



**WINNIE MADIKIZELA-MANDELA LOCAL
MUNICIPALITY**

ADJUSTED BUDGET 2022/23 MTREF

26 MAY 2023

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PART 1 – ADJUSTMENTS BUDGET

1. Mayor's report

The Municipal Finance Management Act No 56 of 2003, section 28, provides for the municipality to revise its approved annual budget through an adjustments budget. In terms of this section, an adjustments budget provides for the following scenarios:-

- Revenue and expenditure estimates must be adjusted downwards if there is material under collection of revenue during the current year;
- Appropriate any additional revenues that have become available over and above those anticipated in the annual budget;
- Within a specified framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor
- Authorise utilisation of projected savings in one vote towards spending under another vote;
- Authorise the spending of funds that were unspent at the end of the past financial year, where the underspending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by council;
- May correct any errors in the annual budget; and
- May provide for any other expenditure within the framework.

The country and the world at large has moved past the COVID-19 era which challenged all of us to look for new ways of doing business but the economic effects of the pandemic, the challenges and resource reprioritisation have continued to compete with basic service delivery for the scarce resources. This has affected the availability of funding to fund service delivery as our allocations from the National fiscus have drastically decreased leaving a huge funding gap in the medium term. This has affected the municipal infrastructure programmes greatly as the funds available to spend for the year are less than what is required to complete the projects being implemented. The year also marks the first year after the anticipated completion of the two multi-year projects that the council of Winnie Madikizela-Mandela Local Municipality has taken a decision to implement to change the face of the town and also address a number of issues including office space. These two projects were joined by the refurbishment of the taxi rank in competing for the larger share of the available resources which we are happy to report that it has been practically completed providing the much-needed relief to the municipal financial resources. In an attempt to see

these major projects to completion the municipality has had to avail funds from its own reserves while alternative means of funding are being explored to mitigate the risk that might be posed by the lack of sufficient funding to these projects. Despite these efforts, the projects still remain incomplete with work seemingly having stopped on both of them with issues ranging from incorrect work having been done causing delays to contractors having been incorrectly ordered to leave site without following necessary protocols. During the mid-year grant performance assessment, the municipality was found to have not met the targets set for the period on the MIG allocation which sadly brings us to this adjustment budget.

In April 2022, the country was affected by floods which lead to the declaration of a national disaster. This necessitated government to provide relief to the victims and communities in the form of humanitarian aid and recovery of damaged infrastructure. The municipality was one of the hardest hit areas by the floods. At the start of the current financial year, the municipality was allocated an amount of R12.7 million from the national disaster funds to rehabilitate certain identified roads and bridges which is anticipated to be completed by the end of the following month. In the previous adjusted budget, we also reported on the additional R33.8 million that has since been allocated to the municipality to assist with refurbishment of further infrastructure in the form of roads and bridges. Due to the processes stipulated as part of spending conditions for the grant, the municipality was unable to commence with works before receiving final approval from the funder and that delayed the start of these projects. As a result of this, some of these projects will not be completed by the end of June 2023 and the amounts anticipated to be unspent by the time have since been adjusted and added to the 2023/24 budget that was presented to council with this adjusted budget.

It is therefore also recommended that the Winnie Madikizela-Mandela Local Municipality council approves the revision of service delivery targets and performance indicators in the 2022/23 SDBIP as tabled.

2. Resolutions

It is recommended that the council approves the following:

- a) The 2022/23 Adjustments budget
- b) The adjustments in line with the requirements of s28 of the MFMA, as indicated in the mayor's report
- c) That the operating revenue be adjusted.
- d) That the operational expenditure budget be adjusted
- e) That the capital expenditure budget be adjusted

- f) Revisions to the monthly and quarterly service delivery targets and performance indicators in the service delivery and budget implementation plan to correspond with the approval of the adjustments.
- g) That management be permitted to correct all errors in the original budget as required due to the implementation of mSCOA

3. Executive summary

The stopping and re-allocation of conditional grants is done in terms of sections 18 and 19 of the 2022 DoRA against municipalities that reported significant underperformance, and non-compliance against conditional grants frameworks and the provisions of the Act against the 2022/23 allocations.

The purpose of sections 18 and 19 of the 2022 DoRA is to avoid transferring more funds to municipalities that are sitting with unspent transferred funds, avoid fiscal dumping, addresses possibilities of funds misused and support fast moving projects in year.

The stopping however does not imply that projects should stop, rather municipalities should reprioritise to accelerate against their committed ready projects. Only projects that are not ready for implementation in the current year are affected by the stopping process as transferring more funds could lead to the misusing of the conditional grants.

The stopping and re-allocation process provides that municipalities that are showing improved performance could be considered for additional funding and the ones that are under performing could have their funds stopped in the current year. These municipalities will be supported in future when their performance improves.

Eleven capital grants are being affected by the stopping and re-allocation process namely; the Water Services Infrastructure Grant (WSIG 5B), Regional Bulk Infrastructure Grant (RBIG 5B), Public Transport Networks Grant (PTNG), Urban Settlements Development Grant (USDG), Informal Settlements Upgrading Partnership Grant (ISUPG), Neighborhood Development Partnership Grant (NDPG 5B and 6B), Integrated National Electrification Programme (INEP 5B and 6B), **Municipal Infrastructure Grant (MIG)**, Rural Road Assets Management Systems Grant (RRAMS) and the Integrated Urban Development Grant (IUDG).

4. Budget overview

EC443 Winnie Madikizela Mandela - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusted 8	Total Adjusted 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget	
R thousands	1	A	A1	B	C	D	E	F	G	H			
Revenue By Source													
Property rates	2	21,468	21,468	—	—	—	—	—	—	21,468	22,323	23,212	
Service charges - electricity revenue	2	30,845	30,845	—	—	—	—	6,000	8,000	36,845	32,203	33,652	
Service charges - water revenue	2	—	—	—	—	—	—	—	—	—	—	—	
Service charges - sanitation revenue	2	—	—	—	—	—	—	—	—	—	—	—	
Service charges - refuse revenue	2	5,834	4,502	—	—	—	—	—	—	4,502	6,096	6,371	
Rental of facilities and equipment		3,893	4,498	—	—	—	—	—	—	4,498	4,419	4,864	
Interest earned - external investments		9,760	15,090	—	—	—	—	4,000	4,000	19,090	10,190	10,648	
Interest earned - outstanding debtors		5,378	5,378	—	—	—	—	—	—	5,378	5,613	5,864	
Dividends received		—	—	—	—	—	—	—	—	—	—	—	
Fines, penalties and forfeits		593	593	—	—	—	—	—	—	593	619	647	
Licences and permits		2,404	2,404	—	—	—	—	—	—	2,404	2,510	2,623	
Agency services		1,401	1,521	—	—	—	—	—	—	1,521	1,463	1,528	
Transfers and subsidies		338,352	351,142	—	—	—	(218)	—	(218)	350,924	345,269	366,946	
Other revenue	2	520	812	—	—	—	—	56	56	868	537	556	
Gains		—	—	—	—	—	—	—	—	—	—	—	
Total Revenue (excluding capital transfers and contributions)		420,449	438,253	—	—	—	(218)	10,056	9,839	448,092	431,240	456,910	
Expenditure By Type													
Employee related costs		124,799	122,284	—	—	—	(218)	(14)	(232)	122,052	130,216	135,947	
Remuneration of councillors		27,047	27,047	—	—	—	—	—	—	27,047	28,129	29,254	
Debt impairment		9,600	9,600	—	—	—	—	—	—	9,600	9,984	10,383	
Depreciation & asset impairment		49,735	49,735	—	—	—	—	—	—	49,735	50,730	51,744	
Finance charges		100	100	—	—	—	—	—	—	100	104	108	
Bulk purchases - electricity		40,005	40,005	—	—	—	—	—	—	40,005	46,006	50,807	
Inventory consumed		7,627	6,945	—	—	—	—	(35)	(35)	6,910	7,932	8,249	
Contracted services		86,644	100,765	—	—	—	—	(1,290)	(1,290)	99,475	65,186	67,870	
Transfers and subsidies		3,200	3,349	—	—	—	—	—	—	3,349	3,328	3,461	
Other expenditure		82,560	86,018	—	—	—	—	1,339	1,339	87,357	75,966	78,789	
Losses		26,336	—	—	—	—	—	10,000	10,000	36,336	—	—	
Total Expenditure		431,318	472,184	—	—	—	(218)	10,000	9,782	481,966	417,581	436,413	
Surplus/(Deficit)		(10,870)	(33,930)	—	—	—	—	56	56	(33,874)	13,660	20,497	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		82,288	116,094	—	—	—	(4,138)	(4,740)	(8,879)	107,215	82,561	86,242	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Transfers and subsidies - capital (in-kind - all)		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	—	—	—	
Surplus/(Deficit) before taxation		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Taxation		—	—	—	—	—	—	—	—	—	—	—	
Surplus/(Deficit) after taxation		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Attributable to minorities		—	—	—	—	—	—	—	—	—	—	—	
Surplus/(Deficit) attributable to municipality		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Share of surplus/ (deficit) of associate		—	—	—	—	—	—	—	—	—	—	—	
Surplus/ (Deficit) for the year		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	

a. Revenue adjustments

i. Service Charges – Electricity Revenue

An increase of R6 million is as a result of current actual performance of the revenue source which has surpassed the projected performance due to a number of customers that have since joined the municipality's revenue base.

ii. Interest earned – External Investments

Due to the recent consecutive interest rate hikes that have been experienced almost every quarter of this year, the municipality's interest generated from its surplus cash has performed much better than initially projected and that has resulted in an upward adjustment of R4 million.

iii. Transfers and Subsidies

A decrease of R9 million is as a result of the R4.3 million re-allocated from the municipal Infrastructure Grant coupled with a R4.7 million from the Disaster recovery grant of R33 million that is allocated to projects that are anticipated to be completed at the start of the following year.

b. Operating Expenditure

i. Employee related costs

This has seen a net decrease of R231 thousand from the 5% allocation that is part of the MIG framework that has been caused by the re-allocation of funds.

ii. Other expenditure

The adjustment made relates to a re-allocation from employee costs funded from FMG to accommodation for trainings funded from the same fund and other necessary corrections to ensure the budget fully complies with mSCOA.

iii. Disposal of Fixed and Intangible Assets

The additional R10 million is allocated to roads and engineering in preparation for the write-offs that may need to be processed at the end of the year as a result of the refurbished and rehabilitated roads during the year.

