



MAKHUDUTHAMAGA
LOCAL MUNICIPALITY

ADJUSTED BUDGET
OF
Makhuduthamaga Local Municipality

2021/22 - 2023/24

(February 2022)

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Abbreviations and Acronyms

BPC	Budget Planning Committee	MIG	Municipal Infrastructure Grant
CFO	Chief Financial Officer	MPRA	Municipal Properties Rates Act
MM	Municipal Manager	MSA	Municipal Systems Act
CPI	Consumer Price Index	MTEF	Medium-term Expenditure Framework
CRRF	Capital Replacement Reserve Fund	MTREF	Medium-term Revenue and Expenditure Framework
DoRA	Division of Revenue Act	NGO	Non-Governmental organisations
EE	Employment Equity	NKPIs	National Key Performance Indicators
FBS	Free basic services	OHS	Occupational Health and Safety
GAMAP	Generally Accepted Municipal Accounting Practice	OP	Operational Plan
GRAP	General Recognised Accounting Practice	PMS	Performance Management System
HR	Human Resources	PPE	Property Plant and Equipment
IDP	Integrated Development Strategy	PPP	Public Private Partnership
IT	Information Technology	RG	Restructuring Grant
km	kilometre	SALGA	South African Local Government Association
DFS	Government Financial Statistics	SDBIP	Service Delivery Budget Implementation Plan
KPA	Key Performance Area	SMME	Small Micro and Medium Enterprises
KPI	Key Performance Indicator	DOE	Department of Energy
LED	Local Economic Development	CBR	Cash Backed Reserves
MEC	Member of the Executive Committee	BTO	Budget and Treasury Office
MFMA	Municipal Financial Management Act Programme		
IGF	Internally Generated Funds		
FY	Full Year		



1 Executive Summary.

1.1 Adjustments Budget Background

- Makhuduthamaga Local Municipality has prepared its annual adjusted budget for the 2020/21 financial year in accordance with section 28(2)(a)(b) of the Municipal Finance Management Act and Chapter 2, part 4 of the Municipal Budget and Reporting Regulations as published under GN 393 in GG 32141 dated 17 April 2009. No budget adjustments were effected on both the revenue and expenditure forecasts for the two outer years 2021/22 and 2022/23 of the MTREF.
- The accounting officer has in terms of section 72 of the Finance Management Act No.53 of 2003 performed the mid-year performance assessment in which the municipality's performance against planned targets and planned budget targets were assessed to determine as to whether an adjustments budget will be necessary. During this process, it was noted that, some of the expenditure budget targets were not met and had to be adjusted. The budgeted revenue for interests on overdue accounts for property rates will also have to be adjusted to consider the effect of the R144 million payment by the department of Public works for the property rates historical debt for the properties they acknowledged and signed a Memorandum of Understanding with the municipality to settle them by end of February 2022.
- The municipal has originally budgeted a total of **R 486 449 267.92** annual revenue for the 2021/22 financial year. The total annual revenue budget is decreased to **R 471 449 267.92** in this adjustment. The municipality is providing an additional funding of R 53 299 574.65 as internally Generated Funds which is part of the R144 million payment from the department of Public works for property rates historical debt.
- The municipality has originally budgeted a total amount of **R 486 449 267.92** annual expenditure for the 2021/2022 financial year. The total budgeted expenditure is increased to **R 530 934 706** in this adjustments budget. The difference between the total adjusted revenue budget and the total adjusted expenditure budget is funded by Internally Generated Funds which is part of the R144 million payment from the department of Public Works for the property rates historical debt.
- The following budget adjustments were effected on the municipality's total annual revenue budget for the 2021/2022 financial year:



1.2 ADJUSTMENTS ON REVENUE BUDGET

1.2.1. Government transfers and subsidies

- No adjustments are made to the total budgeted revenue from the government grants.

1.2.2. Own revenue sources of revenue.

- The budget for interest received: Outstanding debtors is reduced by R 15 000 000.00 from R 41 872 875.92 to R 26 872 875.92 as a result of the signed Memorandum of Understanding with the department of Public works for the settlement of the acknowledged properties to a value of R 144 516 995.99. The historical interests and the budgeted interest for this accounts will have to be written off as part of the settlement agreement with the department.
- There were no further budget adjustments on other sources of revenue for the 2021/2022 financial year.

1.3 ADJUSTMENT ON TOTAL BUDGETED EXPENDITURE

- The municipal has originally budgeted a total amount of **R 486 449 267.92** annual expenditure for the 2021/2022 financial year. The total annual expenditure budget is increased to **R 530 934 706** in this adjustments budget.

1.3.1. Adjustment on Operational Expense.

- The operational expenditure is adjusted from **R 361 275 813** to **R 389 036 228** to cover expenditure for contracted services that were not adequately budgeted for in the original budget and to provide additional budget for repairs and maintenance of roads and bridges and other municipal assets.

1.3.2. Adjustment on Capital Expenditure

- The municipality's annual capital budget was **R 125 173 454.70** as approved by council in May 2021. The annual capital expenditure is adjusted to **R 141 864 986** in this adjustments budget to include budget for capital projects that rolled over from the prior year ended 30 June 2021. .



Table 1 Consolidated Overview of the Adjusted 2020/21 MTREF:

Description	Approved Budget 2021/2022	2021/2022 Adjustments	Adjusted Budget 2021/2022	Adjusted Budget 2022/2023	Adjusted Budget 2023/2024
Total Revenue	486 449 267.92	- 15 000 000.00	471 449 267.92	487 861 421.48	484 806 737.91
Total Operating Expenditure	361 275 813.21	30 210 415.78	389 036 228.99	392 164 157.41	401 647 022.35
Operating surplus/(Deficit)	125 173 454.71	- 45 210 415.78	82 413 038.93	95 697 264.07	83 159 715.55
Internally Generated Funds	-	59 585 438.00	59 585 438.00	27 250 000.00	57 681 557.00
Total Funding for capital expenditure	125 173 454.71	14 375 022.22	141 998 476.93	122 947 264.07	140 841 272.55
Capital Expenditure	125 173 454.70	16 691 531.30	141 864 986.00	119 150 000.00	85 905 000.00
Total surplus/(Deficit)	0.01	- 2 316 509.08	133 490.93	3 797 264.07	54 936 272.55

Total revenue has decreased by **R 15 000 000** to **R 471 449 267**. This reflects a 3% decrease as compared to the original revenue budget. For the two outer years, total revenue will remain unchanged at **R 487 861 421** and **R 484 806 737** respectively, equating to a total revenue growth of **R 13 357 470** over the MTREF when compared to the 2021/22 financial year. The total revenue includes the grants allocations from the national treasury and conditional grants.

Total operating expenditure budget for the 2021/22 financial year is adjusted to **R389 036 228** that translates into an operating budgeted surplus of **R 82 413 038** as indicated in table B4. As compared to the 2020/21 audited information, operational expenditure has decreased by 17%, decreases by 16% in 2022/23 and decreases of 14% in 2023/24 financial year. The operating surplus for the two outer years increases to **R 95 697 264** and then decreases to **R 83 159 715** respectively. These surpluses will be used to fund capital expenditure and to further ensure cash backing of reserves and funds.

The total approved capital budget increased by **R 7 642 531** to **R 135 265 985** for the 2021/22 financial year and it increased by 6% as compared to the original budget on capital projects.

The capital expenditure decreases to **R 119 150 000** in the 2022/23 financial year and decreases further to **R 85 905 000** in 2023/24. Of the total annual capital budget for 2021/22, an amount of **R 65 627 000** is funded by MIG for roads and bridges. The rest of the capital projects and acquisitions of new assets is being funded from the equitable share budget.



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

The following table is a summary of the adjusted 2021/22 MTREF (classified by main revenue source).

Table 2 Summary of revenue classified by main revenue source

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2022													
Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24	
		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	
			3	4	5	6	7	8	9	10			
R thousands	1	A	A1	B	C	D	E	F	G	H			
Revenue By Source													
Property rates	2	50 077	-	-	-	-	-	-	-	-	50 077	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	156	-	-	-	-	-	-	-	-	156	-	-
Rental of facilities and equipment		138	-	-	-	-	-	-	-	-	138	140	145
Interest earned - external investments		1 650	-	-	-	-	-	-	-	-	1 650	1 800	1 910
Interest earned - outstanding debtors		41 873	-	-	-	-	-	(15 000)	(15 000)	26 873	43 967	44 846	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		155	-	-	-	-	-	-	-	-	155	170	240
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		319 807	-	-	-	-	-	-	-	-	319 807	311 969	303 538
Other revenue	2	6 967	-	-	-	-	-	-	-	-	6 967	-	-
Gains		-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		420 823	-	-	-	-	-	(15 000)	(15 000)	405 823	358 046	350 679	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		65 627	-	-	-	-	-	-	-	-	65 627	70 915	74 072
		486 450	-	-	-	-	-	(15 000)	(15 000)	471 450	428 961	424 751	

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

The total revenue for the municipality excluding capital transfers after adjustments amount to **R 471 449 267** for 2021/22, **R 487 861 421** for 2022/23 and **R 484 806 737** for 2023/24.

The revenue from government grants forms a significant percentage of the total operating revenue for the municipality for the entire 2021/22 MTREF. This clearly indicate that our municipality is dependent on government grants which contribute 82% of the total operating revenue across the whole 2021/22 MTREF.

❖ **Operating Expenditure Framework**



As indicated in the original budget, the municipality’s expenditure framework for the 2021/22 budget and MTREF is informed by the following:

- The infrastructure projects plan in the IDP to address the backlog and the repairs and maintenance plan;
- Balanced budget constraint (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned to backlog eradication plan;
- Operational gains/ surpluses will be directed to funding the capital budget.
- Funding was allocated to only projects which have projects implementation plans to guard against under spending.

The following table is a high level summary of the adjusted operational expenditure budget for 2021/22 and MTREF (classified per main type of operating expenditure):

Table 3 Summary of operating expenditure by standard classification item

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2022												
Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
			3	4	5	6	7	8	9	10		
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		106 385	-	-	-	-	-	(6 258)	(6 258)	100 127	113 837	121 717
Remuneration of councillors		25 084						(1 221)	(1 221)	23 863	26 213	27 392
Debt impairment		41 873						(35 000)	(35 000)	6 873	43 967	44 846
Depreciation & asset impairment		35 299	-	-	-	-	-	187	187	35 486	33 813	39 264
Inventory consumed		-	-	-	-	-	-	2 500	2 500	2 500	3 700	3 900
Contracted services		76 818	-	-	-	-	-	52 748	52 748	129 566	117 378	109 020
Transfers and subsidies		5 000	-	-	-	-	-	(2 000)	(2 000)	3 000	9 360	10 440
Other expenditure		68 368	-	-	-	-	-	19 254	19 254	87 622	43 995	46 027
Total Expenditure		358 826	-	-	-	-	-	30 210	30 210	389 036	392 261	402 607

Adjustment on employee related costs

The approved budget for employee related costs is reduced by R6.2 million for the vacant positions as at 31 January 2022. The vacant positions are planned to be filled by the end of March 2022 and therefore budget has been appropriated for only three months in the budget for this financial year. Employee related costs amounts to **26%** of the total operational expenditure.

Adjustment on Councillor allowances.



The approved budget for councillor allowances is reduced by R1.2 million considering the proclamation made by the minister of Co-operative governance and traditional affairs that all councillors will receive a zero increase for the 2021/22 financial year. The councillor allowances amounts to 6% of the total operational expenses.

