



Dr. Beyers Naudé
MUNICIPALITY | MUNISIPALITEIT | UMASIPALA
rising together for development

FIRST ADJUSTMENT BUDGET 2024/2025

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PART 1 – ADJUSTMENTS BUDGET

CHAPTER 1

MAYOR'S REPORT

Madam Speaker, fellow Councillors, and officials. It has become necessary to table our first adjustment budget for 2024/25.

In terms of section 28 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) a municipality may revise an approved budget through an adjustment budget.

Municipal adjustments budgets: -

- must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year.
- 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;
- may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- may authorise the utilisation of projected savings in one vote towards spending under another vote;
- may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by council;
- may correct any errors in the annual budget; and
- may provide for any other expenditure within a prescribed framework.

Section 23 of the Municipal Finance Management Act, 2003 (56/2003): Municipal budget and reporting regulations stipulates as follows: -

Timeframes for tabling of adjustments budgets

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

National Treasury has indicated that according to their adjustments budget, allocates or transfers additional revenues to the municipality.

The main reasons for the first adjustment budget could be summarised as follow: -

- Correction of Rates and Service charges
- Implementation of ward-based budgeting
- Grant allocation changes – MDRG and WSIG Grants
- Upward adjustment of overperforming revenue categories
- Reduction of grants to be received, UISPG and ECDHG
- Revision of the MIG plan
- Additional funding through Disaster Management Grant
- Transfer of WSIG project to OPEX (Retrofit toilet project)
- Bulk purchases (Eskom and SSEG)
- Employee cost (Overtime electrical department)
- Reduction of Repairs and Maintenance (Electrical)
- Interest paid (Eskom, SARS and other creditors)
- General Expenses
 - Meter reading device license fees - FMG
 - Chemicals for water purification
 - Travelling and subsistence (Traffic and Fire)
 - Adverts and printing
 - Town planning services (Informal settlements and SDF review)
 - Litigation and Legal costs
- Contracted services
 - WSIG retrofit toilet project
 - Security Services

CHAPTER 2

COUNCIL RESOLUTION

The Council of Dr Beyers Naude Municipality at a meeting on 26 February 2025 considered the first adjustment budget for 2024/25 for approval.

Council resolved:

- 1) That Council approves the First Adjustment Budget for 2024/2025 MTREF.
- 2) That within ten (10) working days after the Municipal Council has approved the First Adjustments Budget the Municipal Manager must in accordance with Section 21A of the Municipal Systems Act make public the approved First Adjustments Budget and supporting documentation, as well as the resolutions referred to in Regulation 25(3).
- 3) That within ten (10) working days after the Municipal Council has approved the First Adjustments Budget it be submitted to National and Provincial Treasury.
- 4) That the SDBIP be revised to include the changes to performance indicators as per First adjustment budget.

CHAPTER 3

EXECUTIVE SUMMARY

The main reasons for the first adjustment budget could be summarised as follow: -

- Correction of Rates and Service charges
- Implementation of ward-based budgeting
- Grant allocation changes – MDRG and WSIG Grants
- Upward adjustment of overperforming revenue categories
- Reduction of grants to be received, UISPG and ECDHG
- Revision of the MIG plan
- Additional funding through Disaster Management Grant
- Transfer of WSIG project to OPEX (Retrofit toilet project)
- Bulk purchases (Eskom and SSEG)
- Employee cost (Overtime electrical department)
- Reduction of Repairs and Maintenance (Electrical)
- Interest paid (Eskom, SARS and other creditors)
- General Expenses
 - Meter reading device license fees - FMG
 - Chemicals for water purification
 - Travelling and subsistence (Traffic and Fire)
 - Adverts and printing
 - Town planning services (Informal settlements and SDF review)
 - Litigation and Legal costs
- Contracted services
 - WSIG retrofit toilet project
 - Security Services
- Adjustments to various expenditure categories to avoid unauthorised expenditure.
- Ensuring alignment between mSCOA data strings and budget returns

A summary of the operational adjustment budget is as follows:

Choose name from list - Table B1 Adjustments Budget Summary -

Description	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	51 761	-	-	-	-	-	-	-	51 761	-	-
Service charges	311 209	-	-	-	-	-	-	-	311 209	-	-
Investment revenue	1 196	-	-	-	-	-	-	-	1 196	-	-
Transfers recognised - operational	163 164	-	-	-	-	-	(19 339)	(19 339)	143 825	-	-
Other own revenue	39 681	-	-	-	-	-	3 138	3 138	42 819	-	-
Total Revenue (excluding capital transfers and contributions)	567 011	-	-	-	-	-	(16 201)	(16 201)	550 809	-	-
Employee costs	191 388	-	-	-	-	-	850	850	192 238	-	-
Remuneration of councillors	10 255	-	-	-	-	-	-	-	10 255	-	-
Depreciation & asset impairment	74 277	-	-	-	-	-	6 592	6 592	80 869	-	-
Finance charges	-	-	-	-	-	-	30 572	30 572	30 572	-	-
Inventory consumed and bulk purchases	124 860	-	-	-	-	-	22 564	22 564	147 424	-	-
Transfers and subsidies	150	-	-	-	-	-	-	-	150	-	-
Other expenditure	144 561	-	-	-	-	-	47 673	47 673	192 234	-	-
Total Expenditure	545 491	-	-	-	-	-	108 251	108 251	653 742	-	-
Surplus/(Deficit)	21 520	-	-	-	-	-	(124 452)	(124 452)	(102 933)	-	-

As can be seen expenditure will increase by R108 million and revenue R1.6 million resulting in an operating deficit of R102 million. The deficit is R102 million from a surplus of R21 million.

