

KZN235
OKHAHLAMBA LOCAL
MUNICIPALITY
2023/2024
ADJUSTMENT
BUDGET



Okhahlamba Local Municipality

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Bergville 3350

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INTRODUCTION

In terms of Section 28 of the Local Government Municipal Finance Management Act No. 56 of 2003 (MFMA): A municipality may revise an approved annual budget through an adjustment budget

In terms of the Section 28(4) of the MFMA: Only the mayor may table an adjustment budget in the municipal council but an adjustment in terms of subsection (2) (b) to (g) may only be tabled within any prescribed limitation as to timing or frequency

Regulation 21 of the Municipal Budget and Reporting Regulations (MBRR) further prescribes that an adjustment budget and supporting documentation of a municipality must be in the format specified in Schedule B and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of Section 168 (1) of the act.

MAYOR'S REPORT

MAYORAL 2023/24 COUNCIL MEETING SPEECH

Honourable Speaker, Cllr. S. Z. Khumalo
Deputy Mayor of Okhahlamba Municipality Cllr. N. E. Shabalala
Members of the Council of Okhahlamba
Councillors present.
Officials, all protocol observed.

Greetings to all

Greetings to all

Chairperson, Mr Speaker, I would like to greet you and all members of the council and officials, and I hereby present Adjustment Budget for 2023/2024 financial year as outlined in the Municipal Finance Management Act. (MFMA, Section 28 of MFMA in relation to the tabling of Adjustment Budget).

I would like to highlight the following items:

DESCRIPTION	ANNUAL BUDGET	ADJUSTMENT BUDGET FEBRUARY 2024
Operating Expenditure	R 238 773 000.00	R 261 895 000.00
Capital Expenditure	R40 275 000.00.00	R 67 099 609.00
Total Budget	R 279 048 000.00	R 328,994,609.00

Capital expenditure is increase by R26 548 000.00 due to new allocation for Municipal Disaster Recovery Grant.

Capital expenditure is decreased by R2 219 000.00 due to Municipal Infrastructure Grant.

Rollover Approved Industrial Hub R 1544 398.00

Honourable Speaker and Councillors, this report reflects the wishes and aspirations of the people of Okhahlamba and it is aligned with the priorities set by Treasury (circular 66 & 67) and it is in line with the Okhahlamba SDBIP and IDP priorities which according to my administration's point of view should be implemented at a Local Level after considering the needs of the Community, therefore I recommend that the Municipal Council approves the Adjustment budget and the revised Service Delivery and Budget Implementation Plan.

I would like to grant council members a chance to look into the content and more details are contained in the attached reports.

As I conclude I would like council members to have in mind the need to provide quality services to our community when considering Adjustment Budget, I thank you for this wonderful opportunity granted to me to present this report to the Council of Okhahlamba.

I thank you.

RESOLUTION

On the 28 of February 2024, the Council of Okhahlamba Local Municipality met in the Council Chambers of Okhahlamba Municipality to consider the 2023/2024 Adjustments Budget. The council approved and adopted the following resolutions:

2.1. The Council of Okhahlamba Local Municipality, acting in terms of section 28 (1) of the Municipal Finance Management Act (Act 56 of 2003) approves and adopt:

- 2023/2024 Adjustments Budget

EXECUTIVE SUMMARY**COUNCILLORS, EXECUTIVE COMMITTEE AND OFFICIALS****EXECUTIVE COMMITTEE**

DESIGNATION	SURNAME & INITIALS
Mayor	Cllr. V. R. Mlotshwa
Deputy Mayor	Cllr. N. E. Shabalala
Executive Committee Member	Cllr. M. A. Mavundla
Executive Committee Member	Cllr. S. M. Buthelezi
Executive Committee Member	Cllr. M. G. Ndlangisa

COUNCIL

DESIGNATION	SURNAME & INITIALS
Mayor	Cllr. V. R. Mlotshwa
Deputy Mayor	Cllr. N. E. Shabalala
Speaker	Cllr. S. Z. Khumalo
Councillor	Cllr. M. N. Dlamini
Councillor	Cllr. S. P. Sehlako
Councillor	Cllr. P. N. Zwane
Councillor	Cllr. B. Z. Mchunu
Councillor	Cllr. D.R. Hlongwane
Councillor	Cllr. M. A. Mavundla
Councillor	Cllr. S. M. Buthelezi
Councillor	Cllr. L. K. Letsoalo
Councillor	Cllr. D.A. Ngwenya
Councillor	Cllr. B. A. Coka
Councillor	Cllr V. W. Mazibuko
Councillor	Cllr. S. P Khoza
Councillor	Cllr. T. J. Dladla
Councillor	Cllr. R. T. Khoza
PR	Cllr. M. G. Ndlangisa
PR	Cllr. V. P. Mvula
PR	Cllr. P.A.M Mfuphi
PR	Cllr. P. W. Hlongwane
PR	Cllr. K.O. Hadebe
PR	Cllr. K. A. Hlongwane
PR	Cllr. I. M. Buthelezi
PR	Cllr. N. P. Khumalo
PR	Cllr. D. T. Sibeko
PR	Cllr. N. A Mdakane
PR	Cllr. D. S. Ndaba
PR	Cllr. M. M. Zakwe