Adjustment on Debt impairment

The municipality has signed a Memorandum of Understanding with the department of Public works for the settlement of property rates historical debt to an amount of R144 million by end of February 2022. This agreement results in a reversal of impairment already recognised on this acknowledged properties and the future impairment and therefore the budget for debt impairment was reduced significantly. The approved budget for debt impairment is reduced by R35 million for the 2021/22 financial year. Debts impairment amounts to 1.7% of the total operational expenses after the adjustment.

Adjustment on Contracted services

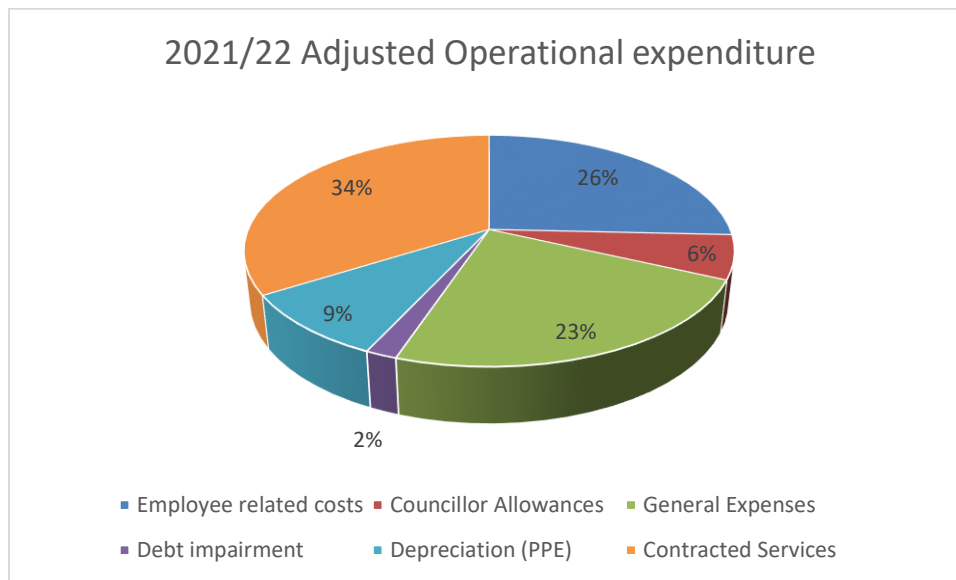
Contracted services comprises of the repair and maintenance of roads and bridges, repair and maintenance of other municipal assets, security services, cleaning services, operation of landfill site, VAT recovery and mSCOA financial system. The approved budget for this line item is adjusted by R 52.7 million to cover contracted services that were not adequately budgeted for during the original budget and to provide additional funds for repairs and maintenance of roads and bridges, particularly the internal streets destroyed by heavy rains in various villages within the municipality. Contracted services amounts to 34% of the total operational expenses.

Adjustment on General expenses.

The approved budget for general expenses is adjusted to R 87.6 million to provide budget for items that were not adequately budgeted for during the original budget. The list of all the general expenses is attached. General expenses amounts to 23% of the total operational expenses.

The following bar chart gives a breakdown of the main expenditure categories for the 2020/21 financial year Adjustment Budget.

Main Operational Expenditure categories for 2021/22 financial year



Capital expenditure

The following table provides a breakdown of adjustments on budgeted capital expenditure by vote:

Table 4 Adjusted Capital budget per vote.

LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2022

Description	Ref	Budget Year 2021/22									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	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands												
Single-year expenditure to be adjusted	2											
Vote 2 - Finance & Administration		2 700	-	-	-	-	-	13 200	13 200	15 900	5 650	3 705
Vote 3 - Finance & Administration 2		1 000	-	-	-	-	-	-	-	1 000	2 000	2 800
Vote 5 - Planning and Development		50	-	-	-	-	-	-	-	50	1 000	-
Vote 8 - Road Transport		121 423	-	-	-	-	-	3 492	3 492	124 915	111 500	79 400
Capital single-year expenditure sub-total		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Total Capital Expenditure - Vote		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905

For the 2021/22 financial year an amount of **R 125 173 454** was originally appropriated for the capital expenditure to be funded by MIG grant and equitable share. For 2022/23 and 2023/24 the budget has been appropriated at **R 119 150 000** and **R 85 905 000** respectively. The approved capital budget for 2021/22 has increased to **R 141 864 986** in this adjustments budget.



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Infrastructure and development vote is appropriated the highest allocation of **R 124.9 million** for 2021/22 which equates to 88% of the total capital budget, followed by budget & treasury and corporate services at **R 15.9 million and R 1 million** for each department which makes about 12% (combined) of the total capital budget for the year.

No multi-year shifting of funds was done in relation to the capital expenditure budget for the 2020/21 financial year.



1.3. ADJUSTMENT BUDGET TABLES (B1 to B10)

The following are the ten main B schedule tables for the annual budget of Makhuduthamaga Local municipality for the 2021/22 MTREF.



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.1 Table 5 MBRR B1 – Annual Budget Summary

LIM473 Makhuduthamaga - Table B1 Adjustments Budget Summary - 28/02/2022

Description	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
	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	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial Performance											
Property rates	50 077	-	-	-	-	-	-	-	50 077	51 579	52 611
Service charges	156	-	-	-	-	-	-	-	156	162	165
Investment revenue	1 650	-	-	-	-	-	-	-	1 650	1 800	1 910
Transfers recognised - operational	299 807	-	-	-	-	-	20 000	20 000	319 807	311 969	303 538
Other own revenue	49 133	-	-	-	-	-	(15 100)	(15 100)	34 033	51 437	52 511
Total Revenue (excluding capital transfers and contributions)	400 822	-	-	-	-	-	4 900	4 900	405 722	416 946	410 735
Employee costs	106 419	-	-	-	-	-	(6 356)	(6 356)	100 063	113 837	121 717
Remuneration of councillors	25 084	-	-	-	-	-	(1 164)	(1 164)	23 920	26 213	27 392
Depreciation & asset impairment	29 199	-	-	-	-	-	6 287	6 287	35 486	40 113	45 764
Finance charges	-	-	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	3 500	-	-	-	-	-	(1 000)	(1 000)	2 500	-	-
Transfers and grants	5 200	-	-	-	-	-	(2 000)	(2 000)	3 200	9 360	10 440
Other expenditure	191 874	-	-	-	-	-	32 026	32 026	223 900	199 189	193 588
Total Expenditure	361 276	-	-	-	-	-	27 794	27 794	389 070	388 711	398 902
Surplus/(Deficit)	39 546	-	-	-	-	-	(22 894)	(22 894)	16 653	28 235	11 833
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	85 627	-	-	-	-	-	(20 000)	(20 000)	65 627	70 915	74 072
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905
Capital expenditure & funds sources											
Capital expenditure	125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Transfers recognised - capital	58 212	-	-	-	-	-	7 500	7 500	65 712	85 100	46 400
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	66 961	-	-	-	-	-	9 192	9 192	76 153	35 050	39 505
Total sources of capital funds	125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Financial position											
Total current assets	108 757	-	-	-	-	-	(13 464)	(13 464)	457 358	136 935	174 505
Total non current assets	348 666	-	-	-	-	-	16 692	16 692	141 865	363 916	382 880
Total current liabilities	36 281	-	-	-	-	-	-	-	36 281	35 596	36 285
Total non current liabilities	23 503	-	-	-	-	-	-	-	23 503	24 701	26 100
Community wealth/Equity	397 640	-	-	-	-	-	-	-	397 640	440 555	495 000
Cash flows											
Net cash from (used) operating	127 610	-	-	-	-	-	81 979	81 979	209 590	123 515	120 208
Net cash from (used) investing	(125 173)	-	-	-	-	-	(16 692)	(16 692)	(141 865)	(120 150)	(85 905)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	51 549	-	-	-	-	-	30 536	30 536	82 085	85 450	119 753
Cash backing/surplus reconciliation											
Cash and investments available	51 549	-	-	-	-	-	30 536	30 536	459 858	85 450	119 753
Application of cash and investments	(19 800)	-	-	-	-	-	44 000	44 000	-	(14 962)	(17 440)
Balance - surplus (shortfall)	71 349	-	-	-	-	-	(13 464)	(13 464)	459 858	100 412	137 192
Asset Management											
Asset register summary (WDV)	348 666	-	-	-	-	-	(206 801)	(206 801)	141 865	120 150	85 905
Depreciation	29 199	-	-	-	-	-	6 287	6 287	35 486	40 113	45 764
Renewal and Upgrading of Existing Assets	2 000	-	-	-	-	-	(2 000)	(2 000)	-	-	-
Repairs and Maintenance	28 400	-	-	-	-	-	38 949	38 949	67 349	42 329	41 335
Free services											
Cost of Free Basic Services provided	5 200	-	-	-	-	-	(2 000)	(2 000)	3 200	9 360	10 440
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.2 Table 6 MBRR B2 – Budgeted Financial Performance (Standard Classification).

LIM473 Makhuduthamaga - Table B2 Adjustments Budget Financial Performance (functional classification) - 28/02/2022

Standard Description	Ref	Budget Year 2021/22									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
		5	6	7	8	9	10	11	12	+1 2022/23	+2 2023/24	
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
Governance and administration		486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 700	484 642
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 700	484 642
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 700	484 642
Expenditure - Functional												
Governance and administration		233 043	-	-	-	-	-	(2 221)	(2 221)	230 822	255 971	272 111
Executive and council		59 933	-	-	-	-	-	5 894	5 894	65 827	67 952	71 561
Finance and administration		171 490	-	-	-	-	-	(9 616)	(9 616)	161 874	186 127	198 585
Internal audit		1 620	-	-	-	-	-	1 500	1 500	3 120	1 891	1 965
Community and public safety		33 738	-	-	-	-	-	(3 261)	(3 261)	30 477	35 848	38 112
Community and social services		13 191	-	-	-	-	-	12 705	12 705	25 896	13 961	14 798
Sport and recreation		600	-	-	-	-	-	501	501	1 101	-	-
Public safety		17 747	-	-	-	-	-	(17 567)	(17 567)	180	18 987	20 315
Housing		2 200	-	-	-	-	-	1 100	1 100	3 300	2 900	3 000
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		43 964	-	-	-	-	-	26 788	26 788	70 752	55 912	55 768
Planning and development		16 471	-	-	-	-	-	1 000	1 000	17 471	15 916	16 892
Road transport		27 492	-	-	-	-	-	25 788	25 788	53 280	39 996	38 877
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		50 531	-	-	-	-	-	6 488	6 488	57 019	40 981	32 910
Energy sources		27 785	-	-	-	-	-	(2 000)	(2 000)	25 785	8 176	8 520
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		22 746	-	-	-	-	-	8 488	8 488	31 234	32 805	24 390
Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	361 276	-	-	-	-	-	27 794	27 794	389 070	388 711	398 902
Surplus/ (Deficit) for the year		125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	98 988	85 740



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.3 Table 7 MBRR B3 – Budgeted Financial Performance (Municipal Vote)

LIM473 Makhuduthamaga - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28/02/2022