CHAPTER 4

BUDGET TABLES

Choose name from list - Table B1 Adjustments Budget Summary -

Description	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	51 761	-	-	-	-	-	-	-	51 761	-	-
Service charges	311 209	-	-	-	-	-	-	-	311 209	-	-
Investment revenue	1 196	-	-	-	-	-	-	-	1 196	-	-
Transfers recognised - operational	163 164	-	-	-	-	-	(19 339)	(19 339)	143 825	-	-
Other own revenue	39 681	-	-	-	-	-	3 138	3 138	42 819	-	-
Total Revenue (excluding capital transfers and contributions)	567 011	-	-	-	-	-	(16 201)	(16 201)	550 809	-	-
Employee costs	191 388	-	-	-	-	-	850	850	192 238	-	-
Remuneration of councillors	10 255	-	-	-	-	-	-	-	10 255	-	-
Depreciation & asset impairment	74 277	-	-	-	-	-	6 592	6 592	80 869	-	-
Finance charges	-	-	-	-	-	-	30 572	30 572	30 572	-	-
Inventory consumed and bulk purchases	124 860	-	-	-	-	-	22 564	22 564	147 424	-	-
Transfers and subsidies	150	-	-	-	-	-	-	-	150	-	-
Other expenditure	144 561	-	-	-	-	-	47 673	47 673	192 234	-	-
Total Expenditure	545 491	-	-	-	-	-	108 251	108 251	653 742	-	-
Surplus/(Deficit)	21 520	-	-	-	-	-	(124 452)	(124 452)	(102 933)	-	-
Transfers and subsidies - capital (monetary allocations)	52 682	-	-	-	-	-	17 811	17 811	70 493	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-
Capital expenditure & funds sources											
Capital expenditure	74 152	-	-	-	-	-	(6 823)	(6 823)	67 329	-	-
Transfers recognised - capital	71 452	-	-	-	-	-	(6 823)	(6 823)	64 629	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	2 700	-	-	-	-	-	-	-	2 700	-	-
Total sources of capital funds	74 152	-	-	-	-	-	(6 823)	(6 823)	67 329	-	-
Financial position											
Total current assets	249 248	-	-	-	-	-	(173 886)	(173 886)	75 362	-	-
Total non current assets	1 121 674	-	-	-	-	-	1 098	1 098	1 122 772	-	-
Total current liabilities	703 362	-	-	-	-	-	(14 395)	(14 395)	688 967	-	-
Total non current liabilities	77 414	-	-	-	-	-	3 215	3 215	80 629	-	-
Community wealth/Equity	590 145	-	-	-	-	-	(161 608)	(161 608)	428 538	-	-
Cash flows											
Net cash from (used) operating	376 950	-	-	-	-	-	(349 358)	(349 358)	27 593	-	-
Net cash from (used) investing	(74 152)	-	-	-	-	-	6 823	6 823	(67 329)	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	303 795	-	-	-	-	-	(342 535)	(342 535)	(38 740)	-	-
Cash backing/surplus reconciliation											
Cash and investments available	119 026	-	-	-	-	-	(120 938)	(120 938)	(1 912)	-	-
Application of cash and investments	492 350	-	-	-	-	-	119 666	119 666	612 015	-	-
Balance - surplus (shortfall)	(373 324)	-	-	-	-	-	(240 604)	(240 604)	(613 928)	-	-
Asset Management											
Asset register summary (WDV)	990 274	-	-	-	-	-	33 863	33 863	1 024 137	-	-
Depreciation	65 308	-	-	-	-	-	-	-	65 308	-	-
Renewal and Upgrading of Existing Assets	23 301	-	-	-	-	-	6 046	6 046	29 347	-	-
Repairs and Maintenance	42 325	-	-	-	-	-	(850)	(850)	41 475	-	-
Free services											
Cost of Free Basic Services provided	27 949	-	-	-	-	-	-	-	27 949	-	-
Revenue cost of free services provided	(221)	-	-	-	-	-	-	-	(221)	-	-
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

Standard Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjsts.	Total Adjsts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Governance and administration		183 780	-	-	-	-	-	-	-	183 780	-	-
Executive and council		162	-	-	-	-	-	-	-	162	-	-
Finance and administration		183 618	-	-	-	-	-	-	-	183 618	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		36 572	-	-	-	-	-	(19 339)	(19 339)	17 233	-	-
Community and social services		3 248	-	-	-	-	-	-	-	3 248	-	-
Sport and recreation		63	-	-	-	-	-	-	-	63	-	-
Public safety		3 999	-	-	-	-	-	-	-	3 999	-	-
Housing		29 263	-	-	-	-	-	(19 339)	(19 339)	9 924	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		34 700	-	-	-	-	-	3 122	3 122	37 821	-	-
Planning and development		1 988	-	-	-	-	-	-	-	1 988	-	-
Road transport		30 380	-	-	-	-	-	3 122	3 122	33 501	-	-
Environmental protection		2 332	-	-	-	-	-	-	-	2 332	-	-
Trading services		364 586	-	-	-	-	-	17 827	17 827	382 413	-	-
Energy sources		142 744	-	-	-	-	-	16	16	142 761	-	-
Water management		89 332	-	-	-	-	-	17 811	17 811	107 143	-	-
Waste water management		83 769	-	-	-	-	-	-	-	83 769	-	-
Waste management		48 740	-	-	-	-	-	-	-	48 740	-	-
Other		55	-	-	-	-	-	-	-	55	-	-
Total Revenue - Functional	2	619 693	-	-	-	-	-	1 610	1 610	621 302	-	-
Expenditure - Functional												
Governance and administration		143 520	-	-	-	-	-	41 924	41 924	185 444	-	-
Executive and council		32 849	-	-	-	-	-	5 099	5 099	37 948	-	-
Finance and administration		109 240	-	-	-	-	-	36 826	36 826	146 066	-	-
Internal audit		1 431	-	-	-	-	-	-	-	1 431	-	-
Community and public safety		40 840	-	-	-	-	-	3 984	3 984	44 824	-	-
Community and social services		7 485	-	-	-	-	-	(415)	(415)	7 070	-	-
Sport and recreation		20 904	-	-	-	-	-	4 052	4 052	24 956	-	-
Public safety		9 310	-	-	-	-	-	180	180	9 490	-	-
Housing		262	-	-	-	-	-	-	-	262	-	-
Health		2 879	-	-	-	-	-	167	167	3 046	-	-
Economic and environmental services		59 856	-	-	-	-	-	2 873	2 873	62 729	-	-
Planning and development		23 438	-	-	-	-	-	(27)	(27)	23 412	-	-
Road transport		34 085	-	-	-	-	-	2 900	2 900	36 985	-	-
Environmental protection		2 332	-	-	-	-	-	-	-	2 332	-	-
Trading services		298 838	-	-	-	-	-	55 676	55 676	354 514	-	-
Energy sources		154 883	-	-	-	-	-	29 564	29 564	184 447	-	-
Water management		68 129	-	-	-	-	-	8 533	8 533	76 662	-	-
Waste water management		48 640	-	-	-	-	-	13 791	13 791	62 431	-	-
Waste management		27 186	-	-	-	-	-	3 788	3 788	30 974	-	-
Other		2 438	-	-	-	-	-	3 793	3 793	6 231	-	-
Total Expenditure - Functional	3	545 491	-	-	-	-	-	108 251	108 251	653 742	-	-
Surplus/ (Deficit) for the year		74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-