MANAGEMENT COMMITTEE MEMBERS

DESIGNATION	SURNAME & INITIALS
Municipal Manager	SN Malinga
Chief Financial Officer	SS Dlamini
Director: Technical Services	SR Zwane
Director: Social and Community	HP Ndaba
Director: Corporate	SM Khulu
Senior: Legal Advisor	JN Khumalo
Manager in the Office of the Mayor	MA Hlatshwayo
Maintenance Manager	MK Hlatshwayo
Thusong Centre Manager	ZA Zikode
Internal Audit Manager	SB Xaba
IDP/PMS Manager	S Nene
Protection Services Manager	TN Langa
IT Manager	TM Hlatshwayo
Risk Management and Communication Manager	M Khumalo
LED Manager	Vacant
Manager Finance	NP Nene
Accountant Expenditure	SH Cebekhulu
Accountant Income	ZS Mazibuko
Accountant Assets	SS Mncube
Accountant SCM	T Maphalala
Accountant Budget	K Dubazane
Housing Officer/ Building Inspector	AP Nkosi
Waste Management Officer	Vacant
Town Planner	ML Mlotshwa
Human Resource Manager	ZR Makhaza
Communication Officer	S Asmal
PMS Officer	SP Loots

FINANCIAL AND SERVICE DELIVERY IMPLICATIONS OF THE ADJUSTMENT BUDGET

Income and expenditure

DESCRIPTION	ORIGINAL BUDGET	ADJUSTMENT BUDGET FEBRUARY 2024
Operating Income	R 213,040,662.00	R 289 350 000.00
Operating Expenditure	R 238 773 000.00	R 261 895 000.00
Capital Budget	R 40,275,000.00	R 67 099 609.00

Grants

The Municipality has the following allocations for 2023/2024:

Description	Budget R '000	Adjustments Budget FEB R '000
MIG	33 175	30 956
FMG	1 850	1 850
Equitable Share	158 616	158 616
INEP	10 000	9 000
EPWP	2 581	2 437
Museum subsidy	249	249
Provincialisation of Libraries	1 964	1 964
Community Library Services subsidy	1 023	1 023
Small Town	7 100	7 100
Small Business Development Industrial Hub Rollover	0	1 544
Municipal Disaster Recovery Grant	0.00	26 548
School Patrol Subsidy		59

Operating Expenditure

Description	ORIGINAL BUDGET "R"	ADJUSTMENT BUDGET FEB 2024 "R"
Salaries and Allowances	126 698 000.00	126 698 000.00
Remuneration of Councillors	11 334 000.00	12 552 000.00
Other expenditure	32 236 000.00	35 221 000.00
Contracted services	20,401 000.00	36 605 000.00

Capital Expenditure

	ORIGINAL BUDGET "R"	ADJUSTMENT BUDGET FEB 2024 "R"
Capital Budget	40 275 000	67 099 609

Capital Activities:

Capital revenue = R 67 099 609

Capital Expenditure = R 67 099 609

Capital expenditure is funded through:

Municipal Infrastructure Grant = R 30 956 000.00

Municipal Disaster Recovery Grant = R 26 548 000.00

Small town = R 8 644 398

Surplus Cash = R 951 211.00

PROVISION OF BASIC SERVICES

Waste Removal

The municipality will not amend tariff during the financial year.

Free Basic Electricity

Free Basic Electricity, no changes from it, the municipality pays Eskom R 60 000 monthly on average.