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2021/22									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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2022/23	+2 2023/24
R thousands												
Revenue by Vote	1											
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance & Administration		486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 700	484 642
Vote 3 - Finance & Administration 2		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 700	484 642
Expenditure by Vote	1											
Vote 1 - Executive & Council		59 933	-	-	-	-	-	5 894	5 894	65 827	67 952	71 561
Vote 2 - Finance & Administration		155 219	-	-	-	-	-	(17 264)	(17 264)	137 955	165 733	176 509
Vote 3 - Finance & Administration 2		16 271	-	-	-	-	-	7 649	7 649	23 920	20 395	22 076
Vote 4 - Community and Social Services		13 191	-	-	-	-	-	12 705	12 705	25 896	13 961	14 798
Vote 5 - Planning and Development		16 471	-	-	-	-	-	1 000	1 000	17 471	15 916	16 892
Vote 6 - Internal Audit		1 620	-	-	-	-	-	1 500	1 500	3 120	1 891	1 965
Vote 7 - Energy Sources		27 785	-	-	-	-	-	(2 000)	(2 000)	25 785	8 176	8 520
Vote 8 - Road Transport		27 492	-	-	-	-	-	25 788	25 788	53 280	39 996	38 877
Vote 9 - Public Safety		17 747	-	-	-	-	-	(17 567)	(17 567)	180	18 987	20 315
Vote 10 - Waste Management		22 746	-	-	-	-	-	8 488	8 488	31 234	32 805	24 390
Vote 11 - Sports & Recreation		600	-	-	-	-	-	501	501	1 101	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		2 200	-	-	-	-	-	1 100	1 100	3 300	2 900	3 000
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	361 276	-	-	-	-	-	27 794	27 794	389 070	388 711	398 902
Surplus/ (Deficit) for the year	2	125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	98 988	85 740



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.4 Table 8 MBRR B4 – Budgeted Financial Performance (Operational Revenue and Expenditure)

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	+1 2022/23	+2 2023/24
		A	3	4	5	6	7	8	9	10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	50 077	-	-	-	-	-	-	-	50 077	51 579	52 611
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	156	-	-	-	-	-	-	-	156	162	165
Rental of facilities and equipment		138	-	-	-	-	-	-	-	138	140	145
Interest earned - external investments		1 650	-	-	-	-	-	-	-	1 650	1 800	1 910
Interest earned - outstanding debtors		41 873	-	-	-	-	-	(15 000)	(15 000)	26 873	43 967	44 846
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		155	-	-	-	-	-	(100)	(100)	55	170	240
Licences and permits		-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		299 807	-	-	-	-	-	20 000	20 000	319 807	311 969	303 538
Other revenue	2	6 967	-	-	-	-	-	-	-	6 967	7 160	7 280
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		400 822	-	-	-	-	-	4 900	4 900	405 722	416 946	410 735
Expenditure By Type												
Employee related costs		106 419	-	-	-	-	-	(6 356)	(6 356)	100 063	113 837	121 717
Remuneration of councillors		25 084	-	-	-	-	-	(1 164)	(1 164)	23 920	26 213	27 392
Debt impairment		41 873	-	-	-	-	-	(35 000)	(35 000)	6 873	43 967	44 846
Depreciation & asset impairment		29 199	-	-	-	-	-	6 287	6 287	35 486	40 113	45 764
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-	-	-
Inventory consumed		3 500	-	-	-	-	-	(1 000)	(1 000)	2 500	-	-
Contracted services		112 662	-	-	-	-	-	54 113	54 113	166 775	114 378	106 020
Transfers and subsidies		5 200	-	-	-	-	-	(2 000)	(2 000)	3 200	9 360	10 440
Other expenditure		37 339	-	-	-	-	-	12 913	12 913	50 253	40 845	42 722
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		361 276	-	-	-	-	-	27 794	27 794	389 070	388 711	398 902
Surplus/(Deficit)												
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		39 546	-	-	-	-	-	(22 894)	(22 894)	16 653	28 235	11 833
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		85 627	-	-	-	-	-	(20 000)	(20 000)	65 627	70 915	74 072
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		125 173	-	-	-	-	-	(42 894)	(42 894)	82 280	99 150	85 905



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.5 Table 9 MBRR B5 – Budgeted Capital Expenditure (By Vote & Standard Classification)

LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	+1 2022/23	+2 2023/24
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance & Administration		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Finance & Administration 2		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance & Administration		2 700	-	-	-	-	-	13 200	13 200	15 900	5 650	3 705
Vote 3 - Finance & Administration 2		1 000	-	-	-	-	-	-	-	1 000	2 000	2 800
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and Development		50	-	-	-	-	-	-	-	50	1 000	-
Vote 6 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		121 423	-	-	-	-	-	3 492	3 492	124 915	111 500	79 400
Vote 9 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Total Capital Expenditure - Vote		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Capital Expenditure - Functional												
Governance and administration		3 700	-	-	-	-	-	13 200	13 200	16 900	7 650	6 505
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		3 700	-	-	-	-	-	13 200	13 200	16 900	7 650	6 505
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		121 473	-	-	-	-	-	3 492	3 492	124 965	112 500	79 400
Planning and development		50	-	-	-	-	-	-	-	50	1 000	-
Road transport		121 423	-	-	-	-	-	3 492	3 492	124 915	111 500	79 400
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905
Funded by:												
National Government		58 212	-	-	-	-	-	7 500	7 500	65 712	85 100	46 400
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	58 212	-	-	-	-	-	7 500	7 500	65 712	85 100	46 400
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		66 961	-	-	-	-	-	9 192	9 192	76 153	35 050	39 505
Total Capital Funding		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905



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1.3.6 Table 10 MBRR B6 – Budgeted Financial Position

LIM473 Makhuduthamaga - Table B6 Adjustments Budget Financial Position - 28/02/2022

Description	Ref	Budget Year 2021/22									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												
ASSETS												
Current assets												
Cash		51 549	-	-	-	-	-	30 536	30 536	82 085	85 450	119 753
Call investment deposits	1	-	-	-	-	-	-	-	-	-	-	-
Consumer debtors	1	38 700	-	-	-	-	-	(36 000)	(36 000)	2 700	39 500	42 909
Other debtors		17 380	-	-	-	-	-	(8 000)	(8 000)	9 380	11 058	10 816
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Inventory		1 127	-	-	-	-	-	-	-	1 127	927	1 027
Total current assets		108 757	-	-	-	-	-	(13 464)	(13 464)	95 293	136 935	174 505
Non current assets												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		210	-	-	-	-	-	-	-	210	210	210
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	346 900	-	-	-	-	-	16 692	16 692	363 592	362 506	381 780
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		1 556	-	-	-	-	-	-	-	1 556	1 201	891
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		348 666	-	-	-	-	-	16 692	16 692	-	363 916	382 880
TOTAL ASSETS		457 423	-	-	-	-	-	3 227	3 227	-	500 852	557 385
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits		-	-	-	-	-	-	-	-	-	-	-
Trade and other payables		36 151	-	-	-	-	-	-	-	36 151	35 461	36 145
Provisions		130	-	-	-	-	-	-	-	130	135	140
Total current liabilities		36 281	-	-	-	-	-	-	-	36 281	35 596	36 285
Non current liabilities												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	23 503	-	-	-	-	-	-	-	23 503	24 701	26 100
Total non current liabilities		23 503	-	-	-	-	-	-	-	23 503	24 701	26 100
TOTAL LIABILITIES		59 784	-	-	-	-	-	-	-	59 784	60 297	62 386
NET ASSETS	2	397 640	-	-	-	-	-	3 227	-	400 867	440 555	495 000
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		397 640	-	-	-	-	-	-	-	400 867	440 555	495 000
Reserves		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		397 640	-	-	-	-	-	-	-	400 867	440 555	495 000



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1.3.7 Table 11 MBRR B7 – Budgeted Cash Flows

LIM473 Makhuduthamaga - Table B7 Adjustments Budget Cash Flows - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget	Budget
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		3	4	5	6	7	8	9	10			
		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		19 970	-	-	-	-	-	140 575	140 575	160 545	41 263	47 350
Service charges		156	-	-	-	-	-	(100)	(100)	56	240	350
Other revenue		7 105	-	-	-	-	-	(138)	(138)	6 967	7 160	7 280
Transfers and Subsidies - Operational	1	299 807	-	-	-	-	-	20 000	20 000	319 807	311 969	303 538
Transfers and Subsidies - Capital	1	85 627	-	-	-	-	-	(20 000)	(20 000)	65 627	70 915	74 072
Interest		1 650	-	-	-	-	-	1 650	1 650	3 300	1 800	1 910
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(281 504)	-	-	-	-	-	(62 007)	(62 007)	(343 511)	(304 632)	(308 292)
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	1	(5 200)	-	-	-	-	-	2 000	2 000	(3 200)	(5 200)	(6 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		127 610	-	-	-	-	-	81 979	81 979	209 590	123 515	120 208
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		(125 173)	-	-	-	-	-	(16 692)	(16 692)	(141 865)	(120 150)	(85 905)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(125 173)	-	-	-	-	-	(16 692)	(16 692)	(141 865)	(120 150)	(85 905)
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		2 437	-	-	-	-	-	65 288	65 288	67 725	3 365	34 303
Cash/cash equivalents at the year begin:	2	49 112	-	-	-	-	-	(34 752)	(34 752)	14 360	82 085	85 450
Cash/cash equivalents at the year end:	2	51 549	-	-	-	-	-	30 536	30 536	82 085	85 450	119 753



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.8 Table 12 MBRR B8 – Cash backed reserves/Accumulated surplus reconciliation

LIM473 Makhuduthamaga - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget	Budget
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		A	3	4	5	6	7	8	9	10	2022/23	2023/24
			A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	51 549	-	-	-	-	-	30 536	30 536	82 085	85 450	119 753
Other current investments > 90 days		0	-	-	-	-	-	-	-	-	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		51 549	-	-	-	-	-	30 536	30 536	82 085	85 450	119 753
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(19 800)	-	-	-	-	-	44 000	44 000	24 200	(14 962)	(17 440)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		(19 800)	-	-	-	-	-	44 000	44 000	24 200	(14 962)	(17 440)
Surplus(shortfall)		71 349	-	-	-	-	-	(13 464)	(13 464)	57 884	100 412	137 192



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.9 Table 13 MBRR table B9 – Asset Management

LIM473 Makhuduthamaga - Table B9 Asset Management - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget	Budget
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		A	A1	B	C	D	E	F	G	H	2022/23	2023/24
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	123 173	-	-	-	-	-	18 692	18 692	141 865	120 150	85 905
Roads Infrastructure		119 423	-	-	-	-	-	5 492	5 492	124 915	111 500	79 400
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		119 423	-	-	-	-	-	5 492	5 492	124 915	111 500	79 400
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	5 900	5 900	5 900	3 550	3 705
Housing		-	-	-	-	-	-	3 000	3 000	3 000	-	-
Other Assets	6	-	-	-	-	-	-	8 900	8 900	8 900	3 550	3 705
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		50	-	-	-	-	-	-	-	50	-	-
Intangible Assets		50	-	-	-	-	-	-	-	50	-	-
Computer Equipment		1 000	-	-	-	-	-	-	-	1 000	2 000	2 800
Furniture and Office Equipment		500	-	-	-	-	-	1 000	1 000	1 500	-	-
Machinery and Equipment		200	-	-	-	-	-	(200)	(200)	-	-	-
Transport Assets		2 000	-	-	-	-	-	3 500	3 500	5 500	2 100	-
Land		-	-	-	-	-	-	-	-	-	1 000	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Total Renewal of Existing Assets to be adjusted	2	-	-	-	-	-	-	-	-	-	-	-	-	-
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	6	-	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets to be adjusted	2a	2 000	-	-	-	-	(2 000)	(2 000)	-	-	-	-	-	-
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		2 000	-	-	-	-	(2 000)	(2 000)	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	2 000	-	-	-	-	(2 000)	(2 000)	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	125 173	-	-	-	-	16 692	16 692	141 865	120 150	-	-	85 905	-
Roads Infrastructure		119 423	-	-	-	-	5 492	5 492	124 915	111 500	-	-	79 400	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		119 423	-	-	-	-	5 492	5 492	124 915	111 500	-	-	79 400	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		2 000	-	-	-	-	3 900	3 900	5 900	3 550	-	-	3 705	-
Housing		-	-	-	-	-	3 000	3 000	3 000	-	-	-	-	-
Other Assets		2 000	-	-	-	-	6 900	6 900	8 900	3 550	-	-	3 705	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		50	-	-	-	-	-	-	50	-	-	-	-	-
Intangible Assets		50	-	-	-	-	-	-	50	-	-	-	-	-
Computer Equipment		1 000	-	-	-	-	-	-	1 000	2 000	-	-	2 800	-
Furniture and Office Equipment		500	-	-	-	-	-	1 000	1 500	-	-	-	-	-
Machinery and Equipment		200	-	-	-	-	(200)	(200)	-	-	-	-	-	-
Transport Assets		2 000	-	-	-	-	3 500	3 500	5 500	2 100	-	-	-	-
Land		-	-	-	-	-	-	-	-	1 000	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	125 173	-	-	-	-	16 692	16 692	141 865	120 150	-	-	85 905	-