5. Summary of operational expenditure by vote

EC443 Winnie Madikizela Mandela - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 26/05/2023												
Vote Description [Insert departmental structure etc] R thousands	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusted	Adjusted Budget	Adjusted Budget	
		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Executive and Council		—	—	—	—	—	—	—	—	—	—	
Vote 2 - Corporate Services		137	453	—	—	—	—	56	56	509	143	
Vote 3 - Budget and Treasury Office		341,189	393,746	—	—	(33,808)	—	4,000	(29,806)	363,940	362,084	
Vote 4 - Community Services		14,517	13,304	—	—	—	—	—	—	11,283	11,783	
Vote 5 - Development Planning		44,531	44,481	—	—	—	—	—	—	22,573	23,468	
Vote 6 - Engineering Services		102,363	102,363	—	—	29,066	(4,356)	6,000	30,710	133,073	117,719	
Vote 7 - [NAME OF VOTE 7]		—	—	—	—	—	—	—	—	—	—	
Vote 8 - [NAME OF VOTE 8]		—	—	—	—	—	—	—	—	—	—	
Vote 9 - [NAME OF VOTE 9]		—	—	—	—	—	—	—	—	—	—	
Vote 10 - [NAME OF VOTE 10]		—	—	—	—	—	—	—	—	—	—	
Vote 11 - [NAME OF VOTE 11]		—	—	—	—	—	—	—	—	—	—	
Vote 12 - [NAME OF VOTE 12]		—	—	—	—	—	—	—	—	—	—	
Vote 13 - [NAME OF VOTE 13]		—	—	—	—	—	—	—	—	—	—	
Vote 14 - [NAME OF VOTE 14]		—	—	—	—	—	—	—	—	—	—	
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—	—	
Total Revenue by Vote	2	502,737	654,347	—	—	(4,740)	(4,356)	10,056	960	585,307	513,802	
Expenditure by Vote	1											
Vote 1 - Executive and Council		84,391	84,186	—	—	—	—	(0)	(0)	84,186	86,141	
Vote 2 - Corporate Services		59,772	58,204	—	—	—	—	(218)	(218)	57,986	61,931	
Vote 3 - Budget and Treasury Office		41,521	43,771	—	—	—	—	—	—	43,771	43,073	
Vote 4 - Community Services		79,012	78,098	—	—	—	—	(0)	(0)	78,098	78,448	
Vote 5 - Development Planning		36,131	36,533	—	—	—	—	—	—	36,533	27,945	
Vote 6 - Engineering Services		130,491	171,392	—	—	—	—	(218)	10,218	10,000	181,392	
Vote 7 - [NAME OF VOTE 7]		—	—	—	—	—	—	—	—	—	—	
Vote 8 - [NAME OF VOTE 8]		—	—	—	—	—	—	—	—	—	—	
Vote 9 - [NAME OF VOTE 9]		—	—	—	—	—	—	—	—	—	—	
Vote 10 - [NAME OF VOTE 10]		—	—	—	—	—	—	—	—	—	—	
Vote 11 - [NAME OF VOTE 11]		—	—	—	—	—	—	—	—	—	—	
Vote 12 - [NAME OF VOTE 12]		—	—	—	—	—	—	—	—	—	—	
Vote 13 - [NAME OF VOTE 13]		—	—	—	—	—	—	—	—	—	—	
Vote 14 - [NAME OF VOTE 14]		—	—	—	—	—	—	—	—	—	—	
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—	—	
Total Expenditure by Vote	2	431,318	472,184	—	—	—	(218)	10,000	9,782	481,966	417,581	
Surplus/ (Deficit) for the year	2	71,418	82,163	—	—	(4,740)	(4,138)	56	(8,822)	73,341	86,221	
											106,739	

a. REVENUE

The table above shows a summary of the adjustments on revenue per department which still relate to the adjustments already dealt with in the report. The table shows an upward adjustment of R960 thousand on total revenue for the financial year. The adjustment on Budget and Treasury includes an upward adjustment on the interest revenue based on the current performance and a correction of the Disaster Recovery grant that has moved to Engineering Services while the adjustment on Corporate Services relates the LGSETA funds received.

b. EXPENDITURE

The tables also show expenditures as adjusted per department with Engineering Services showing the biggest upward adjustment as a result of the roads that have been rehabilitated or refurbished that will require accounting for the write-offs by 30 June 2023.

6. Adjustments budget tables

a. Table B1 Adjustments budget summary

EC443 Winnie Madikizela Mandela - Table B1 Adjustments Budget Summary - 26/05/2023

Description R thousands	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget A	Prior Adjusted 1 A1	Accum. Funds 2 B	Multi-year capital 3 C	Unfore. Unavaild. 4 D	Nat. or Prov. Govt 5 E	Other Adjusts. 6 F	Total Adjusts. 7 G	Adjusted Budget 8 H	Adjusted Budget	Adjusted Budget	
Financial Performance												
Property rates	21,468	21,468	—	—	—	—	—	—	21,468	22,323	23,212	
Service charges	36,680	35,347	—	—	—	—	6,000	6,000	41,347	38,299	40,022	
Investment revenue	9,760	15,090	—	—	—	—	4,000	4,000	19,090	10,190	10,648	
Transfers recognised - operational	338,352	351,142	—	—	—	(218)	—	(218)	350,924	345,269	366,946	
Other own revenue	14,189	15,206	—	—	—	—	56	56	15,262	15,160	16,081	
Total Revenue (excluding capital transfers and contributions)	420,449	438,253	—	—	—	(218)	10,056	9,039	448,092	431,240	458,910	
Employee costs	124,799	122,284	—	—	—	(218)	(14)	(232)	122,052	130,216	135,947	
Remuneration of councillors	27,047	27,047	—	—	—	—	—	—	27,047	28,129	29,264	
Depreciation & asset impairment	49,735	49,735	—	—	—	—	—	—	49,735	50,730	51,744	
Finance charges	100	100	—	—	—	—	—	—	100	104	108	
Inventory consumed and bulk purchases	47,632	46,950	—	—	—	—	(35)	(35)	46,915	53,938	58,856	
Transfers and grants	3,200	3,349	—	—	—	—	—	—	3,349	3,328	3,461	
Other expenditure	178,804	222,718	—	—	—	—	10,049	10,049	232,767	161,136	157,042	
Total Expenditure	431,318	472,184	—	—	—	(218)	10,000	9,782	481,986	417,581	436,413	
Surplus/(Deficit)	(10,870)	(33,930)	—	—	—	—	56	56	(33,874)	13,660	20,497	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	82,288	116,094	—	—	(4,740)	(4,138)	—	(8,879)	107,215	82,561	86,242	
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	71,418	82,163	—	—	(4,740)	(4,138)	56	(8,822)	73,341	96,221	106,739	
Share of surplus / (deficit) of associate	—	—	—	—	—	—	—	—	—	—	—	
Surplus/(Deficit) for the year	71,418	82,163	—	—	(4,740)	(4,138)	56	(8,822)	73,341	96,221	106,739	
Capital expenditure & funds sources												
Capital expenditure												
Transfers recognised - capital	108,048	158,544	—	—	(4,122)	(3,598)	—	(7,721)	150,824	126,014	91,881	
Borrowing	69,945	100,776	—	—	(4,122)	(3,598)	—	(7,721)	93,055	70,177	73,306	
Internally generated funds	—	—	—	—	—	—	—	—	—	—	—	
Total sources of capital funds	108,048	158,544	—	—	(4,122)	(3,598)	—	(7,721)	150,824	126,014	91,881	
Financial position												
Total current assets	438,634	445,741	—	—	4,740	(218)	(24,933)	(20,410)	425,331	371,959	343,154	
Total non current assets	797,697	888,936	—	—	(4,122)	(3,598)	(10,000)	(17,721)	871,215	860,821	940,792	
Total current liabilities	64,901	132,240	—	—	4,740	(4,356)	(29,693)	(29,308)	102,931	65,025	66,080	
Total non current liabilities	5,246	22,484	—	—	—	—	—	—	22,484	5,246	5,246	
Community wealth/Equity	1,168,184	1,179,953	—	—	(4,740)	(4,138)	56	(8,822)	1,171,131	1,162,509	1,213,620	
Cash flows												
Net cash from (used) operating	178,444	237,848	—	—	—	(4,356)	3,956	(400)	237,449	172,312	182,704	
Net cash from (used) investing	(129,968)	(180,125)	—	—	4,740	4,138	—	8,879	(171,246)	(148,251)	(107,742)	
Net cash from (used) financing	—	—	—	—	—	—	—	—	—	—	—	
Cash/cash equivalents at the year end	385,302	334,832	—	—	4,740	(218)	3,956	8,479	343,311	367,372	442,334	
Cash backlog/surplus reconciliation												
Cash and Investments available	385,303	334,832	—	—	4,740	(218)	4,056	8,579	343,411	313,534	276,218	
Application of cash and investments	44,406	111,426	—	—	—	—	(29,308)	(29,308)	82,118	44,530	44,585	
Balance - surplus (shortfall)	340,897	223,406	—	—	4,740	(218)	33,365	37,887	261,294	269,004	231,633	
Asset Management												
Asset register summary (WDV)	705,541	743,607	—	—	—	—	127,608	127,608	871,215	744,243	851,847	
Depreciation	49,735	49,735	—	—	—	—	—	—	49,735	50,730	51,744	
Renewal and Upgrading of Existing Assets	12,754	71,240	—	—	—	—	(5,503)	(5,503)	65,738	54,489	9,520	
Repairs and Maintenance	29,975	47,660	—	—	—	—	—	—	47,660	15,819	16,457	
Free services												
Cost of Free Basic Services provided	4,800	4,800	—	—	—	—	—	—	4,800	4,992	5,192	
Revenue cost of free services provided	597	597	—	—	—	—	—	—	597	608	621	
Households below minimum service level												
Water:	—	—	—	—	—	—	—	—	—	—	—	
Sanitation/sewage:	—	—	—	—	—	—	—	—	—	—	—	
Energy:	—	—	—	—	—	—	—	—	—	—	—	
Refuse:	—	—	—	—	—	—	—	—	—	—	—	

b. Table B2 Adjustments budget Financial Performance (Functional Classification)