ADJUSTMENT BUDGET TABLES

Annexure A attached

KZN235 Okhahlamba - Table B1 Adjustments Budget Summary - 28-02-2023

Description	Budget Year 2023/24										Budget Year	Budget Year
	Original	Prior Adjusted	Accum. Funds	Multi-year	Unfore.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted		+1 2024/25	+2 2025/26
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		Adjusted Budget	Adjusted Budget
R thousands												
Financial Performance												
Property rates	28 790	-	-	-	-	-	-	-	28 790		29 781	31 620
Service charges	1 707	-	-	-	-	-	213	213	1 920		1 791	1 875
Investment revenue	3 783	-	-	-	-	-	1 057	1 057	4 840		3 968	4 155
Transfers recognised - operational	166 283	-	-	-	-	-	(85)	(85)	166 198		173 375	168 561
Other own revenue	12 477	-	-	-	-	-	1 150	1 150	13 627		13 088	13 703
Total Revenue (excluding capital transfers and contributions)	213 040	-	-	-	-	-	2 335	2 335	215 375		222 003	219 914
Employee costs	126 698	-	-	-	-	-	-	-	126 698		-	-
Remuneration of councillors	11 334	-	-	-	-	-	1 219	1 219	12 552		11 681	12 230
Depreciation & asset impairment	46 215	-	-	-	-	-	444	444	46 659		48 566	50 878
Finance charges	-	-	-	-	-	-	1 469	1 469	-		-	-
Inventory consumed and bulk purchases	1 670	-	-	-	-	-	602	602	2 272		1 332	1 395
Transfers and subsidies	220	-	-	-	-	-	-	-	220		525	549
Other expenditure	52 637	-	-	-	-	-	19 389	19 389	72 026		54 967	57 551
Total Expenditure	238 773	-	-	-	-	-	23 122	23 122	261 895		117 060	122 602
Surplus/(Deficit)	(25 733)	-	-	-	-	-	(20 787)	(20 787)	(46 520)		104 943	97 312
Transfers and subsidies - capital (monetary allocations)	40 275	-	-	-	-	-	33 699	33 699	73 974		34 542	35 966
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-		-	-
Surplus/(Deficit) after capital transfers & contributions	14 542	-	-	-	-	-	12 912	12 912	27 454		139 485	133 278
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-		-	-
Surplus/ (Deficit) for the year	14 542	-	-	-	-	-	12 912	12 912	27 454		139 485	133 278
Capital expenditure & funds sources												
Capital expenditure	34 234	-	-	-	-	-	24 173	24 173	58 406		-	30 971
Transfers recognised - capital	34 234	-	-	-	-	-	23 287	23 287	57 520		-	30 971
Borrowing	-	-	-	-	-	-	-	-	-		-	-
Internally generated funds	-	-	-	-	-	-	886	886	886		-	-
Total sources of capital funds	34 234	-	-	-	-	-	24 173	24 173	58 406		-	30 971
Financial position												
Total current assets	107 581	-	-	-	-	-	(23 793)	(23 793)	83 787		243 566	208 591
Total non current assets	472 603	-	-	-	-	-	17 471	17 471	490 074		488 415	542 301
Total current liabilities	51 985	-	-	-	-	-	(4 969)	(4 969)	47 016		53 916	56 476
Total non current liabilities	5 865	-	-	-	-	-	4 993	4 993	10 858		7 924	8 296
Community wealth/Equity	522 428	-	-	-	-	-	(6 596)	(6 596)	515 832		672 439	691 282
Cash flows												
Net cash from (used) operating	41 312	-	-	-	-	-	734	734	42 045		166 726	161 870
Net cash from (used) investing	(40 275)	-	-	-	-	-	(26 825)	(26 825)	(67 100)		-	(35 616)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-		-	-
Cash/cash equivalents at the year end	30 035	-	-	-	-	-	(11 791)	(11 791)	18 243		234 891	197 622
Cash backing/surplus reconciliation												
Cash and investments available	34 546	-	-	-	-	-	(12 636)	(12 636)	21 910		233 267	195 922
Application of cash and investments	(11 441)	-	-	-	-	-	20 895	20 895	9 454		37 211	38 987
Balance - surplus (shortfall)	45 987	-	-	-	-	-	(33 530)	(33 530)	12 457		196 057	156 936
Asset Management												
Asset register summary (WDV)	471 463	-	-	-	-	-	18 056	18 056	489 519		487 039	540 860
Depreciation	37 615	-	-	-	-	-	-	-	37 615		39 534	41 433
Renewal and Upgrading of Existing Assets	-	-	-	-	-	-	-	-	-		-	-
Repairs and Maintenance	4 500	-	-	-	-	-	997	997	5 497		5 035	5 272
Free services												
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-		-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	10 826		11 356	11 890
Households below minimum service level												
Water:	-	-	-	-	-	-	-	-	-		-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-		-	-
Energy:	-	-	-	-	-	-	-	-	-		-	-
Refuse:	-	-	-	-	-	-	-	-	-		-	-

References

1. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
2. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been).
3. Increases of funds approved under MFMA section 31
4. Adjustments approved in accordance with MFMA section 29
5. Adjustments to transfers from National or Provincial Government
6. Adjusts. = "Other" Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(d)); error correction (section 7. G = B + C + D + E + F
8. Adjusted Budget H = (A or A1/2 etc) + G

KZN235 Okhahlamba - Table B2 Adjustments Budget Financial Performance (functional classification) - 28-02-2023