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

1.3.10 Table 14 MBRR table B10 – Basic Service Delivery Measurement

LIM473 Makhuduthamaga - Table B10 Basic service delivery measurement - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget A	Prior Adjusted 7 A1	Accum. Funds 8 B	Multi-year capital 9 C	Unfore. Unavoid. 10 D	Nat. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	Adjusted Budget	Adjusted Budget
Household service targets	1											
Water:												
Piped water inside dwelling												
Piped water inside yard (but not in dwelling)	2											
Using public tap (at least min.service level)												
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)	8									8	8	8
Refuse (removed at least once a week)												
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)												
Sanitation (free sanitation service to indigent households)												
Electricity/other energy (50kwh per indigent household)	5 200						(2 000)	(2 000)	3 200	9 360	10 440	
Refuse (removed once a week for indigent households)												
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)												
Total cost of FBS provided	5 200						(2 000)	(2 000)	3 200	9 360	10 440	
Highest level of free service provided												
Property rates (R'000 v alue 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 (tariff adjustment) (impermissible v alues per section 17 of MPRA)												
Property rates exemptions, reductions and rebates and impermissible v alues in excess of section 17 of MPRA												
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)												
households)												
Municipal Housing - rental rebates												
Housing - top structure subsidies	6											
Other												
Total revenue cost of subsidised services provided												



2 PART 2 – SUPPORTING DOCUMENTS

2.1 Adjustments to budget assumptions.

2.1.1. External factors

- The municipality's operational revenue has decreased and the cash inflows has drastically increased and this will improve the financial position of the municipality from the cash flow insolvency to a positive liquidity position. To ensure credibility of the budget and to avoid cash flow problems the total expenditure budget together with the total cash outflow has been adjusted accordingly to be within the municipality's available cash and realistically collectable budgeted revenue. The municipality has achieved a remarkable collection on the following source of income during the current financial year:
 - ✚ Payment of long outstanding debts for property rates by the department of public works, roads and infrastructure.
 - The department of public works, roads and infrastructure has committed through signing a memorandum of understanding with the municipality for the settlement of the long outstanding property rates debts to a value of **R 144 516 995.99**. The department has further committed to pay the property rates billed on a monthly basis within the due dates and this will add positively to the collection rate and cash balances of the municipality. The department has already processed invoices to a value of **R 63 845 077.34** as at 28 February 2022 and the remaining balance will be received in March 2022. An amount of **R 59 585 438** has been allocated to fund the expenditure in excess of the budgeted expenditure in this adjustment budget.

2.1.2. General inflation outlook and its impact on the municipal activities

- The following key factors were considered during the preparation of the adjusted budget for the 2021/22 MTREF:
 - National Government macro-economic targets;
 - The general inflationary outlook and the impact on municipality's residents and businesses
 - The impact of municipal cost drivers;
 - The increase in prices for electricity and water; and
 - The decrease in the employee related cost.
 - The impact of COVID 19 pandemic on the economy of the country.
- No adjustment has been done to other assumptions as per the original budget.



2.1.3. Interest rates for borrowing and investment of funds.

- The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The municipality is not planning to use borrowing to fund its capital projects in the near future as the focus is to stabilise the financial viability of the municipality and borrowing may weaken the municipality’s financial position currently.

2.2 Adjustments to budget funding

2.2.1 Medium-term outlook: operating revenue

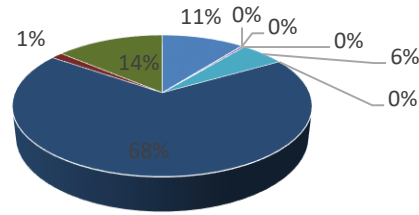
The following table is a breakdown of the adjusted operating revenue over the medium-term:

Table 15 Breakdown of the adjusted operating revenue over the medium-term

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2022												
Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
			3	4	5	6	7	8	9	10		
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	50 077	-	-	-	-	-	-	-	50 077	51 579	52 611
Service charges - refuse revenue	2	156	-	-	-	-	-	-	-	156	162	165
Rental of facilities and equipment		138	-	-	-	-	-	-	-	138	140	145
Interest earned - external investments		1 650	-	-	-	-	-	-	-	1 650	1 800	1 910
Interest earned - outstanding debtors		41 873	-	-	-	-	-	(15 000)	(15 000)	26 873	43 967	44 846
Fines, penalties and forfeits		155	-	-	-	-	-	(100)	(100)	55	170	240
Transfers and subsidies		299 807	-	-	-	-	-	20 000	20 000	319 807	311 969	303 538
Other revenue	2	6 967	-	-	-	-	-	-	-	6 967	7 160	7 280
Total Revenue (excluding capital transfers and contributions)		400 822	-	-	-	-	-	4 900	4 900	405 722	416 946	410 735
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		85 627	-	-	-	-	-	(20 000)	(20 000)	65 627	70 915	74 072
		486 449	-	-	-	-	-	(15 100)	(15 100)	471 349	487 861	484 807

The following chart is a breakdown of the operational revenue per main category for the 2021/22 financial year as adjusted.

Total Adjusted Revenue per source



- Property rates
- Rental of facilities and equipment
- Interest earned - outstanding debtors
- Transfers and subsidies
- MIG
- Service charges - refuse revenue
- Interest earned - external investments
- Fines, penalties and forfeits
- Other revenue

Source of revenue	Percentage	Amount
Property rates	11%	50 076 992.00
Service charges - refuse revenue	0%	155 600.00
Rental of facilities and equipment	0%	138 300.00
Interest earned - external investments	0%	1 650 000.00
Interest earned - outstanding debtors	6%	26 872 876.00
Fines, penalties and forfeits	0%	55 000.00
Transfers and subsidies	68%	319 807 000.00
Other revenue	1%	6 966 500.00
MIG	14%	65 627 000.00
	100%	471 349 268.00

The municipality’s adjusted budget for 2021/2022 MTREF is funded mainly by the government grants at 82% and the remaining percentage is funded by the own sources of revenue and the cash backed reserves to an amount of **R 59 585 438** backed up by the amount received from the department of public works, roads and infrastructure. The following table summarises the cash funding of the 2021/22 MTREF adjusted budget:

Details	2021/2022 (R)	2022/2023 (R)	2023/2024 (R)
Total Budgeted expenditure	530 934 706	508 861 428	484 806 741
Less non-cash items	(42 358 745)	(84 079 379)	(90 609 888)
Total net expenditure	488 575 961	424 782 049	394 196 853
Realistic/collectable revenue sources			
Government grants	385 434 000	382 884 000	377 610 000
Property rates	160 544 598	41 263 440.8	47 349 799
Other revenue	8 672 100	9 200 000	9 540 000
	554 650 698	433 347 441	434 499 799

Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The municipality derives most of its operational revenue from the transfers recognised – operational (government grants), Property rates, capital grants from organs of state and other minor charges (such as licenses and permits etc).

The revenue strategy is a function of key components such as:

- Growth in the municipality and economic development;
- Revenue management and enhancement;
- National Treasury guidelines;
- The Property Rates Policy in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA), and
- And the ability to extend new services and obtain cost recovery levels.

The above principles guide the annual increase/decrease in the tariffs charged to the consumers and the ratepayers aligned to the economic forecasts.

The approved tariff rates for the 2021/22 MTREF for Property rates remain unadjusted and can be shown as follows:

Table 16 Approved tariff reduction over the medium-term

Revenue category	2020/2021	2021/2022
Property rates	0.16 cents	0.16 cents

Revenue to be generated from property rates remains unchanged as originally budgeted at **R 50 million** for the 2021/22 financial year and the outer years also remain unchanged.

2.2.2. Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2021/22 medium-term capital programme:

Table 17 Sources of capital revenue over the MTREF

LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2022												
Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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		
Transfers recognised - cap	4	58 212	-	-	-	-	-	7 500	7 500	65 712	85 100	46 400
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		66 961	-	-	-	-	-	9 192	9 192	76 153	35 050	39 505
Total Capital Funding		125 173	-	-	-	-	-	16 692	16 692	141 865	120 150	85 905



The total adjusted capital budget of **R 141.8 million** is funded by government grants in a form of MIG **R 65.7 million** and Internally generated funds (Equitable share) **R 76.1 million** for the 2021/22 financial year.

NB: Details of the capital projects and adjustments are in table SB 19 (List of capital programmes and projects affected by adjustments)

2.2.3. Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understand ability for councillors and management of the municipality. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue and other own sources of revenue

Table 18 MBRR Table B7 – Adjusted Budget cash flow statement

LIM473 Makhuduthamaga - Table B7 Adjustments Budget Cash Flows - 28/02/2022

Description	Ref	Budget Year 2021/22									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
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	2022/23	2023/24
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		19 970	-	-	-	-	-	140 575	140 575	160 545	41 263	47 350
Service charges		156	-	-	-	-	-	(100)	(100)	56	240	350
Other revenue		7 105	-	-	-	-	-	23 500	23 500	30 605	28 160	31 280
Transfers and Subsidies - Operational	1	299 807	-	-	-	-	-	20 000	20 000	319 807	311 969	303 538
Transfers and Subsidies - Capital	1	85 627	-	-	-	-	-	(20 000)	(20 000)	65 627	70 915	74 072
Interest		1 650	-	-	-	-	-	-	-	1 650	1 800	1 910
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(281 504)	-	-	-	-	-	(62 007)	(62 007)	(343 511)	(304 632)	(308 292)
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	1	(5 200)	-	-	-	-	-	2 000	2 000	(3 200)	(5 200)	(6 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		127 610	-	-	-	-	-	103 968	103 968	231 578	144 515	144 208
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		(125 173)	-	-	-	-	-	(16 692)	(16 692)	(141 865)	(120 150)	(85 905)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(125 173)	-	-	-	-	-	(16 692)	(16 692)	(141 865)	(120 150)	(85 905)
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		2 437	-	-	-	-	-	87 276	87 276	89 713	24 365	58 303
Cash/cash equivalents at the year begin:	2	49 112	-	-	-	-	-	(34 752)	(34 752)	14 360	104 073	128 438
Cash/cash equivalents at the year end:	2	51 549	-	-	-	-	-	52 524	52 524	104 073	128 438	186 741

The above table shows a **R 66 million** net increase in cash held for the 2021/22 financial year and is boosted by the **R 14.3 million** positive opening balance of the municipality's bank account, the municipality's cash flow position improves over the 2021/22 MTREF with a decreasing net increases in the cash flow.