EC443 Winnie Madikizela Mandela - Table B2 Adjustments Budget Financial Performance (functional classification) - 26/05/2023											Budget Year +1 2023/24	Budget Year +2 2024/25	
Standard Description	Ref	Budget Year 2022/23										Adjusted Budget	Adjusted Budget
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget		
R thousands	1, 4	A	A1	B	C	D	E	F	G	H			
Revenue - Functional													
<i>Governance and administration</i>		362,794	415,667	-	-	(33,806)	-	4,056	(29,750)	385,917	384,551	408,133	
Executive and council		-	-	-	-	-	-	-	-	-	-	-	
Finance and administration		362,794	415,667	-	-	(33,806)	-	4,056	(29,750)	385,917	384,551	408,133	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		4,966	5,086	-	-	-	-	-	-	5,086	5,158	5,384	
Community and social services		623	623	-	-	-	-	-	-	623	623	645	
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	
Public safety		4,344	4,464	-	-	-	-	-	-	4,464	4,535	4,739	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	-	-	
<i>Economic and environmental services</i>		78,100	78,050	-	-	29,066	(4,356)	-	24,710	102,760	57,682	60,240	
Planning and development		23,062	23,012	-	-	-	-	-	-	23,012	249	256	
Road transport		55,038	55,038	-	-	29,066	(4,356)	-	24,710	79,748	57,433	59,984	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		56,876	55,543	-	-	-	-	-	6,000	6,000	81,543	66,411	69,395
Energy sources		47,325	47,325	-	-	-	-	-	6,000	6,000	53,325	60,286	62,996
Water management		-	-	-	-	-	-	-	-	-	-	-	
Waste water management		-	-	-	-	-	-	-	-	-	-	-	
Waste management		9,550	8,218	-	-	-	-	-	-	8,218	6,125	6,400	
Other		-	-	-	-	-	-	-	-	-	-	-	
Total Revenue - Functional	2	502,737	554,347	-	-	(4,740)	(4,356)	10,036	960	555,307	513,802	543,152	
Expenditure - Functional													
<i>Governance and administration</i>		201,620	203,164	-	-	-	-	(219)	(219)	202,945	208,319	216,474	
Executive and council		64,094	64,299	-	-	-	-	340	340	64,639	65,154	67,832	
Finance and administration		132,844	134,483	-	-	-	-	(359)	(359)	134,124	138,287	143,556	
Internal audit		4,682	4,382	-	-	-	-	(200)	(200)	4,182	4,878	5,086	
<i>Community and public safety</i>		32,667	31,778	-	-	-	-	(0)	(0)	31,778	34,007	35,445	
Community and social services		12,936	12,826	-	-	-	-	-	-	12,826	13,429	13,987	
Sport and recreation		2,729	2,309	-	-	-	-	(40)	(40)	2,269	2,846	2,970	
Public safety		15,956	15,579	-	-	-	-	40	40	15,619	16,641	17,368	
Housing		1,046	1,064	-	-	-	-	-	-	1,064	1,091	1,139	
Health		-	-	-	-	-	-	-	-	-	-	-	
<i>Economic and environmental services</i>		102,588	119,478	-	-	-	(218)	10,253	10,035	129,513	80,563	83,168	
Planning and development		37,697	37,976	-	-	-	(218)	3	(216)	37,762	29,007	30,147	
Road transport		62,240	79,113	-	-	-	-	10,220	10,220	89,333	48,793	50,138	
Environmental protection		2,851	2,388	-	-	-	-	30	30	2,418	2,764	2,883	
<i>Trading services</i>		90,304	113,638	-	-	-	-	(34)	(34)	113,604	90,378	96,830	
Energy sources		63,408	87,437	-	-	-	-	(4)	(4)	87,433	66,194	71,617	
Water management		-	-	-	-	-	-	-	-	-	-	-	
Waste water management		-	-	-	-	-	-	-	-	-	-	-	
Waste management		26,896	26,201	-	-	-	-	(30)	(30)	26,171	24,184	25,212	
Other		4,139	4,128	-	-	-	-	-	-	4,126	4,313	4,497	
Total Expenditure - Functional	3	431,318	472,184	-	-	-	(218)	10,000	9,782	481,966	417,581	436,413	
Surplus/ (Deficit) for the year		71,418	82,163	-	-	(4,740)	(4,138)	56	(8,822)	73,341	96,221	106,739	

The table above depicts the municipality's adjusted financial performance per functional classification. This groups departments or votes according to their functional class.

c. Table B3 Adjustments budgets Financial Performance (revenue and expenditure by municipal vote)

EC443 Winnie Madikizela Mandela - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 26/05/2023												
Vote Description [Insert departmental structure etc] R thousands	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		137	453	-	-	-	-	56	56	509	143	149
Vote 3 - Budget and Treasury Office		341,189	393,746	-	-	(33,806)	-	4,000	(29,806)	363,940	382,084	384,771
Vote 4 - Community Services		14,517	13,304	-	-	-	-	-	-	13,304	11,283	11,783
Vote 5 - Development Planning		44,531	44,481	-	-	-	-	-	-	44,481	22,573	23,468
Vote 6 - Engineering Services		102,363	102,363	-	-	29,066	(4,356)	6,000	30,710	133,073	117,719	122,980
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	502,737	654,347	-	-	(4,740)	(4,356)	10,056	960	555,307	513,802	543,152
Expenditure by Vote	1											
Vote 1 - Executive and Council		84,391	84,186	-	-	-	-	(0)	(0)	84,186	86,141	89,704
Vote 2 - Corporate Services		59,772	58,204	-	-	-	-	(218)	(218)	57,986	61,931	64,171
Vote 3 - Budget and Treasury Office		41,521	43,771	-	-	-	-	-	-	43,771	43,073	44,706
Vote 4 - Community Services		79,012	78,098	-	-	-	-	(0)	(0)	78,098	78,448	81,765
Vote 5 - Development Planning		36,131	36,533	-	-	-	-	-	-	36,533	27,945	29,030
Vote 6 - Engineering Services		130,491	171,392	-	-	-	(218)	10,218	10,000	181,392	120,042	127,036
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	431,318	472,184	-	-	-	(218)	10,000	9,782	461,966	417,681	436,413
Surplus/ (Deficit) for the year	2	71,418	82,163	-	-	(4,740)	(4,138)	86	(8,822)	73,341	96,221	106,739

Executive and Council includes Council general expenses, Mayor's office, Office of the Speaker, and the Office of the Municipal manager.

Budget and Treasury consists of Budgeting and reporting, Supply chain and Asset management, Revenue and expenditure, the office of the Chief Financial Officer.

Corporate services consists of Human resources, Labour relations, Information technology, and Fleet management.

Community Services consists of Community and social services, Environmental management, Refuse removal, Protection services and licensing.

Development planning consist of Planning and Land use management, and Local economic development.

Engineering services consists of Road works and engineering, and Electricity.

d. Table B4 Adjustments budget Financial Performance (revenue and expenditure)

EC443 Winnie Madikizela Mandela - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavail.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
R thousands	1	A	A1	B	C	D	E	F	G	H			
Revenue By Source													
Property rates	2	21,468	21,468	—	—	—	—	—	—	21,468	22,323	23,212	
Service charges - electricity revenue	2	30,845	30,845	—	—	—	—	6,000	6,000	36,845	32,203	33,652	
Service charges - water revenue	2	—	—	—	—	—	—	—	—	—	—	—	
Service charges - sanitation revenue	2	—	—	—	—	—	—	—	—	—	—	—	
Service charges - refuse revenue	2	5,834	4,502	—	—	—	—	—	—	4,502	6,096	6,371	
Rental of facilities and equipment		3,893	4,498	—	—	—	—	—	—	4,498	4,419	4,864	
Interest earned - external investments		9,760	15,090	—	—	—	—	4,000	4,000	19,090	10,190	10,648	
Interest earned - outstanding debtors		5,378	5,378	—	—	—	—	—	—	5,378	5,613	5,884	
Dividends received		—	—	—	—	—	—	—	—	—	—	—	
Fines, penalties and forfeits		593	593	—	—	—	—	—	—	593	619	647	
Licences and permits		2,404	2,404	—	—	—	—	—	—	2,404	2,510	2,623	
Agency services		1,401	1,521	—	—	—	—	—	—	1,521	1,463	1,528	
Transfers and subsidies		338,352	351,142	—	—	—	(218)	—	(218)	360,924	345,269	366,946	
Other revenue	2	520	812	—	—	—	—	56	56	868	537	556	
Gains		—	—	—	—	—	—	—	—	—	—	—	
Total Revenue (excluding capital transfers and contributions)		420,449	438,253	—	—	—	(218)	10,056	9,839	448,092	431,240	456,910	
Expenditure By Type													
Employee related costs		124,799	122,284	—	—	—	(218)	(14)	(232)	122,052	130,216	135,947	
Remuneration of councillors		27,047	27,047	—	—	—	—	—	—	27,047	28,129	29,254	
Debt impairment		9,800	9,600	—	—	—	—	—	—	9,600	9,984	10,383	
Depreciation & asset impairment		49,735	49,735	—	—	—	—	—	—	49,735	50,730	51,744	
Finance charges		100	100	—	—	—	—	—	—	100	104	108	
Bulk purchases - electricity		40,005	40,005	—	—	—	—	—	—	40,005	46,006	50,607	
Inventory consumed		7,627	6,945	—	—	—	—	(35)	(35)	6,910	7,932	8,249	
Contracted services		86,644	100,765	—	—	—	—	(1,290)	(1,290)	99,475	65,186	67,870	
Transfers and subsidies		3,200	3,349	—	—	—	—	—	—	3,349	3,328	3,461	
Other expenditure		82,560	86,010	—	—	—	—	1,339	1,339	87,357	75,966	78,789	
Losses		—	26,336	—	—	—	—	10,000	10,000	36,336	—	—	
Total Expenditure		431,318	472,184	—	—	—	(218)	10,000	9,782	481,986	417,581	436,413	
Surplus/(Deficit)		(10,870)	(33,930)	—	—	—	—	56	56	(33,874)	13,660	20,497	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		62,288	116,094	—	—	—	(4,138)	(4,740)	(8,879)	107,215	82,661	86,242	
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)		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Surplus/(Deficit) before taxation		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	—	—	—	
Taxation		—	—	—	—	—	—	—	—	—	—	—	
Surplus/(Deficit) after taxation		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Attributable to minorities		—	—	—	—	—	—	—	—	—	—	—	
Surplus/(Deficit) attributable to municipality		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	
Share of surplus/ (deficit) of associate		—	—	—	—	—	—	—	—	—	—	—	
Surplus/ (Deficit) for the year		71,418	82,163	—	—	—	(4,138)	(4,684)	(8,822)	73,341	96,221	106,739	

The table above shows adjustments that have been to the 2022/23 budget and can be summarised as follows:-

a. Revenue adjustments

i. Service Charges – Electricity Revenue

An increase of R6 million is as a result of current actual performance of the revenue source which has surpassed the projected performance due to a number of customers that have since joined the municipality's revenue base.

ii. Interest earned – External Investments

Due to the recent consecutive interest rate hikes that have been experienced almost every quarter of this year, the municipality's interest generated from its surplus cash has performed much better than initially projected and that has resulted in an upward adjustment of R4 million.

iii. Transfers and Subsidies

A decrease of R9 million is as a result of the R4.3 million re-allocated from the municipal Infrastructure Grant coupled with a R4.7 million from the Disaster recovery grant of R33 million that is allocated to projects that are anticipated to be completed at the start of the following year.

c. Operating Expenditure

iv. Employee related costs

This has seen a net decrease of R231 thousand from the 5% allocation that is part of the MIG framework that has been caused by the re-allocation of funds.

v. Other expenditure

The adjustment made relates to a re-allocation from employee costs funded from FMG to accommodation for trainings funded from the same fund and other necessary corrections to ensure the budget fully complies with mSCOA.

vi. Disposal of Fixed and Intangible Assets

The additional R10 million is allocated to roads and engineering in preparation for the write-offs that may need to be processed at the end of the year as a result of the refurbished and rehabilitated roads during the year.