Standard Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Governance and administration		199 505	-	-	-	-	-	2 374	2 374	201 879	210 528	207 094
Executive and council		158 678	-	-	-	-	-	(8)	(8)	158 670	168 212	162 298
Finance and administration		40 827	-	-	-	-	-	2 382	2 382	43 209	42 317	44 796
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		7 026	-	-	-	-	-	76	76	7 102	4 646	5 671
Community and social services		3 808	-	-	-	-	-	376	376	4 184	3 978	4 971
Sport and recreation		2 581	-	-	-	-	-	(144)	(144)	2 437	-	-
Public safety		637	-	-	-	-	-	(156)	(156)	481	668	700
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		40 742	-	-	-	-	-	25 776	25 776	66 518	35 032	36 479
Planning and development		40 742	-	-	-	-	-	25 776	25 776	66 518	35 032	36 479
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		1 707	-	-	-	-	-	8 039	8 039	9 746	1 791	1 875
Energy sources		-	-	-	-	-	-	7 826	7 826	7 826	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1 707	-	-	-	-	-	213	213	1 920	1 791	1 875
Other		4 335	-	-	-	-	-	(231)	(231)	4 104	4 547	4 781
Total Revenue - Functional	2	253 315	-	-	-	-	-	36 034	36 034	289 350	256 545	255 880
Expenditure - Functional												
Governance and administration		108 164	-	-	-	-	-	10 126	10 126	118 290	70 318	73 623
Executive and council		29 910	-	-	-	-	-	4 433	4 433	34 343	27 970	29 284
Finance and administration		76 344	-	-	-	-	-	5 690	5 690	82 035	41 964	43 936
Internal audit		1 910	-	-	-	-	-	3	3	1 912	384	403
Community and public safety		59 717	-	-	-	-	-	3 077	3 077	62 794	14 874	15 573
Community and social services		39 347	-	-	-	-	-	3 249	3 249	42 596	8 860	9 276
Sport and recreation		5 147	-	-	-	-	-	52	52	5 199	3 428	3 589
Public safety		11 381	-	-	-	-	-	(209)	(209)	11 172	884	926
Housing		3 842	-	-	-	-	-	(14)	(14)	3 828	1 702	1 782
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		51 467	-	-	-	-	-	1 055	1 055	52 522	30 655	32 136
Planning and development		51 467	-	-	-	-	-	1 055	1 055	52 522	30 655	32 136
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		15 418	-	-	-	-	-	8 095	8 095	23 513	709	742
Energy sources		1 257	-	-	-	-	-	7 672	7 672	8 929	(24)	(25)
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		14 161	-	-	-	-	-	423	423	14 584	733	768
Other		4 258	-	-	-	-	-	518	518	4 776	704	737
Total Expenditure - Functional	3	239 024	-	-	-	-	-	22 872	22 872	261 895	117 260	122 812
Surplus/ (Deficit) for the year		14 291	-	-	-	-	-	13 163	13 163	27 454	139 285	133 069

References

- Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
- Total Revenue by standard classification must reconcile to Total Operating Revenue shown in the Adjustments Budget Financial Performance (revenue and expenditure)
- Total Operating Expenditure by standard classification must reconcile to Total Operating Expenditure shown in the Adjustments Budget Financial Performance (revenue and expenditure)
- All amounts must be classified under a standard classification (modified GFS). The GFS function 'Other' is only for Abattoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification
- Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
- Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)
- Increases of funds approved under MFMA section 31
- Adjustments approved in accordance with MFMA section 29
- Adjustments to transfers from National or Provincial Government
- Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(d)); error correction (section 28(2)(f))
- G = B + C + D + E + F
- Adjusted Budget H = (A or A1/2 etc) + G

KZN235 Okhahlamba - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28-02-2023