Choose name from list - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Revenue by Vote	1											
Vote 1 - COUNCIL (10: IE)		162	-	-	-	-	-	-	-	162	-	-
Vote 2 - MUNICIPAL MANAGER (11: IE)		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES: ADMINSTRN (12: IE)		7 200	-	-	-	-	-	-	-	7 200	-	-
Vote 4 - CORPORATE SERVICES: COMM SERV (13: IE)		52 049	-	-	-	-	-	-	-	52 049	-	-
Vote 5 - CORPORATE SERVICES: PROTECTION (14: IE)		10 133	-	-	-	-	-	3 122	3 122	13 255	-	-
Vote 6 - FINANCIAL SERVICES (16: IE)		177 095	-	-	-	-	-	-	-	177 095	-	-
Vote 7 - TECHNICAL SERVICES: ENGINEERING (18: IE)		230 310	-	-	-	-	-	(1 528)	(1 528)	228 782	-	-
Vote 8 - TECHNICAL SERVICES: ELECTRICAL (19: IE)		142 744	-	-	-	-	-	16	16	142 761	-	-
Total Revenue by Vote	2	619 693	-	-	-	-	-	1 610	1 610	621 303	-	-
Expenditure by Vote	1											
Vote 1 - COUNCIL (10: IE)		12 608	-	-	-	-	-	-	-	12 608	-	-
Vote 2 - MUNICIPAL MANAGER (11: IE)		23 803	-	-	-	-	-	3 514	3 514	27 316	-	-
Vote 3 - CORPORATE SERVICES: ADMINSTRN (12: IE)		44 430	-	-	-	-	-	1 100	1 100	45 530	-	-
Vote 4 - CORPORATE SERVICES: COMM SERV (13: IE)		55 753	-	-	-	-	-	12 360	12 360	68 113	-	-
Vote 5 - CORPORATE SERVICES: PROTECTION (14: IE)		16 666	-	-	-	-	-	3 080	3 080	19 746	-	-
Vote 6 - FINANCIAL SERVICES (16: IE)		70 991	-	-	-	-	-	36 356	36 356	107 347	-	-
Vote 7 - TECHNICAL SERVICES: ENGINEERING (18: IE)		166 357	-	-	-	-	-	22 277	22 277	188 634	-	-
Vote 8 - TECHNICAL SERVICES: ELECTRICAL (19: IE)		154 883	-	-	-	-	-	29 564	29 564	184 447	-	-
Total Expenditure by Vote	2	545 491	-	-	-	-	-	108 251	108 251	653 742	-	-
Surplus/ (Deficit) for the year	2	74 202	-	-	-	-	-	(106 641)	(106 641)	(32 439)	-	-

Choose name from list - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

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 Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	4	5	6	7	8	9	10			
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	142 179	-	-	-	-	-	-	-	142 179	-	-
Service charges - Water	2	56 426	-	-	-	-	-	-	-	56 426	-	-
Service charges - Waste Water Management	2	71 016	-	-	-	-	-	-	-	71 016	-	-
Service charges - Waste Management	2	41 588	-	-	-	-	-	-	-	41 588	-	-
Sale of Goods and Rendering of Services		2 153	-	-	-	-	-	-	-	2 153	-	-
Agency services		5 841	-	-	-	-	-	-	-	5 841	-	-
Interest		-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		13 234	-	-	-	-	-	-	-	13 234	-	-
Interest earned from Current and Non Current Assets		1 196	-	-	-	-	-	-	-	1 196	-	-
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		2 127	-	-	-	-	-	-	-	2 127	-	-
Licence and permits		964	-	-	-	-	-	-	-	964	-	-
Operational Revenue		8 453	-	-	-	-	-	-	-	8 453	-	-
Non-Exchange Revenue												
Property rates	2	51 761	-	-	-	-	-	-	-	51 761	-	-
Surcharges and Taxes		4 155	-	-	-	-	-	-	-	4 155	-	-
Fines, penalties and forfeits		94	-	-	-	-	-	3 138	3 138	3 231	-	-
Licences or permits		-	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		163 164	-	-	-	-	-	(19 339)	(19 339)	143 825	-	-
Interest		2 661	-	-	-	-	-	-	-	2 661	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		567 011	-	-	-	-	-	(16 201)	(16 201)	550 809	-	-
Expenditure By Type												
Employee related costs		191 388	-	-	-	-	-	850	850	192 238	-	-
Remuneration of councillors		10 255	-	-	-	-	-	-	-	10 255	-	-
Bulk purchases - electricity		120 107	-	-	-	-	-	22 564	22 564	142 671	-	-
Inventory consumed		4 753	-	-	-	-	-	-	-	4 753	-	-
Debt impairment		8 969	-	-	-	-	-	6 592	6 592	15 560	-	-
Depreciation and amortisation		65 308	-	-	-	-	-	-	-	65 308	-	-
Interest		-	-	-	-	-	-	30 572	30 572	30 572	-	-
Contracted services		24 460	-	-	-	-	-	45 028	45 028	69 488	-	-
Transfers and subsidies		150	-	-	-	-	-	-	-	150	-	-
Irrecoverable debts written off		4 829	-	-	-	-	-	0	0	4 829	-	-
Operational costs		115 272	-	-	-	-	-	2 645	2 645	117 917	-	-
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		545 491	-	-	-	-	-	108 251	108 251	653 742	-	-
Surplus/(Deficit)		21 520	-	-	-	-	-	(124 452)	(124 452)	(102 933)	-	-
Transfers and subsidies - capital (monetary allocations)		52 682	-	-	-	-	-	17 811	17 811	70 493	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	1	74 202	-	-	-	-	-	(106 641)	(106 641)	(32 440)	-	-