e. Table B5 Adjustments Capital Expenditure Budget by vote and funding

EC443 Winnie Madikizela Mandela - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore, Unavold.	Nat. or Prov. Govt	Other Adjuste.	Total Adjuste.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H			
Capital expenditure - Vote													
Multi-year expenditure to be adjusted	2												
Vote 6 - Engineering Services		8,988	27,844	—	—	—	(881)	—	(881)	26,964	13,600	1,020	
Capital multi-year expenditure sub-total	3	8,988	27,844	—	—	—	(881)	—	(881)	26,964	13,600	1,020	
Single-year expenditure to be adjusted	2												
Vote 1 - Executive and Council		—	—	—	—	—	—	—	—	—	—	—	—
Vote 2 - Corporate Services		12,900	9,403	—	—	—	—	—	—	9,403	8,925	2,425	
Vote 3 - Budget and Treasury Office		—	—	—	—	—	—	—	—	—	—	—	—
Vote 4 - Community Services		11,388	5,262	—	—	—	—	—	—	5,262	10,285	2,210	
Vote 5 - Development Planning		13,517	15,295	—	—	—	—	—	—	15,295	3,094	2,295	
Vote 6 - Engineering Services		61,256	109,740	—	—	(4,122)	(2,718)	—	(8,840)	93,900	90,110	83,931	
Capital single-year expenditure sub-total		99,060	130,700	—	—	(4,122)	(2,718)	—	(6,840)	123,860	112,414	90,861	
Total Capital Expenditure - Vote		108,048	158,544	—	—	(4,122)	(3,598)	—	(7,721)	150,824	126,014	91,881	
Capital Expenditure - Functional													
Governance and administration		13,240	9,778	—	—	—	—	—	—	9,778	9,265	2,765	
Finance and administration		13,240	9,778	—	—	—	—	—	—	9,778	9,265	2,765	
Community and public safety		1,848	1,895	—	—	—	—	—	—	1,895	1,445	1,870	
Community and social services		1,720	1,710	—	—	—	—	—	—	1,710	1,275	1,700	
Sport and recreation		128	185	—	—	—	—	—	—	185	170	170	
Economic and environmental services		67,336	127,614	—	—	(4,122)	(3,598)	—	(7,721)	119,894	80,964	60,252	
Planning and development		25,820	43,747	—	—	—	(881)	—	(881)	42,867	20,944	11,815	
Road transport		41,516	83,867	—	—	(4,122)	(2,718)	—	(6,840)	77,027	60,020	48,437	
Trading services		25,625	19,257	—	—	—	—	—	—	19,257	34,340	26,993	
Energy sources		16,425	16,265	—	—	—	—	—	—	16,265	25,840	26,993	
Waste management		9,200	2,991	—	—	—	—	—	—	2,991	8,500	—	
Total Capital Expenditure - Functional	3	108,048	158,544	—	—	(4,122)	(3,598)	—	(7,721)	150,824	126,014	91,881	
Funded by:													
National Government		69,945	100,776	—	—	(4,122)	(3,598)	—	(7,721)	93,055	70,177	73,306	
Transfers recognised - capital	4	69,945	100,776	—	—	(4,122)	(3,598)	—	(7,721)	93,055	70,177	73,306	
Borrowing		—	—	—	—	—	—	—	—	—	—	—	
Internally generated funds		38,103	57,769	—	—	—	—	—	—	57,769	55,837	18,575	
Total Capital Funding		108,048	158,544	—	—	(4,122)	(3,598)	—	(7,721)	150,824	126,014	91,881	

- The above Table depicts the impact of the adjustments mentioned in earlier sections on the municipality's capital budget and funding of such a budget.
- The municipality's capital budget decreased from R158.5 million to R150.8 million exclusive of VAT as a result of the adjustments to be dealt with in the paragraphs that follow:

Roads and Engineering

The adjustment relates to the projects that were allocated budgets from the MIG allocation that have not started and those where the allocation available is projected that it may not be utilised in full, these were made due to the funding cut earlier indicated.

There are also projects that are expected to be completed in the first two months of the next financial year and the amounts in question have since been moved to the final budget for

2023/24 with their funding sources to ensure that no delays are caused before the adjustment budget processes.

AFFECTED PROJECTS	LATEST ALLOCATION	ADJUSTEMENT	ADJUSTED ALLOCATION
Construction of Mbizana Town Hall	R 5,595,763.60	-R 1,388,442.51	R 4,207,321.09
Construction of Bhukuveni to Ntshikintshane Concrete Slab	R 700,000.35	-R 500,949.88	R 199,050.47
Construction of Mngomazi AR	R 848,806.91	-R 848,806.91	R 0.00
Construction of Mhlwazini AR	R 700,000.35	-R 700,000.35	-R 0.00
Rehabilitation of Mgomazi AR	R 4,492,338.13	-R 808,620.87	R 3,683,717.27
Rehabilitation of Bazana AR	R 1,622,981.20	-R 292,136.62	R 1,330,844.58
Rehabilitation of Dumasi AR(Disaster)	R 3,173,664.16	-R 571,259.56	R 2,602,404.61
Rehabilitation of Matshezini AR	R 2,988,896.07	-R 538,001.28	R 2,450,894.79
Rehabilitation of Liphondweni AR	R 3,720,997.56	-R 669,779.55	R 3,051,218.01
Rehabilittaion of Zamiliwe AR	R 4,250,296.45	-R 765,053.37	R 3,485,243.08
Maintenance of Ntlozelo Access Road	R 2,046,372.14	-R 368,346.98	R 1,678,025.16
Maintenance of Umhlambi SSS Langalethu-Dotye Access Road	R 2,285,932.10	-R 411,467.77	R 1,874,464.33
Maintenance of Monti Access Road	R 1,754,032.97	-R 315,725.92	R 1,438,307.05
Total	R 34,180,081.99	-R 8,178,591.56	R 26,001,490.43

f. Table B6 Adjustments budget Financial Position

EC443 Winnie Madikizela Mandela - Table B6 Adjustments Budget Financial Position - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 6	Unfore. Unavold. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H			
ASSETS													
Current assets													
Cash		18,720	26,608			—	4,138	8,797	12,935	39,543	36,555	26,064	
Call investment deposits	1	366,583	308,224			—	(4,356)	—	(4,356)	303,868	276,979	250,154	
Consumer debtors	1	19,654	31,739	—	—	—	—	6,000	6,000	37,739	24,311	32,710	
Other debtors		31,799	78,038					(35,024)	(35,024)	43,014	32,102	32,122	
Current portion of long-term receivables										—	—	—	
Inventory		1,878	1,132	—	—	—	—	35	35	1,167	2,012	2,104	
Total current assets		438,634	445,741	—	—	—	(218)	(20,192)	(20,410)	425,331	371,959	343,154	
Non current assets													
Long-term receivables										—	—	—	—
Investments										—	—	—	—
Investment property		36,655	39,090					—	—	39,090	36,655	36,655	
Investment in Associate										—	—	—	
Property, plant and equipment	1	759,811	848,542	—	—	—	(3,598)	(14,122)	(17,721)	830,821	822,936	902,907	
Biological										—	—	—	
Intangible			43					—	—	43	—	—	
Other non-current assets		1,231	1,261					—	—	1,261	1,231	1,231	
Total non current assets		797,697	888,936	—	—	—	(3,598)	(14,122)	(17,721)	871,215	860,821	940,792	
TOTAL ASSETS		1,236,331	1,334,676	—	—	—	(3,816)	(34,314)	(38,131)	1,286,546	1,232,780	1,283,946	
LIABILITIES													
Current liabilities													
Bank overdraft										—	—	—	—
Borrowing		—	—	—	—	—	—	—	—	—	—	—	—
Consumer deposits		505	506					—	—	506	505	505	
Trade and other payables		44,406	111,426	—	—	—	(4,356)	(24,952)	(29,308)	82,118	44,530	44,585	
Provisions		19,990	20,308				—	—	20,308	19,990	19,990	19,990	
Total current liabilities		64,901	132,240	—	—	—	(4,356)	(24,952)	(29,308)	102,931	65,025	65,080	
Non current liabilities													
Borrowing	1	—	—	—	—	—	—	—	—	—	—	—	—
Provisions	1	5,246	22,484	—	—	—	—	—	—	22,484	5,246	5,246	
Total non current liabilities		5,246	22,484	—	—	—	—	—	—	22,484	5,246	5,246	
TOTAL LIABILITIES		70,147	154,724	—	—	—	(4,356)	(24,952)	(29,308)	125,415	70,271	70,326	
NET ASSETS	2	1,166,184	1,179,953	—	—	—	540	(9,362)	(8,822)	1,171,131	1,162,509	1,213,620	
COMMUNITY WEALTH/EQUITY													
Accumulated Surplus/(Deficit)		1,166,184	1,179,953	—	—	—	(4,138)	(4,684)	(8,822)	1,171,131	1,162,509	1,213,620	
Reserves		—	—	—	—	—	—	—	—	—	—	—	
TOTAL COMMUNITY WEALTH/EQUITY		1,166,184	1,179,953	—	—	—	(4,138)	(4,684)	(8,822)	1,171,131	1,162,509	1,213,620	

- The above table depicts the municipality's adjustment financial position after taking into account the proposed adjustments and it is important to mention that this is based on the audited results of the municipality since this was not part of the original budget.

g. Table B7 Adjustments budget Cash Flows

EC443 Winnie Madikizela Mandela - Table B7 Adjustments Budget Cash Flows - 26/05/2023

Description R thousands	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 3 A1	Accum. Funds 4	Multi-year capital 5	Unfore. Unavold. 6	Nat or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget	
CASH FLOW FROM OPERATING ACTIVITIES													
Receipts													
Property rates		34,817	34,817	-	-	-	-	-	-	34,817	19,265	22,310	
Service charges		54,508	54,508	-	-	-	-	-	-	54,508	40,481	45,128	
Other revenue		26,670	56,955	-	-	-	-	56	56	57,012	31,319	25,592	
Transfers and Subsidies - Operational	1	338,352	351,142	-	-	-	(218)	-	(218)	350,924	345,269	363,947	
Transfers and Subsidies - Capital	1	82,288	116,094	-	-	-	(4,138)	-	(4,138)	111,956	82,561	89,241	
Interest		9,760	15,090	-	-	-	-	4,000	4,000	19,090	10,190	10,648	
Dividends		-	-	-	-	-	-	-	-	-	-	-	
Payments													
Suppliers and employees		(367,832)	(390,738)	-	-	-	-	(100)	(100)	(390,838)	(356,600)	(374,054)	
Finance charges		(100)	(100)	-	-	-	-	-	-	(100)	(104)	(108)	
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-	-	
NET CASH FROM/(USED) OPERATING ACTIVITIES		178,444	237,848	-	-	-	(4,358)	3,056	(400)	237,449	172,312	182,704	
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		(129,968)	(180,125)	-	-	-	-	4,138	4,740	8,879	(171,246)	(148,251)	(107,742)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(129,968)	(180,125)	-	-	-	-	4,138	4,740	8,879	(171,246)	(148,251)	(107,742)
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		48,476	57,724	-	-	-	(218)	8,097	8,479	66,203	24,080	74,962	
Cash/cash equivalents at the year begin:	2	336,827	277,109	-	-	-	-	-	-	277,109	343,311	367,372	
Cash/cash equivalents at the year end:	2	385,302	334,832	-	-	-	(218)	8,697	8,479	343,311	367,372	442,334	

- The above table shows projected cash flows as a result of the adjustments and also taking into account the audited results as the bases for the estimates.