Property Rates

- The municipality has managed to collect **R 67.8 million** from government departments and local businesses by February 2022. The municipality has also considered the customers who pay their accounts on a monthly basis in its calculation for the budgeted cash flow from this source of revenue. The department of Public works, roads and infrastructure has committed to settle its property rates debts by the end of March 2022. It is therefore expected that the municipality will be able to reach its targeted inflow of **R 160 million** from property rates by the end of the financial year.

Other Revenue

- Other revenue sources include the rental of facilities, traffic fines, VAT refunds and agency income. The municipality has managed to collect **R 21.8 million** for this sources of cash flow combined by January 2022, with about 77% of the collection coming from the VAT refunds covering the 1st & 2nd quarters of the 2021/22 financial year. 17% of the cash collected under the other revenue was from the agency services for licenses and permits.
- All other revenue sources are projected to be collected at 100% as per the adjustments budget.

Government Grants & Transfers Cash Flow Assumptions

- All government grants are projected to be received at 100% and all conditional grants are projected to be spent at 100% by end of the financial year.

Interest on investments Cash Flow Assumptions

- The municipality is expecting to receive 100% of the annual adjusted budget on revenue from interests on positive bank balances.

2.2.4. Cash Backed Reserves/Accumulated Surplus Reconciliation.

This following table highlights the requirements of the MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded'. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected). It is also important to analyse trends to understand the consequences, e.g. the budget year might indicate a small



surplus situation, which in itself is an appropriate outcome, but if in prior years there were much larger surpluses then this negative trend may be a concern that requires closer examination

Table 19 MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation

LIM473 Makhuduthamaga - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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 and investments available												
Cash/cash equivalents at the year end	1	51 549	-	-	-	-	-	52 524	52 524	104 073	128 438	186 741
Other current investments > 90 days		0	-	-	-	-	-	-	-	-	(21 988)	(42 988)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		51 549	-	-	-	-	-	52 524	52 524	82 085	106 450	143 753
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(19 800)	-	-	-	-	-	44 000	44 000	24 200	(14 962)	(17 440)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		(19 800)	-	-	-	-	-	44 000	44 000	24 200	(14 962)	(17 440)
Surplus(shortfall)		71 349	-	-	-	-	-	8 524	8 524	57 884	121 412	161 192

From the above table it can be seen that the cash and investments available was adjusted to **R 104 million** for the 2021/22 financial year.

The municipality is planning to spend on all the conditional grants received during the 2021/22 financial year, therefore the balances on unspent conditional grants are zero throughout the MTREF.

The municipality’s third party payments such as SARS under the statutory requirements are accounted for under the employee related costs on B7 as part of the payments to suppliers and employees over the 2021/22 MTREF. The VAT portion is also accounted for as part of the payments to suppliers and employees and also under the capital assets payments on the B7.

The main purpose of the other working capital is to ensure that sufficient funds are available to meet obligations as they fall due. A key challenge is often the mismatch between the timing of receipts of funds from debtors and payments due to employees and creditors. High levels of debtor non-payment and receipt delays will have a greater requirement for working capital. Any underperformance in relation to collections could place upward pressure on the ability of the municipality to meet its creditor obligations.

It can be concluded that the municipality has a surplus against the cash backed and accumulated surpluses reconciliation.

Funding compliance measurement

National Treasury requires that the municipality assess its financial sustainability against fourteen different measures that look at various aspects of the financial health of the municipality. These measures are contained in the following table. All the information comes directly from the adjusted budget statement of financial performance, financial position and cash flows. The funding compliance measurement table essentially measures the degree to which the proposed budget complies with the funding requirements of the MFMA.

Table 20 MBRR SB6 – Funding compliance measurement

LIM473 Makhuduthamaga - Supporting Table SB6 Adjustments Budget - funding measurement - 28 February 2021										
Description	Ref	MFMA section	2017/18	2018/19	2019/20	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2021/22	Budget Year +2 2022/23
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b	19,278	9,052	11,875	37,679	40,655	40,655	76,992	122,566
Cash + investments at the yr end less applications - R'000	2	18(1)b	37,443	28,737	3,073	19,675	11,682	11,833	40,134	87,981
Cash year end/monthly employee/supplier payments	3	18(1)b	0	0	0	0	0	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	(66,834)	(34,839)	79,813	126,118	162,818	144,361	137,994	127,668
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)	-6.5%	-4.9%	-6.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	179.4%	166.6%	105.9%	89.9%	98.4%	98.1%	89.4%	90.0%
Capital payments % of capital expenditure	8	18(1)c;19	87.8%	105.8%	94.7%	100.0%	100.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				100.0%	718.9%	100.0%	100.0%	100.0%
Current consumer debtors % change - incr(decr)	11	18(1)a	17.9%	8.1%	0.0%	0.0%	0.0%	0.0%	16.3%	13.3%
Long term receivables % change - incr(decr)	12	18(1)a	0.0%	0.0%	0.0%	13.4%	13.4%	13.4%	0.0%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)	14.5%	24.5%	14.3%	9.4%	15.7%	16.2%	12.8%	15.4%
Asset renewal % of capital budget	14	20(1)(vi)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

2.3 Adjustments to expenditure on allocations and grant programmes.

- No further budget adjustments effected on the municipality’s transfers and grants for the 2021/22 financial year.

2.4 Adjustments to allocations and grants made by the municipality.

Our municipality does not make any allocations or any grants transferred to other municipalities or entities.

2.5 Adjustments to councillor Allowances and employee benefits.

The following tables indicate the adjustments done on employee related costs and councillor allowances.



Table 21: Adjustments to Councillors and staff benefits

LIM473 Makhuduthamaga - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 28/02/2022

Summary of remuneration	Ref	Budget Year 2021/22									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		13 445	-					(379)	(379)	13 066	-2.8%
Pension and UIF Contributions		4 170	-					(1 780)	(1 780)	2 389	-42.7%
Medical Aid Contributions		-	-					-	-	-	
Motor Vehicle Allowance		169	-					(84)	(84)	84	-50.0%
Cellphone Allowance		2 601	-					322	322	2 923	
Housing Allowances		-	-					-	-	-	
Other benefits and allowances		4 699	-					758	758	5 457	
Sub Total - Councillors		25 084	-				-	(1 164)	(1 164)	23 920	-4.6%
% increase			(0)							(0)	
Senior Managers of the Municipality											
Basic Salaries and Wages		2 982	-					-	-	2 982	0.0%
Pension and UIF Contributions		1 059	-					(259)	(259)	801	-24.4%
Medical Aid Contributions		1 123	-					(386)	(386)	736	-34.4%
Overtime		-	-					-	-	-	
Performance Bonus		-	-					-	-	-	
Motor Vehicle Allowance		2 100	-					(593)	(593)	1 507	-28.2%
Cellphone Allowance		280	-					(54)	(54)	226	-19.3%
Housing Allowances		1 043	-					(428)	(428)	616	
Other benefits and allowances		7	-					(2)	(2)	6	
Payments in lieu of leave		-	-					343	343	343	
Long service awards		-	-					-	-	-	
Post-retirement benefit obligations		-	-					-	-	-	
Sub Total - Senior Managers of Municipality	5	8 595	-	-			-	(1 379)	(1 379)	7 216	-16.0%
% increase			(0)							(0)	
Other Municipal Staff											
Basic Salaries and Wages		58 199	-					(3 092)	(3 092)	55 106	-5.3%
Pension and UIF Contributions		10 367	-					(749)	(749)	9 618	-7.2%
Medical Aid Contributions		7 355	-					(964)	(964)	6 391	-13.1%
Overtime		198	-					336	336	534	170.2%
Performance Bonus		5 262	-					(553)	(553)	4 709	
Motor Vehicle Allowance		10 723	-					417	417	11 140	3.9%
Cellphone Allowance		2 683	-					(369)	(369)	2 313	-13.8%
Housing Allowances		3 021	-					(4)	(4)	3 017	
Other benefits and allowances		17	-					2	2	19	
Payments in lieu of leave		-	-					-	-	-	
Long service awards		-	-					-	-	-	
Post-retirement benefit obligations		-	-					-	-	-	
Sub Total - Other Municipal Staff	5	97 824	-	-	-	-	-	(4 977)	(4 977)	92 847	-5.1%
% increase											
Total Parent Municipality		131 503	-	-	-	-	-	(7 520)	(7 520)	123 983	-5.7%



2.6 Adjustments to service delivery and budget implementation plan.

- SDBIP for the municipality was reviewed taking in to account the actual performance in the budget by the 31st December 2021. The Adjusted SDBIP was tabled in council on the 28th February 2022.

2.7 Adjustments to capital expenditure.

- The following table indicates the adjustments on capital projects for 2021/22 MTREF
- Table 25: Capital projects affected by adjustments budget

LIM473 Makhuduthamaga - Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget - 28/02/2022

Function	Project Description	Medium Term Revenue and Expenditure Framework					
		Budget Year 2021/22		Budget Year +1 2022/23		Budget Year +2 2023/24	
		Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
R thousands							
Parent municipality:							
<i>List all capital projects grouped by Function</i>							
0e51e5d3-5805-402b-a5dc-3b94852c29c0	Budget and Treasury Office	11 800	11 800	7 100	7 100	7 410	7 410
0e51e5d3-5805-402b-a5dc-3b94852c29c0	Budget and Treasury Office	6 000	6 000	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c0	Budget and Treasury Office	3 000	3 000	–	–	–	–
0e51e5d3-5805-402b-a5dc-3b94852c29c0	Budget and Treasury Office	11 000	11 000	4 200	4 200	–	–
b2673700-28fd-4a89-ba14-65993216e3f7	Access road to Kome	37 996	37 996	–	–	–	–
b2673700-28fd-4a89-ba14-65993216e3f7	Construction of Malegase to Mapulane a	65 424	65 424	42 000	42 000	–	–
be26bea6-58e3-4497-b52c-0bf597208207	Clen Cowie_Post Office Phokoane	–	–	16 000	16 000	46 000	46 000
be26bea6-58e3-4497-b52c-0bf597208207	Construction of access road from Maila	2 885	2 885	20 000	20 000	20 000	20 000
be26bea6-58e3-4497-b52c-0bf597208207	Construction of Access road to Mochad	9 000	9 000	36 000	36 000	–	–
be26bea6-58e3-4497-b52c-0bf597208207	Construction of Kome internal road	45 427	45 427	3 000	3 000	–	–
be26bea6-58e3-4497-b52c-0bf597208207	Construction of Mohlala/Ngw anantshwa	–	–	8 000	8 000	17 000	17 000
be26bea6-58e3-4497-b52c-0bf597208207	Construction of road from Lobethal to Tis	30 000	30 000	18 000	18 000	–	–
be26bea6-58e3-4497-b52c-0bf597208207	Construction of road from Mashabela Tr	28 000	28 000	50 000	50 000	32 000	32 000
be26bea6-58e3-4497-b52c-0bf597208207	Construction of road from Mokw ete to M	18 000	18 000	30 000	30 000	43 800	43 800
be26bea6-58e3-4497-b52c-0bf597208207	Mamone - Ngw anantshwane access roa	13 098	13 098	–	–	–	–
e38be026-aa91-4710-9bdc-3b0f3755cc1a	Economic Development and Planning	–	–	2 000	2 000	–	–
e38be026-aa91-4710-9bdc-3b0f3755cc1a	Economic Development and Planning	100	100	–	–	–	–
f3a9aaa9-529a-40d1-b981-722b2f743267	Corporate Services	2 000	2 000	4 000	4 000	5 600	5 600