Choose name from list - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

[illegible]

Choose name from list - Table B6 Adjustments Budget Financial Position -

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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
ASSETS												
Current assets												
Cash and cash equivalents		66 063		-	-	-	-	(100 659)	(100 659)	(34 596)	-	-
Trade and other receivables from exchange transactions	1	57 790	-	-	-	-	-	(49 446)	(49 446)	8 344	-	-
Receivables from non-exchange transactions	1	52 963	-	-	-	-	-	(20 279)	(20 279)	32 684	-	-
Current portion of non-current receivables	2	-		-	-	-	-	-	-	-	-	-
Inventory		9 402	-	-	-	-	-	(4 447)	(4 447)	4 955	-	-
VAT		64 338		-	-	-	-	(893)	(893)	63 445	-	-
Other current assets		(1 309)		-	-	-	-	1 838	1 838	529	-	-
Total current assets		249 248	-	-	-	-	-	(173 886)	(173 886)	75 362	-	-
Non current assets												
Investments		-		-	-	-	-	-	-	-	-	-
Investment property		25 230		-	-	-	-	853	853	26 083	-	-
Property, plant and equipment	3	1 084 896	-	-	-	-	-	696	696	1 085 592	-	-
Biological assets		-		-	-	-	-	-	-	-	-	-
Living and non-living resources		-		-	-	-	-	-	-	-	-	-
Heritage assets		11 098		-	-	-	-	-	-	11 098	-	-
Intangible assets		0		-	-	-	-	-	-	0	-	-
Trade and other receivables from exchange transactions		-		-	-	-	-	-	-	-	-	-
Non-current receivables from non-exchange transactions		-		-	-	-	-	-	-	-	-	-
Other non-current assets		451		-	-	-	-	(451)	(451)	-	-	-
Total non current assets		1 121 674	-	-	-	-	-	1 098	1 098	1 122 772	-	-
TOTAL ASSETS		1 370 922	-	-	-	-	-	(172 788)	(172 788)	1 198 134	-	-
LIABILITIES												
Current liabilities												
Bank overdraft		-		-	-	-	-	-	-	-	-	-
Financial liabilities		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits		3 935		-	-	-	-	(30)	(30)	3 905	-	-
Trade and other payables from exchange transactions		638 714	-	-	-	-	-	(3 915)	(3 915)	634 799	-	-
Trade and other payables from non-exchange transactions		13 269	-	-	-	-	-	(13 269)	(13 269)	-	-	-
Provisions		13 225		-	-	-	-	211	211	13 437	-	-
VAT		34 219		-	-	-	-	2 608	2 608	36 827	-	-
Other current liabilities		-		-	-	-	-	-	-	-	-	-
Total current liabilities		703 362	-	-	-	-	-	(14 395)	(14 395)	688 967	-	-
Non current liabilities												
Borrowing	1	7 755	-	-	-	-	-	3 215	3 215	10 969	-	-
Provisions	1	41 407	-	-	-	-	-	-	-	41 407	-	-
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		28 253		-	-	-	-	-	-	28 253	-	-
Total non current liabilities		77 414	-	-	-	-	-	3 215	3 215	80 629	-	-
TOTAL LIABILITIES		780 776	-	-	-	-	-	(11 180)	(11 180)	769 596	-	-
NET ASSETS	2	590 145	-	-	-	-	-	(161 608)	(161 608)	428 538	-	-
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		577 103	-	-	-	-	-	(161 608)	(161 608)	415 496	-	-
Funds and Reserves		13 042	-	-	-	-	-	-	-	13 042	-	-
Other												
TOTAL COMMUNITY WEALTH/EQUITY		590 145	-	-	-	-	-	(161 608)	(161 608)	428 538	-	-

Choose name from list - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2023/24									Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		55 008		-	-	-	-	-	55 008		-	-
Service charges		330 191		-	-	-	-	(6 575)	323 615		-	-
Other revenue		466 610		-	-	-	-	(440 192)	26 418		-	-
Transfers and Subsidies - Operational	1	131 971		-	-	-	-	(19 339)	112 631		-	-
Transfers and Subsidies - Capital	1	52 682		-	-	-	-	17 811	70 493		-	-
Interest		1 440		-	-	-	-	(243)	1 196		-	-
Dividends		-		-	-	-	-	-	-		-	-
Payments												
Suppliers and employees		(660 950)		-	-	-	-	99 181	(561 769)		-	-
Finance charges		-		-	-	-	-	-	-		-	-
Transfers and Subsidies	1	-		-	-	-	-	-	-		-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		376 950	-	-	-	-	-	(349 358)	(349 358)	27 593	-	-
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-		-	-	-	-	-	-		-	-
Decrease (increase) in non-current receivables		-		-	-	-	-	-	-		-	-
Decrease (increase) in non-current investments		-		-	-	-	-	-	-		-	-
Payments												
Capital assets		(74 152)		-	-	-	-	6 823	(67 329)		-	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(74 152)	-	-	-	-	-	6 823	(67 329)	-	-	-
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-		-	-	-	-	-	-		-	-
Borrowing long term/refinancing		-		-	-	-	-	-	-		-	-
Increase (decrease) in consumer deposits		-		-	-	-	-	-	-		-	-
Payments												
Repayment of borrowing		-		-	-	-	-	-	-		-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD												
Cash/cash equivalents at the year begin:	2	996		-	-	-	-	-	996		-	-
Cash/cash equivalents at the year end:	2	303 795	-	-	-	-	-	(342 535)	(38 740)	-	-	-