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2024/25	+2 2025/26
R thousands												
Revenue by Vote	1											
Vote 1 - Executive & Council		158 678	-	-	-	-	-	(8)	(8)	158 670	168 212	162 298
Vote 2 - Finance & Administration		40 827	-	-	-	-	-	2 382	2 382	43 209	42 317	44 796
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Planning & Development		3 808	-	-	-	-	-	376	376	4 184	3 978	4 971
Vote 5 - Public Safety		2 581	-	-	-	-	-	(144)	(144)	2 437	-	-
Vote 6 - Sports & Recreation		637	-	-	-	-	-	(156)	(156)	481	668	700
Vote 7 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Waste Management		40 742	-	-	-	-	-	25 776	25 776	66 518	35 032	36 479
Vote 9 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Community & Social Services		-	-	-	-	-	-	7 826	7 826	7 826	-	-
Vote 11 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		1 707	-	-	-	-	-	213	213	1 920	1 791	1 875
Vote 13 - Environmental Protection		4 335	-	-	-	-	-	(231)	(231)	4 104	4 547	4 761
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	253 315	-	-	-	-	-	36 034	36 034	289 350	256 545	255 880
Expenditure by Vote	1											
Vote 1 - Executive & Council		29 910	-	-	-	-	-	4 433	4 433	34 343	27 970	29 284
Vote 2 - Finance & Administration		73 786	-	-	-	-	-	5 693	5 693	79 478	41 943	43 915
Vote 3 - Internal Audit		1 910	-	-	-	-	-	3	3	1 912	384	403
Vote 4 - Planning & Development		41 905	-	-	-	-	-	3 247	3 247	45 152	8 880	9 298
Vote 5 - Public Safety		5 147	-	-	-	-	-	52	52	5 199	3 428	3 589
Vote 6 - Sports & Recreation		11 381	-	-	-	-	-	(209)	(209)	11 172	884	926
Vote 7 - Road Transport		3 842	-	-	-	-	-	(14)	(14)	3 828	1 702	1 782
Vote 8 - Waste Management		51 467	-	-	-	-	-	1 055	1 055	52 522	30 655	32 136
Vote 9 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Community & Social Services		1 257	-	-	-	-	-	7 672	7 672	8 929	(24)	(25)
Vote 11 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		14 161	-	-	-	-	-	423	423	14 584	733	768
Vote 13 - Environmental Protection		4 258	-	-	-	-	-	518	518	4 776	704	737
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	239 024	-	-	-	-	-	22 872	22 872	261 895	117 260	122 812
Surplus/ (Deficit) for the year	2	14 291	-	-	-	-	-	13 163	13 163	27 454	139 285	133 069

KZN235 Okhahlamba - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28-02-2023

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2024/25	+2 2025/26
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands	1											
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	1 707	-	-	-	-	-	213	213	1 920	1 791	1 875
Sale of Goods and Rendering of Services		602	-	-	-	-	-	(39)	(39)	564	631	661
Agency services		1 461	-	-	-	-	-	327	327	1 788	1 533	1 605
Interest		-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		430	-	-	-	-	-	271	271	702	452	473
Interest earned from Current and Non Current Assets		3 783	-	-	-	-	-	1 057	1 057	4 840	3 968	4 155
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		537	-	-	-	-	-	371	371	908	563	590
Licence and permis		2 554	-	-	-	-	-	(528)	(528)	2 026	2 679	2 805
Operational Revenue		6	-	-	-	-	-	1	1	8	7	7
Non-Exchange Revenue												
Property rates	2	28 790	-	-	-	-	-	-	-	28 790	29 781	31 620
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		633	-	-	-	-	-	(225)	(225)	409	664	696
Licences or permits		301	-	-	-	-	-	(75)	(75)	226	315	330
Transfer and subsidies - Operational		166 283	-	-	-	-	-	(85)	(85)	166 198	173 375	168 561
Interest		5 952	-	-	-	-	-	1 044	1 044	6 996	6 243	6 537
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		213 040	-	-	-	-	-	2 335	2 335	215 375	222 003	219 914
Expenditure By Type												
Employee related costs		126 698	-	-	-	-	-	-	-	126 698	-	-
Remuneration of councillors		11 334	-	-	-	-	-	1 219	1 219	12 552	11 681	12 230
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-	-	-
Inventory consumed		1 670	-	-	-	-	-	602	602	2 272	1 332	1 395
Debt impairment		8 600	-	-	-	-	-	444	444	9 044	9 022	9 446
Depreciation and amortisation		37 615	-	-	-	-	-	-	-	37 615	39 534	41 433
Interest		-	-	-	-	-	-	1 469	1 469	1 469	-	-
Contracted services		20 401	-	-	-	-	-	16 204	16 204	36 605	20 935	21 919
Transfers and subsidies		220	-	-	-	-	-	-	-	220	525	549
Irrecoverable debts written off		-	-	-	-	-	-	200	200	200	-	-
Operational costs		32 236	-	-	-	-	-	2 985	2 985	35 221	34 032	35 632
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		238 773	-	-	-	-	-	23 122	23 122	261 895	117 060	122 602
Surplus/(Deficit)		(25 733)	-	-	-	-	-	(20 787)	(20 787)	(46 520)	104 943	97 312
Transfers and subsidies - capital (monetary allocations)		40 275	-	-	-	-	-	33 699	33 699	73 974	34 542	35 966
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		14 542	-	-	-	-	-	12 912	12 912	27 454	139 485	133 278
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		14 542	-	-	-	-	-	12 912	12 912	27 454	139 485	133 278
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		14 542	-	-	-	-	-	12 912	12 912	27 454	139 485	133 278
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	1	14 542	-	-	-	-	-	12 912	12 912	27 454	139 485	133 278

KZN235 Okhahlamba - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28-02-2023

