                  | -               | -               | 2 063           | 5 000                  | -                      |
| Vote 11 - Water Management                       |     | 2 500               | 2 500          | -            | -                  | -                | -                  | (1 010)         | (1 010)         | 1 490           | 9 229                  | 4 544                  |
| Vote 12 - Waste Water Management                 |     | 4 800               | 4 800          | -            | -                  | -                | -                  | 20 860          | 20 860          | 25 660          | 32 976                 | 3 500                  |
| Vote 13 - Waste Management                       |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 14 - Road Transport                         |     | 17 269              | 17 269         | -            | -                  | -                | -                  | 1 320           | 1 320           | 18 589          | 11 500                 | 40 632                 |
| Vote 15 - Other                                  |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Capital multi-year expenditure sub-total</b>  | 3   | <b>26 632</b>       | <b>26 632</b>  | -            | -                  | -                | -                  | <b>21 171</b>   | <b>21 171</b>   | <b>47 804</b>   | <b>58 705</b>          | <b>48 676</b>          |
| <b>Single-year expenditure to be adjusted</b>    | 2   |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Vote 01 - Executive & Council                    |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 02 - Finance & Administration               |     | 7 100               | 7 100          | -            | -                  | -                | -                  | 3 669           | 3 669           | 10 769          | -                      | -                      |
| Vote 03 -  |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 04 - Sport And Recreation                   |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 05 - Public Safety                          |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 06 - Housing                                |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 07 - Health                                 |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 08 - Planning And Development               |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 09 - Community & Social Services            |     | 13 000              | 13 000         | -            | -                  | -                | -                  | -               | -               | 13 000          | -                      | -                      |
| Vote 10 - Electricity                            |     | 4 737               | 4 737          | -            | -                  | -                | -                  | 4 867           | 4 867           | 9 604           | 10 449                 | 10 917                 |
| Vote 11 - Water Management                       |     | 66 000              | 66 000         | -            | -                  | -                | -                  | (9 200)         | (9 200)         | 56 800          | 58 500                 | 110 000                |
| Vote 12 - Waste Water Management                 |     | 38 586              | 38 586         | -            | -                  | -                | -                  | (21 247)        | (21 247)        | 17 339          | 33 460                 | 41 300                 |
| Vote 13 - Waste Management                       |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Vote 14 - Road Transport                         |     | 10 393              | 10 393         | -            | -                  | -                | -                  | 2 039           | 2 039           | 12 432          | -                      | -                      |
| Vote 15 - Other                                  |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Capital single-year expenditure sub-total</b> |     | <b>139 816</b>      | <b>139 816</b> | -            | -                  | -                | -                  | <b>(19 872)</b> | <b>(19 872)</b> | <b>119 944</b>  | <b>102 409</b>         | <b>162 217</b>         |
| <b>Total Capital Expenditure - Vote</b>          |     | <b>166 448</b>      | <b>166 448</b> | -            | -                  | -                | -                  | <b>1 299</b>    | <b>1 299</b>    | <b>167 747</b>  | <b>161 114</b>         | <b>210 893</b>         |
| <b>Capital Expenditure - Functional</b>          |     |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| <b>Governance and administration</b>             |     | <b>7 100</b>        | <b>7 100</b>   | -            | -                  | -                | -                  | <b>3 669</b>    | <b>3 669</b>    | <b>10 769</b>   | -                      | -                      |
| Executive and council                            |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Finance and administration                       |     | 7 100               | 7 100          | -            | -                  | -                | -                  | 3 669           | 3 669           | 10 769          | -                      | -                      |
| Internal audit                                   |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Community and public safety</b>               |     | <b>13 000</b>       | <b>13 000</b>  | -            | -                  | -                | -                  | -               | -               | <b>13 000</b>   | -                      | -                      |
| Community and social services                    |     | 13 000              | 13 000         | -            | -                  | -                | -                  | -               | -               | 13 000          | -                      | -                      |
| Sport and recreation                             |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Public safety                                    |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Housing  |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Health   |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Economic and environmental services</b>       |     | <b>27 663</b>       | <b>27 663</b>  | -            | -                  | -                | -                  | <b>3 359</b>    | <b>3 359</b>    | <b>31 021</b>   | <b>11 500</b>          | <b>40 632</b>          |