Choose name from list - Table B8 Cash backed reserves/accumulated surplus reconciliation -

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	
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	303 795	-	-	-	-	-	(342 535)	(342 535)	(38 740)	-	-
Other current investments > 90 days		(184 769)	-	-	-	-	-	221 597	221 597	36 828	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		119 026	-	-	-	-	-	(120 938)	(120 938)	(1 912)	-	-
Applications of cash and investments												
Unspent conditional transfers		13 269	-	-	-	-	-	(13 269)	(13 269)	-	-	-
Unspent borrowing									-	-		
Statutory requirements									-	-		
Other working capital requirements	2	471 548	-					132 935	132 935	604 482	-	-
Other provisions									-	-		
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		7 533	-					-	-	7 533	-	-
Total Application of cash and investments:		492 350	-	-	-	-	-	119 666	119 666	612 015	-	-
Surplus(shortfall)		(373 324)	-	-	-	-	-	(240 604)	(240 604)	(613 928)	-	-

Choose name from list - Table B9 Asset Management -

Description	Ref	Budget Year 2023/24										Budget Year +1	Budget Year +2
		Original Budget A	Prior Adjusted 7 A1	Accum. Funds B	Multi-year capital C	Unfore. Unavoid. 10 D	Net. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	2024/25 Adjusted Budget	2025/26 Adjusted Budget	
R thousands													
CAPITAL EXPENDITURE													
Total New Assets to be adjusted	1	50 851	—	—	—	—	—	(12 869)	(12 869)	37 982	—	—	—
Roads Infrastructure		—	—	—	—	—	—	6 410	6 410	6 410	—	—	—
Storm water Infrastructure		1 000	—	—	—	—	—	—	—	1 000	—	—	—
Electrical Infrastructure		20 098	—	—	—	—	—	—	—	20 098	—	—	—
Water Supply Infrastructure		700	—	—	—	—	—	—	—	700	—	—	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Infrastructure		21 798	—	—	—	—	—	6 410	6 410	28 208	—	—	—
Community Facilities		9 910	—	—	—	—	—	(4 910)	(4 910)	5 000	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Community Assets		9 910	—	—	—	—	—	(4 910)	(4 910)	5 000	—	—	—
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		—	—	—	—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—	—	—	—
Other Assets		18 013	—	—	—	—	—	(14 813)	(14 813)	3 200	—	—	—
Biological or Cultivated Assets		18 013	—	—	—	—	—	(14 813)	(14 813)	3 200	—	—	—
Services		—	—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—	—	—	—
Computer Equipment		720	—	—	—	—	—	(333)	(333)	387	—	—	—
Furniture and Office Equipment		80	—	—	—	—	—	97	97	177	—	—	—
Machinery and Equipment		330	—	—	—	—	—	150	150	480	—	—	—
Transport Assets		—	—	—	—	—	—	530	530	530	—	—	—
Land		—	—	—	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—	—	—	—
Mature		—	—	—	—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—	—	—	—
Living Resources		—	—	—	—	—	—	—	—	—	—	—	—
Total Renewal of Existing Assets to be adjusted	2	140	—	—	—	—	—	—	—	140	—	—	—
Roads Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Storm water Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Water Supply Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Sanitation Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Community Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Community Assets		—	—	—	—	—	—	—	—	—	—	—	—
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		—	—	—	—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—	—	—	—
Other Assets		—	—	—	—	—	—	—	—	—	—	—	—
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—	—	—	—
Services		—	—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—	—	—	—
Computer Equipment		70	—	—	—	—	—	—	—	70	—	—	—
Furniture and Office Equipment		70	—	—	—	—	—	—	—	70	—	—	—
Machinery and Equipment		—	—	—	—	—	—	—	—	—	—	—	—
Transport Assets		—	—	—	—	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—	—	—	—
Mature		—	—	—	—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—	—	—	—
Living Resources		—	—	—	—	—	—	—	—	—	—	—	—
Total Upgrading of Existing Assets to be adjusted	2a	23 161	—	—	—	—	—	6 046	6 046	29 207	—	—	—
Roads Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Storm water Infrastructure		9 794	—	—	—	—	—	(6 023)	(6 023)	67 339	—	—	—
Electrical Infrastructure		—	—	—	—	—	—	6 410	6 410	6 410	—	—	—
Water Supply Infrastructure		3 053	—	—	—	—	—	(6 059)	(6 059)	9 185	—	—	—
Sanitation Infrastructure		10 314	—	—	—	—	—	553	553	3 608	—	—	—
Solid Waste Infrastructure		—	—	—	—	—	—	6 102	6 102	16 416	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Infrastructure		23 161	—	—	—	—	—	6 046	6 046	29 207	—	—	—
Community Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Community Assets		—	—	—	—	—	—	—	—	—	—	—	—
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		—	—	—	—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—	—	—	—
Other Assets		—	—	—	—	—	—	—	—	—	—	—	—
Biological or Cultivated Assets		—	—	—	—	—	—	—	—	—	—	—	—
Services		—	—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—	—	—	—
Computer Equipment		70	—	—	—	—	—	—	—	70	—	—	—
Furniture and Office Equipment		70	—	—	—	—	—	—	—	70	—	—	—
Machinery and Equipment		—	—	—	—	—	—	—	—	—	—	—	—
Transport Assets		—	—	—	—	—	—	—	—	—	—	—	—
Land		—	—	—	—	—	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals		—	—	—	—	—	—	—	—	—	—	—	—
Mature		—	—	—	—	—	—	—	—	—	—	—	—
Immature		—	—	—	—	—	—	—	—	—	—	—	—
Living Resources		—	—	—	—	—	—	—	—	—	—	—	—
Total Capital Expenditure to be adjusted	4	74 152	—	—	—	—	—	(6 823)	(6 823)	67 329	—	—	—
Roads Infrastructure		9 920 274	—	—	—	—	—	33 863	33 863	1 024 137	—	—	—
Storm water Infrastructure		(371 647)	—	—	—	—	—	42 287	42 287	(329 360)	—	—	—
Electrical Infrastructure		1 000	—	—	—	—	—	(6 059)	(6 059)	1 000	—	—	—
Water Supply Infrastructure		1 136 216	—	—	—	—	—	553	553	1 136 771	—	—	—
Sanitation Infrastructure		5 754	—	—	—	—	—	6 102	6 102	11 856	—	—	—
Solid Waste Infrastructure		16 158	—	—	—	—	—	(7 119)	(7 119)	15 439	—	—	—
Rail Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Coastal Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Information and Communication Infrastructure		—	—	—	—	—	—	—	—	—	—	—	—
Infrastructure		44 959	—	—	—	—	—	12 456	12 456	57 415	—	—	—
Community Facilities		9 910	—	—	—	—	—	(4 910)	(4 910)	5 000	—	—	—
Sport and Recreation Facilities		—	—	—	—	—	—	—	—	—	—	—	—
Community Assets		9 910	—	—	—	—	—	(4 910)	(4 910)	5 000	—	—	—
Heritage Assets		—	—	—	—	—	—	—	—	—	—	—	—
Revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Non-revenue Generating		—	—	—	—	—	—	—	—	—	—	—	—
Investment properties		—	—	—	—	—	—	—	—	—	—	—	—
Operational Buildings		—	—	—	—	—	—	—	—	—	—	—	—
Housing		—	—	—	—	—	—	—	—	—	—	—	—
Other Assets		18 013	—	—	—	—	—	(14 813)	(14 813)	3 200	—	—	—
Biological or Cultivated Assets		18 013	—	—	—	—	—	(14 813)	(14 813)	3 200	—	—	—
Services		—	—	—	—	—	—	—	—	—	—	—	—
Licences and Rights		—	—	—	—	—	—	—	—	—	—	—	—
Intangible Assets		—	—	—	—	—	—	—	—	—	—	—	—
Computer Equipment		790	—	—	—	—	—	(333)	(333)	457	—		