2.8 Other Supporting documents.

2.8.1 Table 26: SB1

LIM473 Makhuduthamaga - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 28/02/2022

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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	6	7	8	9	10	11	12	13		
		A	A1	B	C	D	E	F	G	H		
REVENUE ITEMS												
Property rates												
Total Property Rates		50 077	-					-	-	50 077	51 579	52 611
Net Property Rates		50 077	-	-	-	-	-	-	-	50 077	51 579	52 611
Service charges - refuse revenue												
Total refuse removal revenue		156	-					-	-	156	-	-
Net Service charges - refuse revenue		156	-	-	-	-	-	-	-	156	-	-
Other Revenue By Source												
Fuel Levy		-	-					-	-	-	-	-
Administrative Handling Fees		6 800	-					-	-	6 800	7 000	7 100
Other Revenue		167	-					-	-	167	160	180
Total 'Other' Revenue	1	6 967	-	-	-	-	-	-	-	6 967	7 160	7 280
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		61 181	-					(3 092)	(3 092)	58 089	65 434	69 934
Pension and UIF Contributions		11 426	-					(1 008)	(1 008)	10 419	12 226	13 082
Medical Aid Contributions		8 478	-					(1 351)	(1 351)	7 127	9 071	9 706
Overtime		198	-					336	336	534	211	226
Performance Bonus		5 262	-					(553)	(553)	4 709	5 628	6 015
Motor Vehicle Allowance		12 823	-					(176)	(176)	12 647	13 721	14 681
Cellphone Allowance		2 962	-					(423)	(423)	2 539	3 170	3 392
Housing Allowances		4 064	-					(432)	(432)	3 633	4 349	4 653
Other benefits and allowances		24	-					0	0	25	26	28
Payments in lieu of leave		-	-					343	343	343	-	-
<i>sub-total</i>		106 419	-	-	-	-	-	(6 356)	(6 356)	100 063	113 837	121 717
<i>Less: Employees costs capitalised to PPE</i>		-	-					-	-	-	-	-
Total Employee related costs	1	106 419	-	-	-	-	-	(6 356)	(6 356)	100 063	113 837	121 717
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		27 994	-					6 287	6 287	34 281	39 208	45 089
Lease amortisation		1 205	-					-	-	1 205	905	675
Total Depreciation & asset impairment	1	29 199	-	-	-	-	-	6 287	6 287	35 486	40 113	45 764
Contracted services												
Outsourced Services		71 823	-					8 222	8 222	80 045	58 325	50 925
Consultants and Professional Services		9 766	-					6 768	6 768	16 535	10 829	10 741
Contractors		31 072	-					39 123	39 123	70 195	45 224	44 354
Total contracted services		112 662	-	-	-	-	-	54 113	54 113	166 775	114 378	106 020
Other Expenditure By Type												
Audit fees		37 339	-					8 913	8 913	46 253	40 845	42 722
Other Expenditure		-	-					-	-	-	-	-
Total Other Expenditure	1	37 339	-	-	-	-	-	8 913	8 913	46 253	40 845	42 722
Repairs and Maintenance by Expenditure Item												
Contracted Services	14	-	-	-	-	-	-	-	-	-	42 329	41 335
Other Expenditure		-	-	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	15	-	-	-	-	-	-	-	-	-	42 329	41 335
Inventory Consumed												
Inventory Consumed - Water		-	-	-	-	-	-	-	-	-	-	-
Inventory Consumed - Other		3 500	-	-	-	-	-	(1 000)	(1 000)	2 500	-	-
Total Inventory Consumed & Other Material		3 500	-	-	-	-	-	(1 000)	(1 000)	2 500	-	-

2.8.2 Table 27: SB2

LIM473 Makhuduthamaga - Supporting Table SB2 Supporting detail to 'Financial Position Budget' - 28/02/2022

Description	Ref	Budget Year 2021/22									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
R thousands		A	4	5	6	7	8	9	10	11	2022/23	2023/24
ASSETS												
Consumer debtors												
Consumer debtors		38 700	-					(38 700)	(38 700)	-	-	-
Less: provision for debt impairment		-	-					-	-	-	-	-
Total Consumer debtors	1	38 700	-	-	-	-	-	(38 700)	(38 700)	-	-	-
Consumables												
Standard Rated												
Opening Balance		-	-					-	-	-	-	-
Acquisitions		3 500	-					(3 500)	(3 500)	-	-	-
Issues	13	(3 500)	-					3 500	3 500	-	-	-
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
Closing balance - Consumables Standard Rated		-	-	-	-	-	-	-	-	-	-	-
Zero Rated												
Closing balance - Finished Goods		-	-					-	-	-	-	-
Materials and Supplies												
Opening Balance		1 127	-					(1 127)	(1 127)	-	(2 500)	(2 500)
Acquisitions		-	-					-	-	-	-	-
Issues	13	-	-					(2 500)	(2 500)	(2 500)	-	-
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
Closing balance - Materials and Supplies		1 127	-	-	-	-	-	(3 627)	(3 627)	(2 500)	(2 500)	(2 500)
Work-in-progress												
Opening Balance		-	-					-	-	-	-	-
Materials		-	-					-	-	-	-	-
Transfers		-	-					-	-	-	-	-
Closing balance - Work-in-progress		-	-	-	-	-	-	-	-	-	-	-
Housing Stock												
Opening Balance		-	-					-	-	-	-	-
Acquisitions		-	-					-	-	-	-	-
Transfers		-	-					-	-	-	-	-
Sales		-	-					-	-	-	-	-
Closing Balance - Housing Stock		-	-	-	-	-	-	-	-	-	-	-
Closing Balance - Inventory & Consumables		1 127	-	-	-	-	-	(3 627)	(3 627)	(2 500)	(2 500)	(2 500)
Property, plant & equipment												
PPE at cost/v valuation (excl. finance leases)		346 900	-					(205 085)	(205 085)	141 815	120 150	85 905
Total Property, plant & equipment	1	346 900	-	-	-	-	-	(205 085)	(205 085)	141 815	120 150	85 905
LIABILITIES												
Current liabilities - Borrowing												
Trade and other payables												
Trade Payables		41 351	-					(41 351)	(41 351)	-	-	-
Other creditors		(5 200)	-					5 200	5 200	-	-	-
Total Trade and other payables	1	36 151	-	-	-	-	-	(36 151)	(36 151)	-	-	-
Provisions - non current												
Other		23 503	-					(23 503)	(23 503)	-	-	-
Total Provisions - non current		23 503	-	-	-	-	-	(23 503)	(23 503)	-	-	-
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		128 282	-					(128 282)	(128 282)	-	-	-
Restated balance		128 282	-					(128 282)	(128 282)	-	-	-
Surplus/(Deficit)		125 173	-					(42 894)	(42 894)	82 280	99 150	85 905
Accumulated Surplus/(Deficit)	1	253 455	-	-	-	-	-	(171 176)	(171 176)	82 280	99 150	85 905
TOTAL COMMUNITY WEALTH/EQUITY	2	253 455	-	-	-	-	-	(171 176)	(171 176)	82 280	99 150	85 905



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

2.8.7 Table 31: SB12

LIM473 Makhuduthamaga - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 28/02/2022

Description	Ref	Budget Year 2021/22												Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	
R thousands																	
Revenue by Vote																	
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 2 - Finance & Administration		128 095	9 821	11 033	11 033	14 692	113 172	30 584	30 584	30 584	30 584	30 584	30 584	30 584	471 349	487 700	484 642
Vote 3 - Finance & Administration 2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Public Safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Waste Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote		128 095	9 821	11 033	11 033	14 692	113 172	30 584	30 584	30 584	30 584	30 584	30 584	30 584	471 349	487 700	484 642
Expenditure by Vote																	
Vote 1 - Executive & Council		3 993	6 596	4 398	4 517	3 705	6 574	6 007	6 007	6 007	6 007	6 007	6 007	6 007	65 827	67 952	71 561
Vote 2 - Finance & Administration		6 754	6 906	9 508	8 742	10 059	8 137	14 641	14 641	14 641	14 641	14 641	14 641	14 641	137 955	165 733	176 509
Vote 3 - Finance & Administration 2		1 022	3 533	1 891	2 570	1 935	1 522	1 908	1 908	1 908	1 908	1 908	1 908	1 908	23 920	20 395	22 076
Vote 4 - Community and Social Services		1 585	1 817	1 758	1 770	1 977	2 224	2 461	2 461	2 461	2 461	2 461	2 461	2 461	25 896	13 961	14 798
Vote 5 - Planning and Development		673	507	1 551	601	702	1 454	1 997	1 997	1 997	1 997	1 997	1 997	1 997	17 471	15 916	16 892
Vote 6 - Internal Audit		359	281	689	227	637	223	117	117	117	117	117	117	117	3 120	1 891	1 965
Vote 7 - Energy Sources		210	213	218	215	208	1 080	3 940	3 940	3 940	3 940	3 940	3 940	3 940	25 785	8 176	8 520
Vote 8 - Road Transport		317	5 143	8 703	3 563	5 121	5 066	4 228	4 228	4 228	4 228	4 228	4 228	4 228	53 280	39 996	38 877
Vote 9 - Public Safety		-	-	-	-	-	-	30	30	30	30	30	30	30	180	18 987	20 315
Vote 10 - Waste Management		2 053	4 799	2 081	2 134	2 063	4 793	2 219	2 219	2 219	2 219	2 219	2 219	2 219	31 234	32 805	24 390
Vote 11 - Sports & Recreation		-	-	92	169	88	452	50	50	50	50	50	50	50	1 101	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - Housing		-	129	604	603	620	275	178	178	178	178	178	178	178	3 300	2 900	3 000
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		16 966	29 924	31 495	25 111	27 116	31 801	37 776	37 776	37 776	37 776	37 776	37 776	37 776	389 070	388 711	398 902
Surplus/ (Deficit)		111 129	(20 103)	(20 461)	(14 078)	(12 424)	81 371	(7 192)	(7 192)	(7 192)	(7 192)	(7 192)	(7 192)	(7 192)	82 280	98 988	85 740



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

2.8.7 Table 32: SB13

LIM473 Makhuduthamaga - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) - 28/02/2022