| Planning and development                         |     | 27 663              | 27 663         | -            | -                  | -                | -                  | 3 359           | 3 359           | 31 021          | 11 500                 | 40 632                 |
| Road transport                                   |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Environmental protection                         |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Trading services</b>                          |     | <b>118 686</b>      | <b>118 686</b> | -            | -                  | -                | -                  | <b>(5 729)</b>  | <b>(5 729)</b>  | <b>112 956</b>  | <b>149 614</b>         | <b>170 261</b>         |
| Energy sources                                   |     | 6 800               | 6 800          | -            | -                  | -                | -                  | 4 867           | 4 867           | 11 667          | 15 449                 | 10 917                 |
| Water management                                 |     | 68 500              | 68 500         | -            | -                  | -                | -                  | (10 210)        | (10 210)        | 58 290          | 67 729                 | 114 544                |
| Waste water management                           |     | 43 386              | 43 386         | -            | -                  | -                | -                  | (387)           | (387)           | 42 999          | 66 436                 | 44 800                 |
| Waste management                                 |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Other</b>                                     |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Total Capital Expenditure - Functional</b>    | 3   | <b>166 448</b>      | <b>166 448</b> | -            | -                  | -                | -                  | <b>1 299</b>    | <b>1 299</b>    | <b>167 747</b>  | <b>161 114</b>         | <b>210 893</b>         |
| <b>Funded by:</b>                                |     |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| National Government                              |     | 146 348             | 146 348        | -            | -                  | -                | -                  | (8 737)         | (8 737)         | 137 611         | 161 114                | 210 893                |
| Provincial Government                            |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| District Municipality                            |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Transfers and subsidies - capital (in-kind)      |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Transfers recognised - capital</b>            | 4   | <b>146 348</b>      | <b>146 348</b> | -            | -                  | -                | -                  | <b>(8 737)</b>  | <b>(8 737)</b>  | <b>137 611</b>  | <b>161 114</b>         | <b>210 893</b>         |
| <b>Borrowing</b>                                 |     | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Internally generated funds</b>                |     | <b>20 100</b>       | <b>20 100</b>  | -            | -                  | -                | -                  | <b>10 036</b>   | <b>10 036</b>   | <b>30 136</b>   | -                      | -                      |
| <b>Total Capital Funding</b>                     |     | <b>166 448</b>      | <b>166 448</b> | -            | -                  | -                | -                  | <b>1 299</b>    | <b>1 299</b>    | <b>167 747</b>  | <b>161 114</b>         | <b>210 893</b>         |

MP302 Msukaligwa - Table B6 Adjustments Budget Financial Position - 24/02/2024

| 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                |                        |                        |
| <b>ASSETS</b>   |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| <b>Current assets</b>                                   |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Cash and cash equivalents                               |     | 4 415               | 4 415            | -            | -                  | -                | -                  | (34 112)        | (34 112)        | (29 698)         | 4 560                  | 4 602                  |
| Trade and other receivables from exchange transactions  | 1   | 235 026             | 235 026          | -            | -                  | -                | -                  | 8 322           | 8 322           | 243 347          | 340 532                | 356 537                |
| Receivables from non-exchange transactions              | 1   | 125 526             | 125 526          | -            | -                  | -                | -                  | (45 103)        | (45 103)        | 80 423           | 131 677                | 137 866                |
| Current portion of non-current receivables              | 2   | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Inventory   |     | 32 295              | 32 295           | -            | -                  | -                | -                  | -               | -               | 32 295           | 33 877                 | 35 469                 |
| VAT   |     | 115 462             | 115 462          | -            | -                  | -                | -                  | -               | -               | 115 462          | 121 120                | 126 813                |
| Other current assets                                    |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| <b>Total current assets</b>                             |     | <b>512 724</b>      | <b>512 724</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(70 894)</b> | <b>(70 894)</b> | <b>441 830</b>   | <b>631 767</b>         | <b>661 287</b>         |