Choose name from list - Table B10 Basic service delivery measurement -

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
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling									-	-		
Piped water inside yard (but not in dwelling)									-	-		
Using public tap (at least min.service level)	2								-	-		
Other water supply (at least min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3								-	-		
Other water supply (< min.service level)	3,4								-	-		
No water supply									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									-	-		
Flush toilet (with septic tank)									-	-		
Chemical toilet									-	-		
Pit toilet (ventilated)									-	-		
Other toilet provisions (> min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Bucket toilet									-	-		
Other toilet provisions (< min.service level)									-	-		
No toilet provisions									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Energy:												
Electricity (at least min. service level)									-	-		
Electricity - prepaid (> min.service level)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Electricity (< min.service level)									-	-		
Electricity - prepaid (< min. service level)									-	-		
Other energy sources									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Refuse:												
Removed at least once a week (min.service)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week									-	-		
Using communal refuse dump									-	-		
Using own refuse dump									-	-		
Other rubbish disposal									-	-		
No rubbish disposal									-	-		
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-	-	-
Informal Settlements												
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		6 127	-	-	-	-	-	-	-	6 127	-	-
Sanitation (free sanitation service to indigent households)		12 727	-	-	-	-	-	-	-	12 727	-	-
Electricity/other energy (50kwh per indigent household per month)		1 942	-	-	-	-	-	-	-	1 942	-	-
Refuse (removed once a week for indigent households)		7 153	-	-	-	-	-	-	-	7 153	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-	-	-
Total cost of FBS provided		27 949	-	-	-	-	-	-	-	27 949	-	-
Highest level of free service provided												
Property rates (R'000 value threshold)									-	-		
Water (kilolitres per household per month)									-	-		
Sanitation (kilolitres per household per month)									-	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)									-	-		
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000)	17											
Property rates (briff adjustment) (impermissible values per section 17 of MPRA)									-	-		
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		(221)	-	-	-	-	-	-	-	(221)	-	-
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates									-	-		
Housing - top structure subsidies									-	-		
Other									-	-		
Total revenue cost of subsidised services provided	6	(221)	-	-	-	-	-	-	-	(221)	-	-

PART 2 – SUPPORTING DOCUMENTATION

CHAPTER 5

ADJUSTMENTS TO BUDGET ASSUMPTIONS

When preparing a budget, certain assumptions are usually made. When compiling the annual budget for 2024/25 certain assumptions was made with regards to external factors and the current economic climate. Only one assumption made in the original budget changed during the compilation of the first adjustment budget and that is:

- No growth in revenue sources has been provided for in view of current consumption trends in municipal services.

During the adjustment budget the growth in revenue sources has been provided for in line with the revenue enhancement strategies implemented.

Below is summary of original assumptions made:

- 1) The municipal fiscal environment is influenced by a variety of macro-economic control measures.
- 2) National Treasury provides guidelines on the ceiling of year-on-year increases in the total Operating Budget, whilst the National Electricity Regulator of South Africa (NERSA) regulates bulk electricity tariff increases.
- 3) The Municipality's employee related costs are also influenced by collective agreements concluded in the South African Local Government Bargaining Council.
- 4) Various government departments also affect municipal service delivery through the level of grants and subsidies.
- 5) The following principles and guidelines directly informed the compilation of the Budget:
 - The priorities and targets, relating to the key strategic focus areas, as outlined in the IDP.
 - The need to enhance the municipality's revenue base.
 - The level of property rates and tariff increases to consider the need to address maintenance and infrastructural backlogs, including the expansion of services.
 - The level of property rates and tariff increases to ensure the delivery of services on a financially sustainable basis.
 - Raising of loan funding should be considered to address critical needs.
 - No growth in revenue sources has been provided for in view of current consumption trends in municipal services.
 - The growth in property rates income has been provided for as per valuation roll.
 - Restructuring of major trade creditors over long term periods to ensure financial sustainability and a funded budget
 - Restructuring of tariffs to uniform tariffs and ensuring baseline tariff as per cost of supply study

The Municipality is still facing the following significant challenges

Budget:

- Fully implementing cost containment measures.
- Maintaining revenue collection rates at the targeted levels.
- Maintaining electricity and water losses at acceptable levels.
- Dealing with an unfunded budget of the past and measures to address this in the future
- Creditors inherited from former municipalities which is still placing financial strain on the cash flow and hence the restructuring of creditors over long term period
- Introducing cost reflective tariffs
- Allocation of the required budget provision for the rehabilitation and maintenance of infrastructure;
- Maintaining an acceptable cost coverage ratio.