h. Table B8 Cash backed reserves/accumulated surplus reconciliation

EC443 Winnie Madikizela Mandela - Table B8 Cash backed reserves/accumulated surplus reconciliation - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavold. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H			
Cash and investments available													
Cash/cash equivalents at the year end	1	385,302	334,832	—	—	—	(218)	8,697	8,479	343,311	367,372	442,334	
Other current investments > 90 days		0	(0)	—	—	—	—	100	100	100	(53,830)	(166,116)	
Non current assets - Investments	1	—	—	—	—	—	—	—	—	—	—	—	
Cash and Investments available:		385,303	334,832	—	—	—	(218)	8,797	8,579	343,411	313,534	276,218	
Applications of cash and Investments													
Unspent conditional transfers		—	—	—	—	—	—	—	—	—	—	—	
Unspent borrowing		—	—	—	—	—	—	—	—	—	—	—	
Statutory requirements		—	—	—	—	—	—	—	—	—	—	—	
Other working capital requirements	2	—	—	—	—	—	—	—	—	—	—	—	
Other provisions		—	—	—	—	—	—	—	—	—	—	—	
Long term investments committed		—	—	—	—	—	—	—	—	—	—	—	
Reserves to be backed by cash/investments		—	—	—	—	—	—	—	—	—	—	—	
Total Application of cash and Investments:		—	—	—	—	—	—	—	—	—	—	—	
Surplus(shortfall)		385,303	334,832	—	—	—	(218)	8,797	8,579	343,411	313,534	276,218	

The table tests the municipality's sustainability through funding of the budget by taking the available resourcing and checking how these will be applied to determine whether there will be surplus or shortfall. Where there is an anticipated shortfall the table tests whether the municipality has enough funds in its reserves to ensure full implementation of the current budget. As things stand the municipality cash backing tests indicate a growth in the municipality's surpluses which can be seen on the municipality's audited results that have increased compared to the prior years when it comes to reserves.

i. Table B9 Asset Management

EC443 Winnie Madikizela Mandela - Table B9 Asset Management - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavold. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget	
R thousands		A	A1	B	C	D	E	F	G	H			
CAPITAL EXPENDITURE													
Total New Assets to be adjusted	1	95,294	87,304	-	-	-	(2,718)	500	(2,218)	85,086	71,525	82,361	
Roads Infrastructure		38,090	40,731	-	-	-	(2,718)	-	(2,718)	38,013	26,481	48,437	
Electrical Infrastructure		15,725	15,565	-	-	-	-	-	-	15,565	25,840	26,993	
Solid Waste Infrastructure		8,075	1,390	-	-	-	-	-	-	1,390	8,500	-	
Infrastructure		61,890	57,688	-	-	-	(2,718)	-	(2,718)	54,988	62,821	75,431	
Community Facilities		5,355	4,140	-	-	-	-	500	500	4,640	3,485	3,995	
Sport and Recreation Facilities		595	609	-	-	-	-	-	-	609	884	-	
Community Assets		5,950	4,748	-	-	-	-	500	500	5,248	4,369	3,995	
Operational Buildings		11,562	11,828	-	-	-	-	-	-	11,828	-	-	
Other Assets	6	11,562	11,828	-	-	-	-	-	-	11,828	-	-	
Computer Equipment		2,125	4,590	-	-	-	-	(150)	(150)	4,440	-	-	
Furniture and Office Equipment		7,140	3,158	-	-	-	-	150	150	3,308	4,165	765	
Machinery and Equipment		128	217	-	-	-	-	-	-	217	170	170	
Transport Assets		6,500	5,077	-	-	-	-	-	-	5,077	-	2,000	
Total Renewal of Existing Assets to be adjusted	2	5,126	48,544	-	-	-	-	(3,945)	(3,945)	44,598	17,893	8,500	
Roads Infrastructure		3,426	42,527	-	-	-	-	(4,122)	(4,122)	38,405	13,643	-	
Infrastructure		3,426	42,527	-	-	-	-	(4,122)	(4,122)	38,405	13,643	-	
Community Facilities		1,360	5,843	-	-	-	-	-	-	5,843	-	-	
Community Assets		1,360	5,843	-	-	-	-	-	-	5,843	-	-	
Operational Buildings		340	173	-	-	-	-	177	177	350	4,250	8,500	
Other Assets	6	340	173	-	-	-	-	177	177	350	4,250	8,500	
Total Upgrading of Existing Assets to be adjusted	2a	7,628	22,697	-	-	-	-	(1,557)	(1,557)	21,139	36,597	1,020	
Roads Infrastructure		-	522	-	-	-	-	-	-	522	17,097	-	
Infrastructure		-	522	-	-	-	-	-	-	522	17,097	-	
Community Facilities		7,628	12,594	-	-	-	-	(1,557)	(1,557)	11,037	5,100	-	
Sport and Recreation Facilities		-	9,680	-	-	-	-	-	-	9,580	13,600	1,020	
Community Assets		7,628	22,175	-	-	-	-	(1,557)	(1,557)	20,617	18,700	1,020	
Total Capital Expenditure to be adjusted	4	108,048	158,544	-	-	-	(2,718)	(5,003)	(7,721)	150,824	126,014	91,881	
Roads Infrastructure		41,516	83,780	-	-	-	(2,718)	(4,122)	(6,840)	76,940	60,020	48,437	
Electrical Infrastructure		15,725	15,565	-	-	-	-	-	-	15,565	25,840	26,993	
Solid Waste Infrastructure		8,075	1,390	-	-	-	-	-	-	1,390	8,500	-	
Infrastructure		65,316	100,735	-	-	-	(2,718)	(4,122)	(6,840)	93,895	94,380	75,431	
Community Facilities		14,343	22,578	-	-	-	-	(1,057)	(1,057)	21,520	8,585	3,995	
Sport and Recreation Facilities		595	10,189	-	-	-	-	-	-	10,189	14,484	1,020	
Community Assets		14,938	32,767	-	-	-	-	(1,057)	(1,057)	31,709	23,069	5,015	
Operational Buildings		11,902	12,001	-	-	-	-	177	177	12,177	4,250	8,500	
Other Assets		11,902	12,001	-	-	-	-	177	177	12,177	4,250	8,500	
Computer Equipment		2,125	4,590	-	-	-	-	(150)	(150)	4,440	-	-	
Furniture and Office Equipment		7,140	3,158	-	-	-	-	160	150	3,308	4,165	765	
Machinery and Equipment		128	217	-	-	-	-	-	-	217	170	170	
Transport Assets		6,500	5,077	-	-	-	-	-	-	5,077	-	2,000	
TOTAL CAPITAL EXPENDITURE to be adjusted	4	108,048	158,544	-	-	-	(2,718)	(5,003)	(7,721)	150,824	126,014	91,881	

EC443 Winnie Madikizela Mandela - Table B9 Asset Management - 26/05/2023

Description R thousands	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 7 A1	Accum. Funds B	Multi-year capital C	Unfore. Unavoid. D	Nat. or Prov. Govt E	Other Adjusts. F	Total Adjusts. G	Adjusted Budget H	Adjusted Budget	Adjusted Budget	
ASSET REGISTER SUMMARY - PPE (WDV)	5	705,541	743,607	-	-	-	-	-	127,608	127,608	871,215	744,243	851,847
<i>Roads Infrastructure</i>		369,757	375,131	-	-	-	-	-	66,940	66,940	442,072	349,342	386,816
<i>Storm water Infrastructure</i>		(558)	(558)	-	-	-	-	-	-	-	(558)	(569)	(501)
<i>Electrical Infrastructure</i>		53,487	24,959	-	-	-	-	-	15,565	15,565	40,524	71,518	102,592
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		1,942	1,775	-	-	-	-	-	1,390	1,390	3,165	11,939	21,935
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		424,628	401,307	-	-	-	-	-	83,095	83,095	405,202	432,230	510,763
Community Assets		178,520	250,853	-	-	-	-	-	31,535	31,535	282,389	188,974	206,648
Heritage Assets		1,231	1,261	-	-	-	-	-	-	-	1,261	1,231	1,231
Investment properties		36,655	39,090	-	-	-	-	-	-	-	39,090	36,655	36,655
Other Assets		23,093	22,432	-	-	-	-	-	12,177	12,177	34,609	38,671	43,657
Intangible Assets		-	43	-	-	-	-	-	-	-	43	-	-
Computer Equipment		7,797	5,022	-	-	-	-	-	(150)	(150)	4,872	8,127	8,002
Furniture and Office Equipment		6,928	6,172	-	-	-	-	-	150	150	5,322	16,928	19,302
Machinery and Equipment		8,336	5,376	-	-	-	-	-	-	-	5,375	8,292	8,404
Transport Assets		15,210	9,904	-	-	-	-	-	-	-	9,904	11,982	13,953
Land		3,153	3,149	-	-	-	-	-	-	-	3,149	3,153	3,163
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	705,541	743,607	-	-	-	-	-	127,608	127,608	871,215	744,243	851,847
EXPENDITURE OTHER ITEMS													
Depreciation & asset Impairment		49,735	49,735	-	-	-	-	-	-	-	49,735	50,730	51,744
Repairs and Maintenance by asset class	3	29,975	47,660	-	-	-	-	-	-	-	47,660	15,818	16,457
<i>Roads Infrastructure</i>		17,582	33,408	-	-	-	-	-	(40)	(40)	33,368	2,951	3,069
<i>Electrical Infrastructure</i>		3,764	3,764	-	-	-	-	-	-	-	3,764	3,915	4,071
Infrastructure		21,346	37,172	-	-	-	-	-	(40)	(40)	37,132	6,066	7,141
Community Facilities		619	819	-	-	-	-	-	-	-	819	620	647
Community Assets		619	819	-	-	-	-	-	-	-	819	620	647
Operational Buildings		4,274	3,133	-	-	-	-	-	40	40	3,173	4,445	4,623
Other Assets		4,274	3,133	-	-	-	-	-	40	40	3,173	4,445	4,623
Computer Equipment		50	50	-	-	-	-	-	-	-	50	52	54
Furniture and Office Equipment		210	190	-	-	-	-	-	(40)	(40)	150	218	227
Machinery and Equipment		500	620	-	-	-	-	-	-	-	620	522	546
Transport Assets		2,976	5,676	-	-	-	-	-	40	40	5,716	3,095	3,219
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		78,710	97,395	-	-	-	-	-	-	-	87,395	66,549	68,201
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		11.8%	44.9%								43.6%	43.2%	10.4%
<i>Renewal and upgrading of Existing Assets as % of deprecn"</i>		25.6%	143.2%								132.2%	107.4%	18.4%
<i>R&M as a % of PPE</i>		4.2%	6.4%								5.5%	2.1%	1.9%
<i>Renewal and upgrading and R&M as a % of PPE</i>		6.1%	16.0%								13.0%	9.4%	3.0%

j. Table B10 Basic Service Delivery Measurement

EC443 Winnie Madikizela Mandela - Table B10 Basic service delivery measurement - 26/05/2023

PART 2 – SUPPORTING DOCUMENTATION

7. Adjustments to budget assumptions

The budget assumptions utilised in the previous budgets have not changed except for the MIG that has decreased as per the grants tables to follow which has affected anticipated revenues.