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	+1 2024/25	+2 2025/26
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance & Administration		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Waste Management		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Environmental Protection		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	762	762	762	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Waste Management		34 234	-	-	-	-	-	23 287	23 287	57 520	-	30 971
Vote 9 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Energy Sources		-	-	-	-	-	-	124	124	124	-	-
Vote 13 - Environmental Protection		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		34 234	-	-	-	-	-	24 173	24 173	58 406	-	30 971
Total Capital Expenditure - Vote		34 234	-	-	-	-	-	24 173	24 173	58 406	-	30 971
Capital Expenditure - Functional												
Governance and administration		-	-	-	-	-	-	762	762	762	-	-
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	762	762	762	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		34 234	-	-	-	-	-	23 287	23 287	57 520	-	30 971
Planning and development		34 234	-	-	-	-	-	23 287	23 287	57 520	-	30 971
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	124	124	124	-	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	124	124	124	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	34 234	-	-	-	-	-	24 173	24 173	58 406	-	30 971
Funded by:												
National Government		28 199	-	-	-	-	-	21 805	21 805	50 003	-	30 971
Provincial Government		6 035	-	-	-	-	-	1 482	1 482	7 517	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	34 234	-	-	-	-	-	23 287	23 287	57 520	-	30 971
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	886	886	886	-	-
Total Capital Funding		34 234	-	-	-	-	-	24 173	24 173	58 406	-	30 971

KZN235 Okhahlamba - Table B6 Adjustments Budget Financial Position - 28-02-2023

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
ASSETS												
Current assets												
Cash and cash equivalents		30 035	-					(15 241)	(15 241)	14 794	234 891	197 622
Trade and other receivables from exchange transactions	1	56 181	-	-	-	-	-	(16 347)	(16 347)	39 833	2 209	2 313
Receivables from non-exchange transactions	1	4 512	-	-	-	-	-	2 605	2 605	7 117	(1 624)	(1 700)
Current portion of non-current receivables	2	19	-	-	-	-	-	(19)	(19)	-	-	-
Inventory		(218)	-	-	-	-	-	(2 054)	(2 054)	(2 272)	(5 124)	(8 114)
VAT		17 053	-	-	-	-	-	7 262	7 262	24 315	13 204	18 469
Other current assets		-	-	-	-	-	-	-	-	-	-	-
Total current assets		107 581	-	-	-	-	-	(23 793)	(23 793)	83 787	243 556	208 591
Non current assets												
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	3	471 173	-	-	-	-	-	17 805	17 805	488 978	486 302	540 089
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Living and non-living resources		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Intangible assets		290	-	-	-	-	-	251	251	541	737	772
Trade and other receivables from exchange transactions		1 140	-	-	-	-	-	(585)	(585)	556	1 376	1 440
Non-current receivables from non-exchange transactions		-	-	-	-	-	-	-	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		472 603	-	-	-	-	-	17 471	17 471	490 074	488 415	542 301
TOTAL ASSETS		580 184	-	-	-	-	-	(6 322)	(6 322)	573 861	731 971	750 891
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Financial liabilities		-	-	-	-	-	-	(3 318)	(3 318)	(3 318)	-	-
Consumer deposits		72	-	-	-	-	-	(72)	(72)	-	86	90
Trade and other payables from exchange transactions		29 623	-	-	-	-	-	13 561	13 561	43 184	40 382	42 280
Trade and other payables from non-exchange transactions		10 350	-	-	-	-	-	(7 619)	(7 619)	2 731	(1 143)	(1 170)
Provisions		10 770	-	-	-	-	-	(7 164)	(7 164)	3 606	13 864	14 515
VAT		1 170	-	-	-	-	-	(358)	(358)	812	726	760
Other current liabilities		-	-	-	-	-	-	-	-	-	-	-
Total current liabilities		51 985	-	-	-	-	-	(4 969)	(4 969)	47 016	53 916	56 476
Non current liabilities												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	-	-	-	-	-	-	4 993	4 993	4 993	-	-
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		5 865	-	-	-	-	-	-	-	5 865	7 924	8 296
Total non current liabilities		5 865	-	-	-	-	-	4 993	4 993	10 858	7 924	8 296
TOTAL LIABILITIES		57 851	-	-	-	-	-	23	23	57 874	61 840	64 772
NET ASSETS	2	522 333	-	-	-	-	-	(6 346)	(6 346)	515 987	670 131	686 119
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		522 428	-	-	-	-	-	(6 596)	(6 596)	515 832	672 439	691 282
Funds and Reserves		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		522 428	-	-	-	-	-	(6 596)	(6 596)	515 832	672 439	691 282