The municipality is facing severe cashflow constraints and does not have any cash-backed reserves that could assist in the relief of monthly cashflow constraints. Cost containment measures have been implemented and a revised Financial Recovery Plan was approved by Council. The Cost Containment and Long-Term Financial Planning Policies have been developed and were approved with the 2024/2025 budget.

The Credit Control Policy is being implemented and electricity is disconnected and blocked monthly when accounts are in arrears. Indigent applications are still being processed and verified. There is continuous interaction with government departments to ensure they pay their outstanding accounts.

Payment arrangements have been entered into with Auditor General, Department of Transport and other creditors. None is in place with Eskom as the matter is sub judice.

ADJUSTMENTS TO REVENUE

Revenue estimates have been changed due to the implementation of cost reflective tariffs, ward-based budgeting, and reduction of grant funding.

- Correction of Rates and Service charges
- Implementation of ward-based budgeting
- Grant allocation changes – MDRG and WSIG Grants
- Upward adjustment of overperforming revenue categories

ADJUSTMENT TO EXPENDITURE

- Bulk purchases (Eskom and SSEG)
- Employee cost (Overtime electrical department)
- Reduction of Repairs and Maintenance (Electrical)
- Interest paid (Eskom, SARS and other creditors)
- General Expenses
 - Meter reading device license fees - FMG
 - Chemicals for water purification
 - Travelling and subsistence (Traffic and Fire)
 - Adverts and printing
 - Town planning services (Informal settlements and SDF review)
 - Litigation and Legal costs
- Contracted services
 - WSIG retrofit toilet project
 - Security Services

Unauthorised Expenditure

- **Overspent items**
 - Contracted services – Security services R5.2m overspent.
 - Interest paid – Eskom interest R17.2 spent not budgeted for.
- **Potential overspending (90% and above spent)**
 - Several repairs and maintenance projects
 - Reticulation network sewerage and water
 - Sludge
 - Maintenance of refuse trucks and fire brigade
 - Legal cost

ADJUSTMENT TO CAPITAL EXPENDITURE

- Reduction of grants to be received, UISPG and ECDHG
- Revision of the MIG plan
- Additional funding through Disaster Management Grant
- Transfer of WSIG project to OPEX (Retrofit toilet project)

Capital Expenditure per grant	YTD Expenditure	Annual Budget	Adjustmnet	Adjustment Budget
DSRAC LIBRARY GRANT	-	-	320 000.00	320 000.00
Integrated National Electrification Pr	-	-	-	-
Local Government Financial Manage	391 714.94	830 000.00	- 350 000.00	480 000.00
Municipal Disaster Recovery Grant	3 104 699.57	-	22 826 000.48	22 826 000.48
Municipal Disaster Response Grant	-	-	-	-
Municipal Infrastructure Grant	15 490 259.56	22 499 049.00	- 55 897.62	22 443 151.38
Operational Revenue	-	-	-	-
Regional Bulk Infrastructure Grant	-	-	-	-
SBDM FIRE GRANT	-	-	474 000.00	474 000.00
Specify	-	-	-	-
Specify (Add grant description)	-	-	-	-
Transfer from Operational Revenue	260 782.60	2 700 000.00	-	2 700 000.00
Water Services Infrastructure Grant	3 188 143.04	20 200 001.00	- 10 314 326.00	9 885 675.00
Upgrading of Informal Settlements Pr	-	18 012 747.00	- 14 812 747.00	3 200 000.00
Eastern Cape Department of Human	155 109.45	9 909 770.00	- 4 909 770.00	5 000 000.00
	22 590 709.16	74 151 567.00	- 6 822 740.14	67 328 826.86