8. Adjustments to budget funding

The municipality has ensured compliance with the following requirements of a budget:

- The budget is funded from realistically anticipated revenues
- The budget is fully funded
- Additional funding utilised to fund only capital programmes where necessary

9. Winnie Madikizela-Mandela Local Municipality Economic Landscape

Winnie Madikizela-Mandela Local Municipality is a rural municipality with the following characteristics:

- sparsely populated areas in which people farm or depend on natural resources, including villages and small towns that are dispersed through these areas
- area that includes large settlements in the former homelands, which depend on migratory labour and remittances as well as government social grants for their survival, and typically have traditional land tenure systems.

These mean that the municipality has a very limited revenue base from which to collect revenue. This places more pressure on the limited revenue base to generate more and intensify collection. Only the town area generates revenue for the municipality, meaning like its people the municipality is solely dependent on Government grants to deliver services.

10. Access to basic services

The provision of basic services can be an important agent in the reduction of poverty and unemployment and strengthening of social capital. It can also be a factor in reviving agriculture, tourism and other rural non-farm enterprises. For instance:

Road infrastructure connects rural areas to the town and facilitates the mobility of goods and people within the area. Roads provide the connections necessary for local markets to develop and facilitate the provision of public services, such as ambulances and policing.

Access roads allow the supply of perishable foods to high-value town markets. Opportunities for job creation through labour based maintenance approaches can also support household income and retain resources in local areas. The lack of road infrastructure hinders development, hence the municipality has seen it necessary to avail funding to ensure that these projects are completed.

The importance of electricity infrastructure in rural areas cannot be over emphasised. Besides improving the lives of our people, it can facilitate small business development and public safety as criminals find it hard to operate in high lit areas.

Government has emphasised the critical role that rural municipalities must play in reducing backlogs in access to basic services. Careful choices need to be made to match service levels to what households can afford. The use of appropriate technologies is important in ensuring available resources are used optimally to meet households' needs.

11. Adjustments to expenditure on allocations and grant programmes

EC443 Winnie Madikizela Mandela - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 26/05/2023										
Description R thousands	Ref	Budget Year 2022/23							Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 2 A1	Multi-year capital 3 B	Nat. or Prov. Govt 4 C	Other Adjusts. 5 D	Total Adjusts. 6 E	Adjusted Budget 7 F	Adjusted Budget	Adjusted Budget
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:										
Local Government Equitable Share		337,852	350,642	-	(218)	-	(218)	350,424	344,769	366,424
Expanded Public Works Programme Integrated Grant		320,095	320,095	-	-	-	-	320,095	339,797	361,325
Local Government Financial Management Grant		3,687	3,687	-	-	-	-	3,687	-	-
Municipal Infrastructure Grant		2,100	2,100	-	-	-	-	2,100	2,100	2,100
Neighbourhood Development Partnership Grant		2,752	2,752	-	(218)	-	(218)	2,534	2,872	2,999
Disaster Relief Grant		9,218	9,218	-	-	-	-	9,218	-	-
Provincial Government:		-	12,790	-	-	-	-	12,790	-	-
Capacity Building and Other		500	500	-	-	-	-	500	500	522
Other transfers and grants [insert description]		500	500	-	-	-	-	500	500	522
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		338,352	351,142	-	(218)	-	(218)	350,924	345,269	366,946
Capital expenditure of Transfers and Grants										
National Government:										
Municipal Infrastructure Grant		82,288	116,094	-	(8,879)	-	(4,138)	107,215	82,561	86,242
Neighbourhood Development Partnership Grant		52,286	52,286	-	(4,138)	-	(4,138)	48,148	54,561	56,985
Integrated National Electrification Programme Grant		13,602	13,602	-	-	-	-	13,602	-	-
Disaster Recovery Grant		16,400	16,400	-	-	-	-	16,400	28,000	29,257
Provincial Government:		-	33,806	-	(4,740)	-	(4,740)	29,066	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		82,288	116,094	-	(8,879)	-	(4,138)	107,215	82,561	86,242
Total capital expenditure of Transfers and Grants		420,639	467,235	-	(9,096)	-	(4,356)	458,139	427,830	453,188

The table above indicates an downward adjustment of over R8.8 million on capital transfers and R218 thousand adjustment on the operating transfers which is as a result of the Disaster

Recovery Grant that was allocated to the municipality in the adjustments made in October 2022 and the MIG reallocated from the municipality.

12. Adjustments to allocations or grants made by the municipality

EC443 Winnie Madikizela Mandela - Supporting Table SB10 Adjustments Budget - transfers and grants made by the municipality - 26/05/2023												Budget Year +1 2023/24	Budget Year +2 2024/25
Description	Ref	Budget Year 2022/23										Adjusted Budget	Adjusted Budget
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget			
R thousands		A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H			
<u>Cash transfers to other municipalities</u>													
[insert description]	1	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL ALLOCATIONS TO MUNICIPALITIES:		-	-	-	-	-	-	-	-	-			
<u>Cash transfers to Entities/Other External Mechanisms</u>													
[insert description]	2	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL ALLOCATIONS TO ENTITIES/EMs'		-	-	-	-	-	-	-	-	-			
<u>Cash transfers to other Organs of State</u>													
[insert description]	3	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		-	-	-	-	-	-	-	-	-			
<u>Cash transfers to other Organisations</u>													
[insert description]	4	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL CASH TRANSFERS TO OTHER ORGANISATIONS:		-	-	-	-	-	-	-	-	-			
TOTAL CASH TRANSFERS	5	-	-	-	-	-	-	-	-	-			
<u>Non-cash transfers to other municipalities</u>													
[insert description]	1	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL ALLOCATIONS TO MUNICIPALITIES:		-	-	-	-	-	-	-	-	-			
<u>Non-cash transfers to Entities/Other External Mechanisms</u>													
[insert description]	2	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL ALLOCATIONS TO ENTITIES/EMs'		-	-	-	-	-	-	-	-	-			
<u>Non-cash transfers to other Organs of State</u>													
[insert description]	3	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
SMME Support		3,200	3,349	--	--	--	--	--	--	--	3,349	3,328	3,461
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		3,200	3,349	--	--	--	--	--	--	--	3,349	3,328	3,461
<u>Non-cash transfers to other Organisations</u>													
[insert description]	4	-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
[insert description]		-	-	-	-	-	-	-	-	-			
TOTAL NON-CASH TRANSFERS TO OTHER ORGANISATIONS:		-	-	-	-	-	-	-	-	-			
TOTAL NON-CASH TRANSFERS	5	3,200	3,349	--	--	--	--	--	--	--	3,349	3,328	3,461
TOTAL TRANSFERS		3,200	3,349	--	--	--	--	--	--	--	3,349	3,328	3,461

The municipality gives support to qualifying SMMEs within the area as a means of Local economic development.

13. Adjustments to councillor allowances and employee benefits

EC443 Winnie Madikizela Mandela - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 26/05/2023

Summary of remuneration R thousands	Ref	Budget Year 2022/23										% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget		
		A	A1	B	C	D	E	F	G	H		
Councillors (Political Office Bearers plus Other)												
Basic Salaries and Wages		14,390	14,390								14,390	0.0%
Pension and UIF Contributions		1,199	1,199								1,199	0.0%
Medical Aid Contributions		1,199	1,199								1,199	0.0%
Motor Vehicle Allowance		5,996	5,996								5,996	0.0%
Cellphone Allowance		4,262	4,262								4,262	
Housing Allowances		-	-								-	
Other benefits and allowances		-	-								-	
Sub Total - Councillors		27,047	27,047								27,047	0.0%
% increase			-								-	
Senior Managers of the Municipality												
Basic Salaries and Wages		5,512	5,167	-							5,167	-6.3%
Pension and UIF Contributions		97	182	-							182	87.3%
Medical Aid Contributions		463	463	-							463	0.0%
Overtime		-	-	-							-	
Performance Bonus		-	-	-							-	
Motor Vehicle Allowance		1,689	1,604	-							1,604	-5.0%
Cellphone Allowance		138	138	-							138	0.0%
Housing Allowances		478	478	-							478	
Other benefits and allowances		-	-	-							-	
Payments in lieu of leave		-	-	-							-	
Long service awards		-	-	-							-	
Post-retirement benefit obligations		-	-	-							-	
Sub Total - Senior Managers of Municipality		8,377	8,032	-							8,032	-4.1%
% Increase			(0)								-	
Other Municipal Staff												
Basic Salaries and Wages		73,511	71,175	-	-	-	-	(14)	(14)	71,161	-3.2%	
Pension and UIF Contributions		12,204	12,339	-	-	-	-	-	-	12,339	1.1%	
Medical Aid Contributions		5,964	5,751	-	-	-	-	-	-	5,751	-3.6%	
Overtime		2,888	2,664	-	-	-	-	-	-	2,664	-7.7%	
Performance Bonus		5,882	5,882	-	-	-	-	-	-	5,882		
Motor Vehicle Allowance		7,432	7,754	-	-	-	-	-	-	7,754	4.3%	
Cellphone Allowance		891	881	-	-	-	-	-	-	881	-1.1%	
Housing Allowances		3,945	4,107	-	-	-	-	-	-	4,107		
Other benefits and allowances		3,704	3,698	-	-	-	-	(218)	(218)	3,480		
Payments in lieu of leave		-	-	-	-	-	-	(218)	(218)	-		
Long service awards		-	-	-	-	-	-	-	-	-		
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-		
Sub Total - Other Municipal Staff		116,422	114,251	-	-	-	-	(232)	(232)	114,019	-2.1%	
% Increase												
Total Parent Municipality		151,847	149,331	-	-	-	-	(232)	(232)	149,089	-1.8%	
TOTAL SALARY, ALLOWANCES & BENEFITS		151,847	149,331	-	-	-	-	(232)	(232)	149,099	-1.8%	
% Increase												
TOTAL MANAGERS AND STAFF		124,799	122,284	-	-	-	-	(232)	(232)	122,052	-2.2%	

14. Adjustments to monthly operating budget by municipal vote

EC443 Winnie Madikizela Mandela - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 26/05/2023