KZN235 Okhahlamba - Table B7 Adjustments Budget Cash Flows - 28-02-2023

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2024/25	+2 2025/26
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		22 744	-					(2 015)	(2 015)	20 729	29 781	31 620
Service charges		216	-					27	27	243	2 080	2 157
Other revenue		7 011	-					(558)	(558)	6 453	6 850	7 172
Transfers and Subsidies - Operational	1	166 283	-					(85)	(85)	166 198	173 375	168 561
Transfers and Subsidies - Capital	1	50 275	-					23 329	23 329	73 604	34 542	35 966
Interest		3 783	-					1 057	1 057	4 840	3 968	4 155
Dividends		-	-					-	-	-	-	-
Payments												
Suppliers and employees		(208 781)	-					(19 552)	(19 552)	(228 333)	(83 325)	(87 212)
Finance charges		-	-					(1 469)	(1 469)	(1 469)	-	-
Transfers and Subsidies	1	(220)	-					-	-	(220)	(525)	(549)
NET CASH FROM/(USED) OPERATING ACTIVITIES		41 312	-	-	-	-	-	734	734	42 045	166 726	161 870
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		(40 275)	-					(26 825)	(26 825)	(67 100)	-	(35 616)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(40 275)	-	-	-	-	-	(26 825)	(26 825)	(67 100)	-	(35 616)
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		1 037	-	-	-	-	-	(26 091)	(26 091)	(25 054)	166 726	126 254
Cash/cash equivalents at the year begin:	2	28 998	-					14 299	14 299	43 297	68 165	71 369
Cash/cash equivalents at the year end:	2	30 035	-					(11 791)	(11 791)	18 243	234 891	197 622

PART 2 SUPPORTING DOCUMENTATION

ADJUSTMENT TO BUDGET ASSUMPTIONS

In the compilation of the Adjustment MTREF, the following influencing factors were considered:

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling Okhahlamba Local Municipality adjustment budget.

Okhahlamba expenditure framework for the 2023/2024 Adjustment Budget is informed by the following:

- The asset renewal strategy and the repairs and maintenance plan;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programmed is aligned to the asset renewal strategy and backlog eradication plan;
- Operational gains and efficiencies will be directed to funding the capital budget and other core services; and
- Strict adherence to the principle of *no project plan no budget*. If there is no business plan no funding allocation can be made

Salaries were not adjusted using the following assumptions:

Okhahlamba staff benefits for the 2023/24 Budget is informed by the following:

Organogram with vacant posts expected to be filled within 2023/2024 Financial year.

Other benefits were budget using the following:

UIF = 1% of salary limit 177.12

SDL = 1% of Salary

Pension and Provident fund maximum option = 53.37% and 13.65% respectively on basic salary

Salaries workings together with the organogram will be submitted as supporting documents.

DEBT IMPAIRMENTS

Debt impairment was budgeted for using 62% gross debtors balance since there municipality debtors' balance is increasing drastically over the years and the municipality only collects 72% as per the collection rate. This alone is an indication for impairments.

The municipality opted for this rate because there are ongoing engagements with government departments to settle their debts, the engagements have been fruitful. The municipality will be implementing a recently developed debt collection strategy and anticipate a positive spinoff in the collection of outstanding debtors.

DEPRECIATION AND ASSETS IMPAIRMENTS

The Municipality will submit Fixed Asset Register with the Final Budget

The municipality ran depreciation report for 2022/23 financial year with assets already in the FAR and it amounted to R 25.5 million.

The municipality also made an additional provision for depreciation amounting to R 5.8 million since it had the following:

Work in Progress as of 30 June 2023 = R 71 872 552.00

2022/23 Capital Budget = R 58 891 000.00

2023/24 Capital Budget = R 67 099 609.00

2023-2024- Adjusted Capital Expenditure =R 67 099 609.00

Finance Charges

The municipality is in the process to apply for a new loan therefore the estimated 1 469 000 for finance charges will be paid. Projected calculation will be submitted in the adjusted budget.

Other materials

Materials was adjusted by R602 000.00

Contracted services

The municipality has increase the budget by R16, 2 million (56%) in the adjustments budget, main contributing lire items are EPWP R2.7 million and social programmes R 3,5 million, security R 1.5 million.

The municipality will ensure that contract register is submitted with the final budget.

Transfers and subsidies

The scholar patrol is now paid on a fixed amount on monthly basis compared to 2022-2023 financial year, where they were paid based on the number of days worked.

Other Expenditure:

General expenditure was budgeted for using zero based budgeting where every department function is reviewed comprehensively and each expenditure must be approved, rather than increased.

It requires the budget request to be justified in complete detail by each department rather than just increasing its expenditure from the previous year

CASH FLOW

Receipt

Property rates

The average collection rate is 72% therefore the property rate and service charges collection are budgeted for using 12.65% collection rate.