DESCRIPTION	LOCAL	COA A	FUND DESCRIPT	AREA DESCRIPTION	BRANCH DESCRIPT	TOTAL	BUDGET	ORG BUDG	COMMITMEN	AVAILAB	Adjustmne	Adj Budget
Fire bakkies	9/100-18-	IA002015	SBDM FIRE GRANT	CORPORATE SERVICES: PRI	FIRE BRIGADE	-	-	-	-	-	210 000.00	210 000.00
TRAINING EQUIPMENT	9/100-21-	IA002015	SBDM FIRE GRANT	CORPORATE SERVICES: PRI	FIRE BRIGADE	-	-	-	-	-	150 000.00	150 000.00
OFFICE EQUIPMENT	9/100-22-	IA002015	SBDM FIRE GRANT	CORPORATE SERVICES: PRI	FIRE BRIGADE	-	-	-	-	-	74 000.00	74 000.00
AIRCONDITIONERS	9/100-24-	IA002015	SBDM FIRE GRANT	CORPORATE SERVICES: PRI	FIRE BRIGADE	-	-	-	51 736.01	- 51 736.01	40 000.00	40 000.00
Desktop computers	9/110-22-	IA002015	Local Government Fin	FINANCIAL SERVICES	INFORMATION TECHNC	44 859.72	44 860.00	70 000.00	-	0.28	-	44 860.00
Laptop computers	9/110-23-	IA002015	Local Government Fin	FINANCIAL SERVICES	INFORMATION TECHNC	284 521.76	342 322.00	300 000.00	19 477.39	38 322.85	-	342 322.00
Office chairs	9/110-26-	IA002015	Local Government Fin	FINANCIAL SERVICES	DIRECTOR: FINANCIAL	29 515.66	30 000.00	30 000.00	-	484.34	-	30 000.00
Office equipment	9/110-29-	IA002015	Local Government Fin	FINANCIAL SERVICES	DIRECTOR: FINANCIAL	32 817.80	32 818.00	50 000.00	-	0.20	-	32 818.00
Air Conditioner - BTO	9/110-30-	IA002015	Local Government Fin	FINANCIAL SERVICES	DIRECTOR: FINANCIAL	-	30 000.00	30 000.00	28 111.75	1 888.25	-	30 000.00
ELECTRONIC METERING DEVICES	9/110-31-	IA002015	Local Government Fin	FINANCIAL SERVICES	INFORMATION TECHNC	-	350 000.00	350 000.00	-	350 000.00	- 350 000.00	-
Layout plans - informal settlements: Vnyg	9/112-10-	IA002015	Upgrading of Informal Si	TECHNICAL SERVICES: ENC	DIRECTOR: TECHNICAL	-	9 467 165.00	9 467 165.00	-	9 467 165.00	- 7 867 165.00	1 600 000.00
Layout plans - informal settlements: Rienn	9/112-10-	IA002015	Upgrading of Informal Si	TECHNICAL SERVICES: ENC	DIRECTOR: TECHNICAL	-	8 545 582.00	8 545 582.00	-	8 545 582.00	- 6 945 582.00	1 600 000.00
Development of multipurpose centre	9/112-11-	IA002015	Eastern Cape Departme	TECHNICAL SERVICES: ENC	DIRECTOR: TECHNICAL	155 109.45	9 909 770.00	9 909 770.00	-	9 754 660.55	- 4 909 770.00	5 000 000.00
Reconstruction and Rehabilitation of Roa	9/113-6-3	IA002015	Municipal Disaster Rec	TECHNICAL SERVICES: ENC	PUBL WORKS: STREETS	3 104 699.57	-	-	971 758.11	- 4 076 457.68	6 410 000.48	6 410 000.48
Graaff Reinet Upgrading of Streets	9/113-24-	IA002015	Municipal Infrastructur	TECHNICAL SERVICES: ENC	PUBL WORKS: STREETS	623 372.63	3 052 649.00	3 052 649.00	-	2 429 276.37	553 238.99	3 605 887.99
Compactors x3 for potholes	9/113-25-	IA002015	Transfer from Operatio	TECHNICAL SERVICES: ENC	PUBL WORKS: STREETS	260 782.60	300 000.00	300 000.00	-	39 217.40	-	300 000.00
Standby Sewage Pumps	9/115-25-	IA002015	Transfer from Operatio	TECHNICAL SERVICES: ENC	SEWERAGE SERVICE	-	700 000.00	700 000.00	-	700 000.00	-	700 000.00
Install new water wise toilet cisterns	9/115-33-	IA002015	Water Services Infrastr	TECHNICAL SERVICES: ENC	SEWERAGE SERVICE	-	10 314 326.00	10 314 326.00	-	10 314 326.00	- 10 314 326.00	-
Replacement of pumps and motors	9/115-34-	IA002015	Municipal Disaster Rec	TECHNICAL SERVICES: ENC	SEWERAGE SERVICE	-	-	-	-	-	16 416 000.00	16 416 000.00
Ground Water Study and Exploration Drill	9/117-12-	IA002015	Municipal Infrastructur	TECHNICAL SERVICES: ENC	WATER SERVICE	7 803 339.25	9 512 594.00	9 512 594.00	400 000.00	1 309 254.75	-	9 512 594.00
Purchase of standby pumps and generatr	9/117-36-	IA002015	Transfer from Operatio	TECHNICAL SERVICES: ENC	WATER SERVICE	-	700 000.00	700 000.00	-	700 000.00	-	700 000.00
Willowmore Bulk Water Supply: Steel Pip	9/117-46-	IA002015	Water Services Infrastr	TECHNICAL SERVICES: ENC	WATER SERVICE	3 188 143.04	9 885 675.00	9 885 675.00	200 000.00	6 497 531.96	-	9 885 675.00
Standby Transformers	9/118-21-	IA002015	Transfer from Operatio	TECHNICAL SERVICES: ELE	ELECTRICITY DISTRIBUT	-	1 000 000.00	1 000 000.00	710 156.00	289 844.00	-	1 000 000.00
Upgrading of Streets and Storm Water in l	9/121-4-4	IA002015	Municipal Infrastructur	TECHNICAL SERVICES: ENC	PUBL WORKS: STORMW	7 050 333.77	9 793 806.00	9 793 806.00	1 831 143.70	912 328.53	- 609 136.61	9 184 669.39
Acquisition of new computers - PMU	9/127-1-1	IA002015	Municipal Infrastructur	TECHNICAL SERVICES: ENC	PROJECT MANAGEMEN	-	70 000.00	70 000.00	67 996.00	2 004.00	-	70 000.00
Acquisition of new office furniture - PMU	9/127-2-2	IA002015	Municipal Infrastructur	TECHNICAL SERVICES: ENC	PROJECT MANAGEMEN	13 213.91	70 000.00	70 000.00	-	56 786.09	-	70 000.00
New 7 Seater SUV Vehicle	9/130-22-	IA002015	DSRAC LIBRARY GRAN	CORPORATE SERVICES: AD	LIBRARY - GRAAF REINE	-	-	-	-	-	320 000.00	320 000.00
						22 590 709.16	74 151 567.00	74 151 567.00	4 280 378.96	47 280 478.88	- 6 822 740.14	67 328 826.86

PART 3

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, Dr. Edward Martin Rankwana, the Municipal Manager of Dr. Beyers Naude Municipality, hereby certifies that the 2024/25 first adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and Municipal Budgeting and Reporting regulations made under the Act, and that the 2024/25 first adjustments budget and the supporting documentation are consistent with Integrated Development Plan of the municipality.

Name: DR. E.M. RANKWANA

Designation: Municipal Manager

Municipality: Dr. Beyers Naude Municipality

Signature: 