Budget Year 2022/23												Medium Term Revenue and Expenditure Framework					
R thousands	Description	Ref	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
			Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 1 - Executive and Council			71	14	14	34	186	53	70	14	-	-	-	-	509	143	149
Vote 2 - Corporate Services			126,626	2,315	3,009	2,231	7,552	6,033	109,626	4,565	93,451	4,786	-	-	3,746	362,084	384,771
Vote 3 - Budget and Treasury Office			742	1,245	1,643	1,531	2,647	1,353	744	310	704	475	500	1,411	13,304	11,283	11,783
Vote 4 - Community Services			14,673	587	836	590	824	607	575	1,347	594	412	-	23,435	44,481	22,573	23,468
Vote 5 - Development Planning			3,146	4,416	7,275	5,256	7,084	3,566	7,755	17,679	8,418	20,987	29,585	17,906	133,073	117,719	122,980
Vote 6 - Engineering Services			145,259	8,576	12,777	9,621	18,141	11,744	118,752	23,971	103,181	26,661	30,085	46,538	555,307	513,802	543,152
Total Revenue by Vote																	
Expenditure by Vote																	
Vote 1 - Executive and Council			4,581	6,323	6,743	6,616	7,183	6,749	6,207	7,138	4,891	5,948	4,891	16,916	84,186	86,141	89,704
Vote 2 - Corporate Services			3,885	4,251	3,105	3,886	2,966	2,839	2,789	2,669	3,028	3,060	3,060	22,447	57,986	61,931	64,171
Vote 3 - Budget and Treasury Office			1,190	2,627	2,569	2,810	2,288	2,631	2,258	512	1,514	1,546	1,546	22,287	43,771	43,073	44,706
Vote 4 - Community Services			4,920	4,900	4,619	6,197	5,381	5,729	4,651	4,605	7,448	5,747	5,747	18,153	78,058	78,448	81,765
Vote 5 - Development Planning			1,140	1,438	1,684	1,267	1,336	1,591	1,389	1,478	1,198	1,287	1,478	21,247	36,533	27,945	29,030
Vote 6 - Engineering Services			5,657	4,895	14,563	8,906	16,592	15,930	36,588	8,145	12,410	12,410	32,887	181,392	120,042	127,036	
Vote 7 - [NAME OF VOTE 7]														-	-	-	-
Vote 8 - [NAME OF VOTE 8]														-	-	-	-
Vote 9 - [NAME OF VOTE 9]														-	-	-	-
Vote 10 - [NAME OF VOTE 10]														-	-	-	-
Vote 11 - [NAME OF VOTE 11]														-	-	-	-
Vote 12 - [NAME OF VOTE 12]														-	-	-	-
Vote 13 - [NAME OF VOTE 13]														-	-	-	-
Vote 14 - [NAME OF VOTE 14]														-	-	-	-
Vote 15 - [NAME OF VOTE 15]														-	-	-	-
Total Expenditure by Vote			21,373	24,425	33,273	29,683	35,746	35,469	53,883	24,547	30,490	29,997	29,131	133,937	481,966	417,581	436,413
Surplus/ (Deficit)			123,885	(15,859)	(20,496)	(20,062)	(17,606)	(23,724)	64,869	(576)	72,691	(3,337)	953	(87,399)	73,341	96,221	106,739

15. Adjustments to monthly operating budget by functional classification

ECC443 Winnie Madikizela Mandela – Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) - 26/05/2023

Medium Term Revenue and Expenditure Framework																
Budget Year 2022/23																
Budget Year 2023/24 +1 +2 2024/25																
Ref	Description - Standard classification	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2022/23	Budget Year 2023/24	Budget Year 2024/25
R thousands	Revenue - Functional	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget
	Governance and administration	141,369	2,912	3,447	2,828	8,163	6,802	110,262	5,163	94,105	5,210	587	5,069	385,917	384,551	408,133
	Executive and council	141,369	—	3,447	2,828	8,163	6,802	110,262	5,163	94,105	5,210	587	5,069	385,917	384,551	408,133
	Finance and administration	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Internal audit	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Community and public safety	366	412	290	1,602	282	301	(681)	353	129	523	1,173	5,036	5,158	5,384	645
	Community and social services	4	14	31	7	239	19	35	19	33	16	33	173	623	623	645
	Sport and recreation	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Public safety	361	322	361	283	1,363	263	266	(700)	320	113	490	1,000	4,484	4,535	4,739
	Housing	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Health	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Economic and environmental services	495	987	2,977	3,124	3,849	925	3,185	8,203	5,926	17,820	24,645	30,623	102,760	57,682	60,240
	Planning and development	495	356	792	2,964	611	321	345	1,101	(88)	6,110	9,959	23,012	24,9	24,9	256
	Road Transport	—	631	2,185	159	3,237	604	2,838	7,102	6,014	17,818	18,536	20,624	79,748	57,453	59,934
	Environmental protection	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Trading services	3,028	4,341	5,941	3,380	4,527	3,735	5,005	10,610	2,853	3,526	3,146	11,451	61,543	66,441	69,395
	Energy sources	2,652	3,432	4,710	2,139	3,482	2,663	4,562	10,239	2,503	3,179	2,800	10,964	53,325	60,256	62,956
	Water management	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Waste water management	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Waste management	376	908	1,231	1,241	1,045	1,071	4,43	371	350	346	346	488	8,218	6,125	6,400
	Other	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Total Revenue - Functional	145,259	8,576	12,777	9,621	18,141	11,744	118,752	23,295	103,237	26,685	26,302	48,317	55,307	513,802	543,152
	Expenditure - Functional															
	Governance and administration	11,276	14,779	12,976	15,266	13,917	13,715	12,209	11,070	12,449	12,010	14,724	12,010	202,945	208,319	216,474
	Executive and council	3,652	4,678	5,404	4,781	5,074	5,444	4,872	5,015	3,805	4,445	6,079	11,392	64,639	65,154	67,832
	Finance and administration	7,324	9,818	9,818	7,361	10,284	8,639	7,690	7,140	5,861	8,344	7,347	45,971	134,124	138,287	143,556
	Internal audit	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Community and public safety	1,608	1,536	1,712	2,305	2,056	2,176	1,865	2,635	2,149	300	218	1,911	4,182	4,878	5,086
	Community and social services	277	479	479	926	1,046	484	699	777	829	2,079	1,968	9,534	31,778	34,007	35,445
	Sport and recreation	52	56	76	94	197	166	152	157	161	665	829	5,343	12,826	13,429	13,987
	Public safety	1,206	977	991	1,231	878	1,421	943	1,587	1,096	1,185	911	3,194	15,619	16,541	17,388
	Housing	74	74	74	38	74	60	119	67	67	67	67	275	1,064	1,091	1,139
	Health	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Economic and environmental services	4,875	5,045	5,408	6,579	13,385	12,618	7,614	8,596	9,624	6,434	13,431	35,903	129,513	83,583	83,168
	Planning and development	1,378	1,751	1,859	1,614	1,609	1,529	1,348	1,719	1,494	1,508	7,165	14,747	37,762	29,007	30,147
	Road Transport	3,365	3,196	3,301	4,834	11,641	10,907	6,106	6,727	7,958	4,773	6,106	20,479	89,333	48,793	50,138
	Environmental protection	132	158	208	130	134	182	160	150	172	153	160	678	2,148	2,764	2,970
	Trading services	3,413	2,832	13,001	5,334	6,182	6,498	31,720	3,874	5,685	9,201	6,321	19,523	113,604	90,378	96,830
	Energy sources	1,883	1,395	10,987	3,686	4,530	4,677	30,116	985	4,098	7,323	4,098	13,682	87,433	66,194	71,617
	Water management	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Waste water management	1,529	1,467	2,014	1,668	1,652	1,820	1,604	2,889	1,586	1,879	2,222	5,241	26,171	24,184	25,212
	Waste management	201	173	176	197	207	463	472	200	205	472	1,142	4,131	4,126	4,131	4,131
	Other	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	Total Expenditure - Functional	21,273	24,435	33,273	29,683	35,746	35,469	53,883	26,394	30,107	29,529	36,917	124,756	481,966	417,381	436,413
	Surplus/(Deficit) 1.	123,885	(15,839)	(20,436)	(26,062)	(17,606)	(23,724)	64,869	(3,089)	73,130	(3,244)	(8,015)	(76,439)	73,341	96,221	106,739

16. **Adjustments to monthly operating budget by revenue source and expenditure type**

ECA443 Winnie Madikizela Mandela - Supporting Table SB14 Adjustments Budget - monthly revenue and expenditure - 26/05/2023

17. Adjustments to monthly cash flows

EC443 Winnie Madikizela Mandela - Supporting Table SB15 Adjustments Budget - monthly cash flow - 26/05/2023

Ref	Monthly cash flows	Medium Term Revenue and Expenditure Framework											
		Budget Year 2022/23			Budget Year +1 2023/24			Budget Year +2 2024/25					
		July	August	Sept.	October	November	December	January	February	March	April	May	June
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome
R thousands													
Cash Receipts By Source	1	1,715 4,486	2,105 2,543	1,163 3,188	1,732 9,391	9,634 2,882	429 1,980	549 3,913	616 5,055	678 2,184	457 1,693	7,865 3,349	34,817 32,711
Property rates	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse	383	357	620	441	437	280	357	406	390	190	3,183	10,237	7,770
Rental of facilities and equipment	309	380	387	1,365	1,475	1,315	427	374	446	439	110	4,458	10,190
Interest earned - external investments	995	-	-	-	-	1,723	1,581	1,869	2,044	1,884	651	19,050	10,548
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	24	12 9	12 200	12 181	12 125	12 136	12 135	12 136	12 162	12 142	24 48	185 319	193 2,510
Licences and permits	211	200	191	179	174	145	174	195	195	195	77	1,521	2,623
Agency services	165	137	213	-	-	500	-	106	104	104	350	524	1,528
Transfers and Subsidies - Operational	12,637	15,812	12,22	9	53	1,297	1,68	1,297	1,68	1,297	5,985	345,289	383,947
Other revenue	135,273	23,030	7,267	14,623	15,539	6,747	113,126	9,519	130,287	(183)	23,036	22,744	16,384
Cash Receipts by Source	143,859	23,030	22,451	21,423	16,539	6,747	113,126	9,519	130,287	(183)	23,036	445,544	487,625
Other Cash Flows by Source													
Transfers and subsidies - capital (monetary allocations) (National / Prov incial and District)	10,586	-	15,184	6,300	-	-	-	-	18,598	15,914	33,806	7,603	3,465
Transfers and subsidies - capital (monetary allocations) (National / Prov incial and District)	-	-	-	-	-	-	-	-	-	-	-	-	-
Agencies, Households, Non-Profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	143,859	23,030	22,451	21,423	16,539	6,747	113,126	9,519	130,287	(183)	23,036	445,544	487,625
Cash Payments by Type													
Employee related costs	11,642	11,618	11,544	11,285	11,115	11,696	11,512	11,177	11,721	11,277	23,352	150,866	159,340
Remuneration of councillors	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance charges	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity	2	1,126	10,781	3,651	3,640	3,572	-	-	3,681	3,729	3,033	100	104
Acquisitions - water & other inventory	3	351	162	93	110	331	-	-	847	443	2,376	40,006	50,607
Contracted services	2,556	4,241	4,781	7,226	14,623	9,317	5,181	6,978	7,331	6,090	17,980	7,135	7,869
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	104,098	64,934
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	19,805	1,677	6,680	6,114	6,602	10,246	2,650	4,974	6,191	5,088	3,615	15,190	88,833
Total Cash Payments by Type	35,492	17,699	33,859	28,335	35,321	22,915	23,976	29,387	26,528	39,633	61,461	390,638	356,690
Other Cash Flows/Payments by Type													
Capital assets	3,132	6,300	6,302	4,184	6,055	8,988	3,618	15,072	7,264	18,433	43,728	47,991	171,246
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	38,624	23,959	40,161	32,499	42,377	44,217	26,733	39,048	36,630	44,961	83,352	109,472	562,084
NET INCREASE/(DECREASE) IN CASH HELD	105,235	(9,699)	(11,710)	(11,075)	(25,536)	(37,471)	286,393	(10,931)	109,571	(39,692)	(29,987)	(61,223)	66,303
Cash held equity at the monthly year beginning:	277,109	382,344	381,375	363,664	325,589	375,673	364,722	474,313	434,621	404,634	277,109	343,411	367,576
Cash held equity at the monthly year end:	332,344	381,375	363,664	352,389	326,751	364,720	364,634	474,313	434,621	404,634	343,411	367,576	442,646