| <b>Non current assets</b>                               |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Investments   |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Investment property                                     |     | 189 659             | 189 659          | -            | -                  | -                | -                  | -               | -               | 189 659          | 198 952                | 208 303                |
| Property, plant and equipment                           | 3   | 2 659 807           | 2 659 807        | -            | -                  | -                | -                  | 1 299           | 1 299           | 2 661 105        | 2 546 475              | 2 709 413              |
| Biological assets                                       |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Living and non-living resources                         |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Heritage assets   |     | 175                 | 175              | -            | -                  | -                | -                  | -               | -               | 175              | 183                    | 192                    |
| Intangible assets                                       |     | 65                  | 65               | -            | -                  | -                | -                  | -               | -               | 65               | 68                     | 72                     |
| Trade and other receivables from exchange transactions  |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Non-current receivables from non-exchange transactions  |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Other non-current assets                                |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| <b>Total non current assets</b>                         |     | <b>2 849 706</b>    | <b>2 849 706</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>1 299</b>    | <b>1 299</b>    | <b>2 851 005</b> | <b>2 745 679</b>       | <b>2 917 980</b>       |
| <b>TOTAL ASSETS</b>                                     |     | <b>3 362 429</b>    | <b>3 362 429</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(69 595)</b> | <b>(69 595)</b> | <b>3 292 834</b> | <b>3 377 446</b>       | <b>3 579 267</b>       |
| <b>LIABILITIES</b>                                      |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| <b>Current liabilities</b>                              |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Bank overdraft  |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Financial liabilities                                   |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Consumer deposits                                       |     | 56 000              | 56 000           | -            | -                  | -                | -                  | -               | -               | 56 000           | 56 000                 | -                      |
| Trade and other payables from exchange transactions     |     | 1 181 695           | 1 181 695        | -            | -                  | -                | -                  | 5 890           | 5 890           | 1 187 585        | 1 285 361              | 1 345 772              |
| Trade and other payables from non-exchange transactions |     | 700                 | 700              | -            | -                  | -                | -                  | -               | -               | 700              | 734                    | 769                    |
| Provisions  |     | 102 454             | 102 454          | -            | -                  | -                | -                  | -               | -               | 102 454          | 107 474                | 112 525                |
| VAT   |     | 31 441              | 31 441           | -            | -                  | -                | -                  | -               | -               | 31 441           | 32 981                 | 34 532                 |
| Other current liabilities                               |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | 5 874                  | 6 150                  |
| <b>Total current liabilities</b>                        |     | <b>1 372 290</b>    | <b>1 372 290</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>5 890</b>    | <b>5 890</b>    | <b>1 346 739</b> | <b>1 488 425</b>       | <b>1 499 749</b>       |
| <b>Non current liabilities</b>                          |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Borrowing   | 1   | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Provisions  | 1   | 155 178             | 155 178          | -            | -                  | -                | -                  | -               | -               | 155 178          | 162 781                | 170 432                |
| Long term portion of trade payables                     |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Other non-current liabilities                           |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| <b>Total non current liabilities</b>                    |     | <b>155 178</b>      | <b>155 178</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>-</b>        | <b>-</b>        | <b>155 178</b>   | <b>162 781</b>         | <b>170 432</b>         |
| <b>TOTAL LIABILITIES</b>                                |     | <b>1 527 467</b>    | <b>1 527 467</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>5 890</b>    | <b>5 890</b>    | <b>1 501 917</b> | <b>1 651 206</b>       | <b>1 670 180</b>       |
| <b>NET ASSETS</b>                                       | 2   | <b>1 834 962</b>    | <b>1 834 962</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(75 485)</b> | <b>(75 485)</b> | <b>1 790 918</b> | <b>1 726 240</b>       | <b>1 909 087</b>       |
| <b>COMMUNITY WEALTH/EQUITY</b>                          |     |                     |                  |              |                    |                  |                    |                 |                 |                  |                        |                        |
| Accumulated Surplus/(Deficit)                           |     | 1 834 962           | 1 834 962        | -            | -                  | -                | -                  | 6 626           | 6 626           | 1 841 589        | 1 726 240              | 1 909 087              |