Other revenue

Other revenue are cash transactions from the figure in table B4.

All cash transactions (excluding depreciation and debt impairment) has been included with the assumption 100% of cash transactions will be paid including capital expenditure.

Repayment of Borrowings:

The Municipality will make R 3 318 000 on capital repayments Of R25 million to be received.

The Municipality has settled the ABSA bank loan of R20 ml.

The Municipality has settled the Westbank lease.

ADJUSTMENT TO BUDGET FUNDING

The Municipality made an adjustment on the following allocations to be received:

OPERATIONAL

FROM	ORIGINAL BUDGET "R"	ADJUSTMENT BUDGET FEB 2024 "R"
National Government	161 197 000.00	175 197 895.00
Provincial Government	3,235,0000.00	3 294 895.00
TOTAL	164 432 000.00	174 288,000.00

CAPITAL

FROM	ORIGINAL BUDGET "R"	ADJUSTMENT BUDGET FEB 2024 "R"
National Government	33 175,000.00	57 504 000.00
Provincial Government	7 100 000.00	8 644 398.00
TOTAL	40 275 000.00	66 148 398.00

ADJUSTMENTS TO EXPENDITURE ON ALLOCATION AND GRANT PROGRAMMES

MIG reduced by R 2 219 000.00

EPWP reduced by R 144 000.00

INEP reduced by R 1 000 000.00

New Grant for Municipal Disaster Recovery Grant has been allocated for municipality in October 2023 R 26 548 000.00

ADJUSTMENTS TO ALLOCATIONS OR GRANTS MADE BY THE MUNICIPALITY

The Municipality does not have grants or allocation made to other organisations.

ADJUSTMENTS TO COUNCILLORS AND BOARD MEMBERS ALLOWANCES AND EMPLOYEE BENEFITS.

The table below shows the adjustments:

	FINAL BUDGET 2023-2024	ADJUSTMENTS FEB 2024
SALARY	10 084 634.00	10 796 966.00
CELLPHONE	1 183 200.00	1 252 800.00
TRAVEL	66 000.00	392 302.00
DATA	-	110 316.00
SDL	109 368.00	116 170.00
	11 443 202.00	12 552 384.00

No adjustments from operational expenditure table below

Description	FINAL BUDGET 2023-2024	ADJUSTMENT BUDGET FEBRUARY 2024
201 Salaries	91,778,266.00	91,778,266.00
203 Bonus	6,591,871.00	6,591,871.00
000 performance Bonus	821,196.00	821,196.00
205 Overtime	1,421,599.00	1,421,599.00
207 Allowance Housing	686,657.00	686,657.00
209 Allowance Standby	723,854.00	723,854.00
211 Allowance Transport	3,440,832.00	3,440,832.00
213 Post retirement benefits	118,667.00	118,667.00
220 Pension Fund	14,443,037.00	14,443,037.00
222 Medical Aid	3,047,599.00	3,047,599.00
000 Interest Cost: Post-Employment Benefits	408,597.00	408,597.00
226 UIF	684,086.00	684,086.00
231 Bargaining Council	50,221.00	50,221.00
234 Skills Levy	1,052,048.00	1,052,048.00
248 Leave Pay	1,938,226.00	1,938,226.00
291 Long Service Awards	543,133.00	543,133.00
236 In-service Trainees	0.00	0.00

TOTAL	126,697,841.00	126,697,841.00
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SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

There following projects will be added on the SDBIP:

Macanda Gravel Road	5 956 000.00
Khethani Gravel	15 000 000.00
Sheleni Gravel Road	10 000 000.00
Disaster grant projects	26 548 000.00
Industrial Hub Phase 3	7 100 000.00
Small town industrial rollover Phase 2	1 544 398.00
	<u>65 298 398</u>

ADJUSTMENTS TO CAPITAL EXPENDITURE

Description	Budget R '000	Adjustments Budget February R '000
Infrastructure	40 275	66 057
Machinery and Equipment	0.00	625.00
Community assets	0.00	0.00
Computer Equipment	0.00	418.00
Office Equipment	0.00	0.00
Intangible assets	0.00	0.00
Motor vehicles	0.00	0.00
TOTAL	40 275	67 100

FUNDING POSITION OF THE BUDGET (TABLE B8)

UNSPENT GRANTS:

The municipality anticipate to full spend the 2023/24 allocations.

Description	Amount
Housing Projects grants	9,900,153
Extravaganza	6,950
Human Settlement	441,794
Grant-LG Seta/ learnerships	207,297
KZN EDTEA grant	1223
Unspent balance 30/06/2023	12 101 815

OTHER PROVISIONS

Long service R 895 000

Landfill Site Provisions R 2 302 525

OTHER SUPPORTING DOCUMENTS

Annexure B