Description - Standard classification	Ref	Budget Year 2021/22												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue - Functional																
<i>Governance and administration</i>		128 095	9 821	11 033	13 856	14 692	113 172	30 113	30 113	30 113	30 113	30 113	30 113	471 349	487 700	484 642
Executive and council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance and administration	128 095	9 821	11 033	13 856	14 692	113 172	30 113	30 113	30 113	30 113	30 113	30 113	471 349	487 700	484 642	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional		128 095	9 821	11 033	13 856	14 692	113 172	30 113	30 113	30 113	30 113	30 113	30 113	471 349	487 700	484 642
Expenditure - Functional																
<i>Governance and administration</i>		12 128	17 316	16 487	16 057	16 336	16 456	22 674	22 674	22 674	22 674	22 674	22 674	230 822	255 971	272 111
Executive and council		3 993	6 596	4 398	4 517	3 705	6 574	6 007	6 007	6 007	6 007	6 007	6 007	65 827	67 952	71 561
Finance and administration		7 776	10 439	11 399	11 312	11 994	9 659	16 549	16 549	16 549	16 549	16 549	16 549	161 874	186 127	198 585
Internal audit		359	281	689	227	637	223	117	117	117	117	117	117	3 120	1 891	1 965
<i>Community and public safety</i>		1 585	1 946	2 454	2 542	2 685	2 952	2 719	2 719	2 719	2 719	2 719	2 719	30 477	35 848	38 112
Community and social services		1 585	1 817	1 758	1 770	1 977	2 224	2 461	2 461	2 461	2 461	2 461	2 461	25 896	13 961	14 798
Sport and recreation		-	92	169	88	452	50	50	50	50	50	50	50	1 101	-	-
Public safety		-	-	-	-	-	30	30	30	30	30	30	30	180	18 987	20 315
Housing		-	129	604	603	620	275	178	178	178	178	178	178	3 300	2 900	3 000
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		990	5 650	10 255	4 191	5 823	6 520	6 220	6 220	6 220	6 220	6 220	6 220	70 752	55 912	55 768
Planning and development		673	507	1 551	601	702	1 454	1 997	1 997	1 997	1 997	1 997	1 997	17 471	15 916	16 892
Road transport		317	5 143	8 703	3 563	5 121	5 066	4 228	4 228	4 228	4 228	4 228	4 228	53 280	39 996	38 877
Environmental protection		-	-	28	-	-	-	(5)	(5)	(5)	(5)	(5)	(5)	-	-	-
<i>Trading services</i>		2 263	5 012	2 300	2 321	2 271	5 873	6 163	6 163	6 163	6 163	6 163	6 163	57 019	40 981	32 910
Energy sources		210	213	218	215	208	1 080	3 940	3 940	3 940	3 940	3 940	3 940	25 785	8 176	8 520
Water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		2 053	4 799	2 081	2 106	2 063	4 793	2 223	2 223	2 223	2 223	2 223	2 223	31 234	32 805	24 390
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional		16 966	29 924	31 495	25 111	27 116	31 801	37 776	37 776	37 776	37 776	37 776	37 776	389 070	388 711	398 902
Surplus/ (Deficit) 1.		111 129	(20 103)	(20 461)	(11 255)	(12 424)	81 371	(7 663)	(7 663)	(7 663)	(7 663)	(7 663)	(7 663)	82 280	98 988	85 740

2.8.8 Table 33: SB18a

LIM473 Makhuduthamaga - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 28/02/2022

Description	Ref	Budget Year 2021/22									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	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Capital expenditure on new assets by Asset Class/Sub-class												
Infrastructure		119 423	-	-	-	-	-	5 492	5 492	124 915	111 500	79 400
Roads Infrastructure		119 423	-	-	-	-	-	5 492	5 492	124 915	111 500	79 400
Roads		78 923	-	-	-	-	-	17 049	17 049	95 972	39 500	23 000
Road Structures		40 500	-	-	-	-	-	(11 557)	(11 557)	28 943	72 000	56 400
Other assets		-	-	-	-	-	-	8 900	8 900	8 900	3 550	3 705
Operational Buildings		-	-	-	-	-	-	5 900	5 900	5 900	3 550	3 705
Yards		-	-	-	-	-	-	5 900	5 900	5 900	3 550	3 705
Housing		-	-	-	-	-	-	3 000	3 000	3 000	-	-
Staff Housing		-	-	-	-	-	-	3 000	3 000	3 000	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		50	-	-	-	-	-	-	-	50	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		50	-	-	-	-	-	-	-	50	-	-
Computer Software and Applications		50	-	-	-	-	-	-	-	50	-	-
Computer Equipment		1 000	-	-	-	-	-	-	-	1 000	2 000	2 800
Computer Equipment		1 000	-	-	-	-	-	-	-	1 000	2 000	2 800
Furniture and Office Equipment		500	-	-	-	-	-	1 000	1 000	1 500	-	-
Furniture and Office Equipment		500	-	-	-	-	-	1 000	1 000	1 500	-	-
Machinery and Equipment		200	-	-	-	-	-	(200)	(200)	-	-	-
Machinery and Equipment		200	-	-	-	-	-	(200)	(200)	-	-	-
Transport Assets		2 000	-	-	-	-	-	3 500	3 500	5 500	2 100	-
Transport Assets		2 000	-	-	-	-	-	3 500	3 500	5 500	2 100	-
Land		-	-	-	-	-	-	-	-	-	1 000	-
Land		-	-	-	-	-	-	-	-	-	1 000	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets to be adjus	1	123 173	-	-	-	-	-	18 692	18 692	141 865	120 150	85 905



2.8.10 Table 34: SB18c

LIM473 Makhuduthamaga - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - 28/02/2022

Description	Ref	Budget Year 2021/22									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 2022/23	+2 2023/24
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		20 500	-	-	-	-	-	24 245	24 245	44 745	31 939	30 335
Roads Infrastructure		20 500	-	-	-	-	-	24 245	24 245	44 745	31 939	30 335
Roads		20 500	-	-	-	-	-	24 245	24 245	44 745	31 939	30 335
Community Assets		1 050	-	-	-	-	-	-	-	1 050	1 100	1 150
Community Facilities		1 050	-	-	-	-	-	-	-	1 050	1 100	1 150
Cemeteries/Crematoria		1 050	-	-	-	-	-	-	-	1 050	1 100	1 150
Other assets		2 200	-	-	-	-	-	1 100	1 100	3 300	2 900	3 000
Operational Buildings		2 200	-	-	-	-	-	1 100	1 100	3 300	2 900	3 000
Municipal Offices		-	-	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices		2 200	-	-	-	-	-	1 100	1 100	3 300	2 900	3 000
Computer Equipment		2 650	-	-	-	-	-	9 240	9 240	11 890	3 290	3 600
Computer Equipment		2 650	-	-	-	-	-	9 240	9 240	11 890	3 290	3 600
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		2 000	-	-	-	-	-	4 364	4 364	6 364	3 100	3 250
Machinery and Equipment		2 000	-	-	-	-	-	4 364	4 364	6 364	3 100	3 250
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure to be	1	28 400	-	-	-	-	-	38 949	38 949	67 349	42 329	41 335



2.8.11 Table 35: General Expenses

Old description	Municipal Standard Classification	Approved Annual Expenditure Budget 2021/22	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Travel & Accommodation	Infrastructure Technical	14 000.00	-	-	14 000.00	14 500.00	15 200.00
Travel & Accommodation	Infrastructure Technical	27 800.00	-	-	27 800.00	29 000.00	30 000.00
Travel & Accommodation	Infrastructure Technical	139 000.00	5 205.92	-	139 000.00	144 800.00	151 000.00
Travel & Accommodation	Infrastructure Technical	41 700.00	-	-	41 700.00	43 500.00	45 400.00
Travel & Accommodation	Infrastructure Technical	97 000.00	3 828.00	-	97 000.00	101 000.00	105 000.00
Travel & Accommodation	Infrastructure Technical	41 700.00	-	-	41 700.00	43 500.00	45 400.00
		361 200.00	9 033.92	-	361 200.00	376 300.00	392 000.00



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Status	Project	Item	Approved Annual Expenditure Budget 2021/22	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Executive Support								
General expenditure								
4	Capacity Building Council	National	500 000.00	610 650.00	721 300.00	1 221 300.00	1 200 000.00	1 250 000.00
4	Municipal Running Cost	Remuneration to Ward Co	4 000 000.00	1 197 000.00	-	4 000 000.00	4 150 000.00	4 300 000.00
4	Municipal Running Cost	Seating Allowance for Tr	440 000.00	68 000.00	- 220 000.00	220 000.00	480 000.00	500 000.00
4	Public Participation Mee	Hire Charges	200 000.00	68 100.00	-	200 000.00	215 000.00	230 000.00
4	Public Participation Mee	Transport Services	50 000.00	-	- 25 000.00	25 000.00	65 000.00	70 000.00
				4 022.04	9 000.00	9 000.00		
4	Public Participation Mee	Stage and Sound Crew	-	24 000.00	48 000.00	48 000.00	-	-
4	Public Participation Mee	Catering Services	150 000.00	63 805.00	-	150 000.00	155 000.00	164 000.00
			400 000.00	159 927.04	32 000.00	432 000.00	435 000.00	464 000.00
4	Municipal Running Cost	Hire Charges	100 000.00	235 360.00	370 720.00	470 720.00	105 000.00	110 000.00
4	Municipal Running Cost	Catering Services	100 000.00	57 060.00	200 000.00	300 000.00	105 000.00	110 000.00
			200 000.00	292 420.00	570 720.00	770 720.00	210 000.00	220 000.00
4	Municipal Running Cost	Total for All Other Coun	50 000.00	-	-	50 000.00	52 000.00	55 000.00
4	Special Events and Funct	Stage and Sound Crew	200 000.00	155 850.00	155 850.00	355 850.00	209 000.00	218 000.00
4	Special Events and Funct	Catering Services	520 000.00	518 132.00	520 000.00	1 040 000.00	541 000.00	564 000.00
4	Special Events and Funct	Gifts and Promotional It	207 800.00	1 113 267.96	1 150 000.00	1 357 800.00	217 000.00	227 000.00
4	Special Events and Funct	Transport Services	207 800.00	55 000.00	-	207 800.00	217 000.00	226 000.00
4	Special Events and Funct	Hire Charges	415 600.00	807 675.00	800 000.00	1 215 600.00	433 000.00	452 000.00
			1 551 200.00	2 649 924.96	2 625 850.00	4 177 050.00	1 617 000.00	1 687 000.00
4	Municipal Running Cost	Corporate and Municipal	-	245 200.00	245 200.00	245 200.00	-	-
4	Municipal Running Cost	Cellular Contract (Subsc	300 000.00	311 286.56	322 573.12	622 573.12	415 000.00	430 000.00
4	Municipal Running Cost	Printing, Publications a	2 500 000.00	4 440 334.50	4 500 000.00	7 000 000.00	5 700 000.00	5 900 000.00
4	Public Participation Mee	Stage and Sound Crew	150 000.00	-	- 150 000.00	-	209 000.00	218 000.00
4	Public Participation Mee	Transport Services	100 000.00	-	- 100 000.00	-	215 000.00	220 000.00
4	Public Participation Mee	Catering Services	200 000.00	-	- 200 000.00	-	420 000.00	445 000.00
4	Public Participation Mee	Radio and TV Transmissio	60 000.00	-	- 60 000.00	-	-	-
4	Public Participation Mee	Gifts and Promotional It	200 000.00	-	- 200 000.00	-	425 000.00	450 000.00
4	Public Participation Mee	Hire Charges	200 000.00	-	- 200 000.00	-	520 000.00	535 000.00
			910 000.00	-	- 910 000.00	-	1 789 000.00	1 868 000.00
			10 851 200.00	9 974 743.06	7 887 643.12	18 738 843.12	16 048 000.00	16 674 000.00



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Municipal Manager's Office							
General Expenditure							
Business and Finan	Risk Management Programmes	208 000.00	39 447.36	-	208 000.00	217 000.00	227 000.00
Audit Committee	Perf Audit Committee Support	520 000.00	172 474.00	-	520 000.00	541 000.00	565 000.00
Accounting and Auc	Internal Audit programmes	1 100 000.00	928 350.00	1 500 000.00	2 600 000.00	1 350 000.00	1 400 000.00
		1 828 000.00	1 140 271.36	1 500 000.00	3 328 000.00	2 108 000.00	2 192 000.00
Total		14 294 278.23	3 798 059.91	1 460 949.97	15 755 228.20	15 446 917.71	16 464 641.95