| Funds and Reserves                                      |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| Other   |     | -                   | -                | -            | -                  | -                | -                  | -               | -               | -                | -                      | -                      |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>                    |     | <b>1 834 962</b>    | <b>1 834 962</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>6 626</b>    | <b>6 626</b>    | <b>1 841 589</b> | <b>1 726 240</b>       | <b>1 909 087</b>       |

MP302 Msukaligwa - Table B7 Adjustments Budget Cash Flows - 24/02/2024

| Description                                      | Ref | Budget Year 2023/24 |                  |              |                    |                  |                    |                |                |                  | Budget Year      | Budget Year      |
|--|-----|---------------------|------------------|--------------|--------------------|------------------|--------------------|----------------|----------------|------------------|------------------|------------------|
|  |     | 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                | +1 2024/25       | +2 2025/26       |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>       |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| <b>Receipts</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Property rates                                   |     | 181 749             | 181 749          | -            | -                  | -                | -                  | (27 000)       | (27 000)       | 154 748          | 190 654          | 199 615          |
| Service charges                                  |     | 394 529             | 394 529          | -            | -                  | -                | -                  | 11 917         | 11 917         | 406 446          | 413 860          | 433 312          |
| Other revenue                                    |     | 75 140              | 75 140           | -            | -                  | -                | -                  | (21 189)       | (21 189)       | 53 951           | 75 926           | 56 395           |
| Transfers and Subsidies - Operational            | 1   | 260 523             | 260 523          | -            | -                  | -                | -                  | -              | -              | 260 523          | 273 289          | 286 133          |
| Transfers and Subsidies - Capital                | 1   | 146 349             | 146 349          | -            | -                  | -                | -                  | 10 000         | 10 000         | 156 349          | 156 114          | 160 735          |
| Interest   |     | 20 305              | 20 305           | -            | -                  | -                | -                  | 3 500          | 3 500          | 23 805           | 4 342            | 22 301           |
| Dividends  |     |                     |                  |              |                    |                  |                    |                |                | -                | -                | -                |
| <b>Payments</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Suppliers and employees                          |     | (900 447)           | (900 447)        | -            | -                  | -                | -                  | 31 109         | 31 109         | (869 338)        | (964 263)        | (959 426)        |
| Finance charges                                  |     | (8 484)             | (8 484)          | -            | -                  | -                | -                  | -              | -              | (8 484)          | (8 900)          | (9 318)          |
| Transfers and Subsidies                          | 1   |                     |                  |              |                    |                  |                    |                |                | -                | -                | -                |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b> |     | <b>169 663</b>      | <b>169 663</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>8 337</b>   | <b>8 337</b>   | <b>178 000</b>   | <b>141 023</b>   | <b>189 748</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>      |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| <b>Receipts</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Proceeds on disposal of PPE                      |     | -                   | -                | -            | -                  | -                | -                  | -              | -              | -                | -                | -                |
| Decrease (increase) in non-current receivables   |     | -                   | -                | -            | -                  | -                | -                  | -              | -              | -                | -                | -                |
| Decrease (increase) in non-current investments   |     | -                   | -                | -            | -                  | -                | -                  | -              | -              | -                | -                | -                |
| <b>Payments</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Capital assets                                   |     | (166 448)           | (166 448)        | -            | -                  | -                | -                  | 2 371          | 2 371          | (164 078)        | (161 114)        | (210 893)        |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b> |     | <b>(166 448)</b>    | <b>(166 448)</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>2 371</b>   | <b>2 371</b>   | <b>(164 078)</b> | <b>(161 114)</b> | <b>(210 893)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>      |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| <b>Receipts</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Short term loans                                 |     |                     |                  |              |                    |                  |                    |                |                | -                | -                | -                |