Status	Item	Old description	Approved Annual Expenditure Budget 2021/22	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Budget and Treasury Office								
Genera Expenses								
4	Vehicle Tracking	Vehicle Tracking	93 500.00	48 307.68	-	93 500.00	97 400.00	101 800.00
4	Air Transport	Travel & Accomodation	31 200.00		-	31 200.00	32 500.00	33 900.00
4	Car Rental	Travel & Accomodation	31 200.00		-	31 200.00	32 500.00	33 900.00
4	Accommodation	Travel & Accomodation	52 000.00		-	52 000.00	54 200.00	56 600.00
4	Food and Beverage (Serve	Travel & Accomodation	51 900.00		-	51 900.00	54 100.00	56 500.00
4	Accommodation	Travel & Accomodation	623 400.00	6 912.00	- 311 700.00	311 700.00	650 000.00	678 600.00
4	Air Transport	Travel & Accomodation	31 170.00		-	31 170.00	32 500.00	33 930.00
4	Incidental Cost	Travel & Accomodation	-	146 528.62	293 057.24	293 057.24	-	-
4	Food and Beverage (Serve	Travel & Accomodation	51 950.00	1 914.00	-	51 950.00	54 150.00	56 500.00
4	Daily Allowance	Travel & Accomodation	51 950.00	-	-	51 950.00	54 150.00	56 500.00
4	Car Rental	Travel & Accomodation	62 340.00	18 936.00	51 950.00	114 290.00	65 000.00	67 860.00
4	Own Transport	Travel & Accomodation	103 900.00	22 517.09	-	103 900.00	108 500.00	113 300.00
4	Own Transport	Travel & Accomodation	41 600.00		-	41 600.00	43 400.00	45 400.00
4	Food and Beverage (Serve	Travel & Accomodation	26 000.00		-	26 000.00	27 100.00	28 300.00
4	Accommodation	Travel & Accomodation	51 950.00		- 51 950.00	-	54 200.00	56 600.00
4	Bank Accounts	Bank Charges	316 895.00	92 662.73	-	316 895.00	330 204.59	344 733.59
4	Accounting and Auditing	Audit Fees	3 547 537.05	3 766 010.70	1 218 473.65	4 766 010.70	3 696 533.60	3 859 181.08
4	Municipal Services	Electricity	2 100 000.00	1 394 924.75	500 000.00	2 600 000.00	2 500 000.00	2 700 000.00
4	Wet Fuel	Plant : Fuel And Oil	3 430 000.00	2 311 384.05	1 500 000.00	4 930 000.00	3 575 000.00	3 733 000.00
4	Motor Vehicle Licence an	Fleet Management And Sy	93 500.00	134 536.00	150 000.00	243 500.00	97 400.00	102 000.00
4	Tenders	Advertising	200 000.00		-	200 000.00	255 000.00	260 000.00
			10 991 992.05	7 944 633.62	3 349 830.89	14 341 822.94	11 813 838.19	12 418 604.68



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Community Services							
General expenses							
Accommodation	Travel & Accomodation	103 900.00	8 826.00	-	51 950.00	108 300.00	113 100.00
Food and Beverage (Serve	Travel & Accomodation	41 600.00	-	-	20 800.00	43 350.00	45 300.00
Road Transport	Travel and Accomodation	31 200.00	-	-	15 600.00	32 500.00	33 900.00
Car Rental	Travel & Accomodation	41 600.00	-	-	20 800.00	43 300.00	45 200.00
Own Transport	Travel & Accomodation	52 000.00	14 275.03	-	52 000.00	54 200.00	56 600.00
		270 300.00	23 101.03	-	161 150.00	281 650.00	294 100.00
		8 955 889.31	8 524 849.04	12 453 418.25	21 409 307.56	9 575 230.56	10 238 231.20

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure	Draft Annual Expenditure
Sports and culture							
General expenditure							
Corporate and Municipal	Sports & Culture Promotions	600 000.00	801 367.00	501 367.00	1 101 367.00	-	-
		600 000.00	801 367.00	501 367.00	1 101 367.00	-	-

Status	Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Disaster management								
General expenditure								
4	Clothing Provided	Disaster Relief Fund	400 000.00	338 771.74	200 000.00	600 000.00	410 000.00	440 000.00
4	Social Relief	Disaster Relief Fund	1 200 000.00	939 800.49	600 000.00	1 800 000.00	1 250 000.00	1 500 000.00
	Social Relief		1 000 000.00	25 450.00	- 600 000.00	400 000.00	1 000 000.00	800 000.00
			2 600 000.00	1 304 022.23	200 000.00	2 800 000.00	2 660 000.00	2 740 000.00



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Waste management							
General expenditure							
Catering Services	Environmental awareness	62 000.00	-	-	62 000.00	65 000.00	68 000.00
Maintenance of Unspecifi	Fencing of Cemeteries	1 050 000.00	-	-	1 050 000.00	1 100 000.00	1 150 000.00
		1 112 000.00	-	-	1 112 000.00	1 165 000.00	1 218 000.00



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Corporate services							
General expenditure							
Municipal Services	Telecommunications	1 040 000.00	637 955.14	-	1 040 000.00	1 100 000.00	1 180 000.00
Bursaries (Non-Employe	Bursary Fund.	2 800 000.00	1 249 385.05	-	2 800 000.00	5 200 000.00	5 500 000.00
Road Transport	Travel and Accomodat	25 000.00		- 12 500.00	12 500.00	35 500.00	37 000.00
Air Transport	Travel & Accomodatio	20 000.00		- 10 000.00	10 000.00	28 400.00	29 600.00
Food and Beverage (Serv	Travel & Accomodatio	200 000.00		- 100 000.00	100 000.00	284 000.00	296 500.00
Car Rental	Travel & Accomodatio	20 000.00		- 10 000.00	10 000.00	28 400.00	29 600.00
Own Transport	Travel & Accomodatio	10 000.00	6 805.60	-	10 000.00	14 200.00	14 800.00
Accommodation	Travel & Accomodatio	200 000.00	38 401.92	- 100 000.00	100 000.00	284 000.00	593 000.00
National	Development Of Ohs S	-	345 680.00	700 000.00	700 000.00	-	-
National	Training-Staff	500 000.00	362 256.20	-	500 000.00	650 000.00	700 000.00
Hire Charges	Development Of Ohs S	400 000.00	731 116.70	731 116.70	1 131 116.70	650 000.00	650 000.00
Staff Recruitment	Advertising	250 000.00	97 547.71	-	250 000.00	330 000.00	340 000.00
Professional Bodies, Mei	Administration Expens	1 100 000.00	1 080 400.19	1 000 000.00	2 100 000.00	1 350 000.00	1 400 000.00
Accommodation	Travel & Accomodatio	120 000.00	19 194.00	- 60 000.00	60 000.00	125 000.00	130 500.00
Own Transport	Travel & Accomodatio	10 000.00	67 909.22	57 909.22	67 909.22	12 000.00	15 000.00
Car Rental	Travel & Accomodatio	20 000.00		-	20 000.00	20 800.00	21 700.00
Air Transport	Travel & Accomodatio	15 000.00		-	15 000.00	16 500.00	17 000.00
Food and Beverage (Serv	Travel & Accomodatio	80 000.00		-	80 000.00	83 400.00	88 000.00
Accommodation	Travel & Accomodatio	60 000.00		-	60 000.00	62 500.00	65 300.00
Car Rental	Travel & Accomodatio	10 000.00		-	10 000.00	10 400.00	10 900.00
Own Transport	Travel & Accomodatio	5 000.00		-	5 000.00	5 200.00	5 400.00
Food and Beverage (Serv	Travel & Accomodatio	30 000.00		-	30 000.00	31 300.00	32 800.00
Air Transport	Travel & Accomodatio	10 000.00		-	10 000.00	10 400.00	10 900.00
Accommodation	Travel & Accomodatio	50 000.00		-	50 000.00	55 000.00	58 000.00
Food and Beverage (Serv	Travel & Accomodatio	16 500.00		-	16 500.00	18 000.00	20 000.00
Own Transport	Travel & Accomodatio	10 000.00	5 946.33	-	10 000.00	12 500.00	13 000.00
Car Rental	Travel & Accomodatio	10 000.00		-	10 000.00	10 000.00	12 000.00
Air Transport	Travel & Accomodatio	5 000.00		-	5 000.00	5 200.00	5 500.00
Legal Advice and Litigat	Legal Costs and Develk	550 000.00	1 292 055.94	1 200 000.00	1 750 000.00	1 384 000.00	1 310 000.00
Customer/Client Inform	Customer Care	-	28 899.00	200 000.00	200 000.00	-	-
		7 566 500.00	5 963 553.00	3 596 525.92	11 163 025.92	11 816 700.00	12 586 500.00



Makhuduthamaga Local Municipality – LIM473 2021/22 Annual Adjusted Budget and MTREF

Item	Old description	Approved Annual Expenditure Budget 2021/22	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Roads and Bridges							
General expenses							
Supplier Development Pro	EPWP Expense	3 200 000.00	2 270 289.56	1 340 579.12	4 540 579.12	4 000 000.00	4 200 000.00
		3 200 000.00	2 270 289.56	1 340 579.12	4 540 579.12	4 000 000.00	4 200 000.00

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
LED							
Accommodation	Travel & Accomodatio	72 730.00	-	-	72 730.00	75 784.66	79 119.19
Road Transport	Travel & Accomodatio	20 780.00	-	-	20 780.00	21 652.76	22 605.48
Air Transport	Travel & Accomodatio	10 390.00	-	-	10 390.00	10 826.38	11 302.74
Food and Beverage (S	Travel & Accomodatio	31 170.00	-	-	31 170.00	32 479.14	33 908.22
Car Rental	Travel & Accomodatio	20 780.00	-	-	20 780.00	21 652.76	22 605.48
Own Transport	Travel & Accomodatio	31 170.00	5 694.07	-	31 170.00	32 479.14	33 908.22
Architectural	Building Regulations A	-	-	-	-	-	-
Land and Quantity Su	Spatial Planning (Dem	100 000.00	-	-	100 000.00	2 904 000.00	3 194 400.00
Town Planner	Formalisation of Jane	500 000.00	-	-	500 000.00	-	-
Valuer and Assessors	Process of Acquiring L	-	-	500 000.00	-	500 000.00	-
Organisational		2 000 000.00	-	-	2 000 000.00	-	-
Acquisitions	PMS system	50 000.00	-	-	50 000.00	-	-
Acquisitions	Capital - Other assets	-	-	-	-	1 000 000.00	-
Geoinformatic Servic	GIS (Geographic Infor	2 000 000.00	448 086.96	-	2 000 000.00		
		4 837 020.00	453 781.03	500 000.00	4 837 020.00	4 598 874.84	3 397 849.33

Item	Old description	Approved Annual Expenditure Budget	Year TD Actual 2021/22 as at 31/12/2021	Budget Adjustments 2021/22	Adjusted Budget 2021/22	Draft Annual Expenditure Budget 2022/23	Draft Annual Expenditure Budget 2023/24
Local Economic Development							
General expense							
NEW VOTE	LED Strategic Plan	1 000 000.00	-	-	1 000 000.00	-	-
SMME Support	Smme Support	1 000 000.00	1 339 585.00	500 000.00	1 500 000.00	2 500 000.00	3 000 000.00
Hire Charges		500 000.00	222 640.00	-	500 000.00	-	-
Own Transport		-	6 524.95	13 049.90	13 049.90	-	-
		2 500 000.00	1 812 685.81	486 950.10	7 083 755.46	6 883 581.74	7 690 432.46



2.9 Municipal Manager's quality certificate