| Borrowing long term/refinancing                  |     | -                   | -                | -            | -                  | -                | -                  | -              | -              | -                | -                | -                |
| Increase (decrease) in consumer deposits         |     | -                   | -                | -            | -                  | -                | -                  | -              | -              | -                | -                | -                |
| <b>Payments</b>                                  |     |                     |                  |              |                    |                  |                    |                |                |                  |                  |                  |
| Repayment of borrowing                           |     |                     |                  |              |                    |                  |                    |                |                | -                | -                | -                |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b> |     | <b>-</b>            | <b>-</b>         | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>-</b>         | <b>-</b>         | <b>-</b>         |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>     |     | <b>3 215</b>        | <b>3 215</b>     | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>10 708</b>  | <b>10 708</b>  | <b>13 922</b>    | <b>(20 091)</b>  | <b>(21 145)</b>  |
| Cash/cash equivalents at the year begin:         | 2   | 1 200               | 1 200            | -            | -                  | -                | -                  | 77 153         | 77 153         | 78 353           | 1 259            | 1 318            |
| Cash/cash equivalents at the year end:           | 2   | 4 415               | 4 415            | -            | -                  | -                | -                  | 87 861         | 87 861         | 92 276           | (18 833)         | (19 827)         |

MP302 Msukaligwa - Table B8 Cash backed reserves/accumulated surplus reconciliation - 24/02/2024

| 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                |                        |                        |
| <b>Cash and investments available</b>             |     |                     |                  |              |                    |                  |                    |                  |                  |                  |                        |                        |
| Cash/cash equivalents at the year end             | 1   | 4 415               | 4 415            | -            | -                  | -                | -                  | 87 861           | 87 861           | 92 276           | (18 833)               | (19 827)               |
| Other current investments > 90 days               |     | 125 526             | 125 526          | -            | -                  | -                | -                  | (167 076)        | (167 076)        | (41 550)         | 155 070                | 162 295                |
| Non current assets - Investments                  | 1   | -                   | -                | -            | -                  | -                | -                  | -                | -                | -                | -                      | -                      |
| <b>Cash and investments available:</b>            |     | <b>129 941</b>      | <b>129 941</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(79 215)</b>  | <b>(79 215)</b>  | <b>50 725</b>    | <b>136 237</b>         | <b>142 468</b>         |
| <b>Applications of cash and investments</b>       |     |                     |                  |              |                    |                  |                    |                  |                  |                  |                        |                        |
| Unspent conditional transfers                     |     | 700                 | 700              | -            | -                  | -                | -                  | -                | -                | 700              | 734                    | 769                    |
| Unspent borrowing                                 |     |                     |                  |              |                    |                  |                    |                  |                  | -                | -                      | -                      |
| Statutory requirements                            |     |                     |                  |              |                    |                  |                    |                  |                  | -                | -                      | -                      |
| Other working capital requirements                | 2   | 953 518             | 953 518          |              |                    |                  |                    | 44 287           | 44 287           | 997 805          | 987 787                | 1 044 315              |
| Other provisions                                  |     |                     |                  |              |                    |                  |                    |                  |                  | -                | -                      | -                      |
| Long term investments committed                   |     | -                   | -                | -            | -                  | -                | -                  | -                | -                | -                | -                      | -                      |
| Reserves to be backed by cash/investments         |     | -                   | -                | -            | -                  | -                | -                  | -                | -                | -                | -                      | -                      |
| <b>Total Application of cash and investments:</b> |     | <b>954 218</b>      | <b>954 218</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>44 287</b>    | <b>44 287</b>    | <b>998 505</b>   | <b>988 521</b>         | <b>1 045 084</b>       |
| <b>Surplus(shortfall)</b>                         |     | <b>(824 277)</b>    | <b>(824 277)</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(123 502)</b> | <b>(123 502)</b> | <b>(947 780)</b> | <b>(852 284)</b>       | <b>(902 616)</b>       |