18. Adjustments to monthly capital budget by municipal vote

EC443 Winnie Madikizela Mandela - Supporting Table SB16 Adjustments Budget - monthly capital expenditure (municipal vote) - 26/05/2023

Description - Municipal Vote	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework													
		July			August			Sept.			October			November			December	January	February	March	April	May	June	Full year budget	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget							
R thousands																											
Multi-year expenditure appropriation	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 3 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 4 - Community Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 5 - Development Planning		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 6 - Engineering Services		-	1,823	1,951	-	-	1,924	960	96	1,900	-	-	-	-	-	-	18,310	-	-	-	-	-	-	-			
Capital Multi-year expenditure sub-total	3	-	1,823	1,951	-	-	1,924	960	96	1,900	-	-	-	-	-	-	18,310	-	-	-	-	-	-	-			
Single-year expenditure appropriation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 3 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Vote 4 - Community Services		-	55	-	-	-	-	-	-	-	49	521	205	-	-	-	521	3,911	5,262	10,285	2,210	-	-	-			
Vote 5 - Development Planning		-	335	-	-	-	-	-	-	651	-	642	148	-	-	-	13,499	18,821	22,336	15,295	3,094	2,295	-	-			
Vote 6 - Engineering Services		994	2,911	2,505	2,630	3,823	3,293	2,186	9,964	5,616	18,821	18,821	22,142	43,404	-	-	93,900	90,110	83,931	90,861	123,860	112,414	90,861	126,024			
Total Capital Expenditure	2	994	5,144	4,455	2,652	5,747	6,346	2,617	13,844	6,347	18,821	22,142	61,714	-	-	-	150,824	126,014	91,881	-	-	-	-	-			

19. Adjustment to monthly capital budget by functional classification

EC443 Winnie Madikizela Mandela - Supporting Table SB17 Adjustments Budget - monthly capital expenditure (functional classification) - 26/05/2023

Description	Ref	Budget Year 2022/23										Medium Term Revenue and Expenditure Framework					
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2022/23	+1 2023/24	Budget Year 2024/25	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Budget	Adjusted Budget	Budget	
R thousands																	
Capital Expenditure - Functional																	
Governance and administration	-	-	-	22	-	1,442	457	817	378	-	5,842	820	9,778	9,265	2,765	2,765	
Executive and council	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Finance and administration	-	-	-	22	-	1,442	457	817	378	-	5,842	820	9,778	9,265	2,765	2,765	
Internal audit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Community and public safety	-	55	-	-	-	-	(122)	521	205	-	-	1,237	1,895	1,445	1,870	1,870	
Community and social services	-	-	-	-	-	-	(122)	521	205	-	-	1,106	1,710	1,275	1,700	1,700	
Sport and recreation	-	55	-	-	-	-	-	-	-	-	-	130	185	170	170	170	
Public safety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Economic and environmental services	994	4,424	2,959	2,630	5,054	4,817	1,759	9,032	5,764	18,609	18,609	45,243	119,894	80,964	60,252	60,252	
Planning and development	-	2,178	1,951	-	1,924	1,612	96	2,542	148	894	894	30,628	42,867	20,944	11,815	11,815	
Road transport	994	2,246	1,008	2,630	3,130	3,205	1,663	6,490	5,616	17,715	17,715	14,615	77,027	60,020	48,437	48,437	
Environmental protection	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Trading services	-	665	1,497	-	693	88	523	5,174	-	212	5,800	4,604	19,257	34,340	26,993	26,993	
Energy sources	-	665	1,497	-	693	88	523	3,474	-	212	5,800	3,313	16,265	25,840	26,993	26,993	
Water management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	-	-	-	1,291	2,991	8,500	-	-
Waste management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Functional	994	5,144	4,455	2,652	5,747	6,346	2,617	15,544	6,347	18,821	30,251	51,905	150,824	126,014	91,881	91,881	

20. Adjustments to service delivery and budget implementation plan

The adjusted service delivery and budget implementation will be tabled separately from the budget document but considering the adjustments in this document.

21. Adjustments to capital expenditure

EC443 Winnie Madikizela Mandela - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 26/05/2023

Description R thousands	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavail. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget	
		A	A1	B	C	D	E	F	G	H			
<u>Capital expenditure on new assets by Asset Class/Sub-class</u>													
Infrastructure		61,880	57,680	~	~	~	(2,718)	~	(2,718)	54,968	62,821	75,431	
Roads Infrastructure		38,090	40,731	~	~	~	(2,718)	~	(2,718)	38,013	20,401	48,437	
Roads		30,090	39,426	~	~	~	~	~	~	39,426	21,250	24,219	
Road Structures		~	1,304	~	~	~	(436)	~	(436)	669	7,231	24,219	
Road Furniture		~	~	~	~	~	(2,282)	~	(2,282)	(2,282)	~	~	
Electrical Infrastructure		16,725	15,585	~	~	~	~	~	~	15,565	25,040	26,993	
HV Substations		~	~	~	~	~	~	~	~	~	~	24,868	
MV Networks		13,940	14,261	~	~	~	~	~	~	14,261	23,800	~	
LV Networks		1,705	1,304	~	~	~	~	~	~	1,304	2,040	2,125	
Solid Waste Infrastructure		8,075	1,390	~	~	~	~	~	~	1,390	8,500	~	
Landfill Sites		8,075	1,390	~	~	~	~	~	~	1,390	8,500	~	
Community Assets		5,950	4,748	~	~	~	~	500	500	5,248	4,369	3,995	
Community Facilities		5,355	4,140	~	~	~	~	500	500	4,640	3,485	3,995	
Halls		1,020	846	~	~	~	~	~	~	846	1,275	1,700	
Centres		~	~	~	~	~	~	~	~	~	~	~	
Crèches		2,975	435	~	~	~	~	500	500	935	~	~	
Markets		1,360	2,059	~	~	~	~	~	~	2,059	2,210	2,295	
Sport and Recreation Facilities		595	609	~	~	~	~	~	~	609	884	~	
Outdoor Facilities		595	609	~	~	~	~	~	~	609	884	~	
Other assets		11,562	11,828	~	~	~	~	~	~	11,828	~	~	
Operational Buildings		11,562	11,828	~	~	~	~	~	~	11,828	~	~	
Manufacturing Plant		11,562	11,028	~	~	~	~	~	~	11,828	~	~	
Computer Equipment		2,125	4,590	~	~	~	~	(150)	(150)	4,440	~	~	
Computer Equipment		2,125	4,590	~	~	~	~	(150)	(150)	4,440	~	~	
Furniture and Office Equipment		7,140	3,158	~	~	~	~	150	150	3,308	4,165	765	
Furniture and Office Equipment		7,140	3,158	~	~	~	~	150	150	3,308	4,165	765	
Machinery and Equipment		128	217	~	~	~	~	~	~	217	170	170	
Machinery and Equipment		128	217	~	~	~	~	~	~	217	170	170	
Transport Assets		6,500	5,077	~	~	~	~	~	~	5,077	~	2,000	
Transport Assets		6,500	5,077	~	~	~	~	~	~	5,077	~	2,000	
Total Capital Expenditure on new assets to be adjusted	1	95,294	67,304	~	~	~	(2,718)	500	(2,218)	85,086	71,528	82,381	

EC443 Winnie Madikizela Mandela - Supporting Table SB18b Adjustments Budget - capital expenditure on renewal of existing assets by asset class - 26/05/2023

R thousands	Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
			Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavaild. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
			A	A1	B	C	D	E	F	G	H		
<u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u>													
<u>Infrastructure</u>			3,426	42,527	-	-	-	-	(4,122)	(4,122)	38,405	13,643	-
<u>Roads Infrastructure</u>			3,426	42,527	-	-	-	-	(4,122)	(4,122)	38,405	13,643	-
<u>Roads</u>			3,426	42,527	-	-	-	-	(4,122)	(4,122)	38,405	13,643	-
<u>Community Assets</u>			1,360	5,843	-	-	-	-	-	-	5,843	-	-
<u>Community Facilities</u>			1,360	5,843	-	-	-	-	-	-	5,843	-	-
<u>Taxi Ranks/Bus Terminals</u>			1,360	5,843	-	-	-	-	-	-	5,843	-	-
<u>Other assets</u>			340	173	-	-	-	-	177	177	350	4,250	8,500
<u>Operational Buildings</u>			340	173	-	-	-	-	177	177	350	4,250	8,500
<u>Municipal Offices</u>			340	173	-	-	-	-	177	177	350	4,250	8,500
Total Capital Expenditure on renewal of existing assets to be adjusted	1		5,126	48,544	-	-	-	-	(3,945)	(3,945)	44,588	17,893	8,500

EC443 Winnie Madikizela Mandela - Supporting Table SB18e Adjustments Budget - capital expenditure on upgrading of existing assets by asset class - 26/05/2023

R thousands	Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
			Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavaild. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
			A	A1	B	C	D	E	F	G	H		
<u>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</u>													
<u>Infrastructure</u>			-	522	-	-	-	-	-	-	522	17,897	-
<u>Roads Infrastructure</u>			-	522	-	-	-	-	-	-	522	17,897	-
<u>Roads</u>			-	522	-	-	-	-	-	-	522	17,897	-
<u>Community Assets</u>			7,628	22,175	-	-	-	-	(1,557)	(1,557)	20,617	16,700	1,020
<u>Community Facilities</u>			7,628	12,594	-	-	-	-	(1,557)	(1,557)	11,037	5,100	-
<u>Halls</u>			7,628	12,594	-	-	-	-	(1,557)	(1,557)	11,037	5,100	-
<u>Sport and Recreation Facilities</u>			-	9,580	-	-	-	-	-	-	9,580	13,600	1,020
<u>Outdoor Facilities</u>			-	9,580	-	-	-	-	-	-	9,580	13,600	1,020
Total Capital Expenditure on upgrading of existing assets to be adjusted	1		7,628	22,697	-	-	-	-	(1,557)	(1,557)	21,139	36,597	1,020

Community Assets

The adjustments relate mainly to the adjustments made for the completion of the Civic Center funded through MIG exclusive of VAT.

Road infrastructure

The adjustments relate to roads allocated for disaster recovery that are expected to be completed after 30 June 2023 as well as MIG funded projects that have not started for which funding has been re-allocated away from the municipality.

22. Adjustments to repairs and maintenance

EC443 Winnie Madikizela Mandela - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - 26/05/2023

Description R thousands	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget A	Prior Adjusted 7 A1	Accum. Funds 8 B	Multi-year capital 9 C	Unfore. Unavail. 10 D	Nat. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	Adjusted Budget	Adjusted Budget
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		21,346	37,172	-	-	-	-	(40)	(40)	37,132	6,868	7,141
Roads Infrastructure		17,582	33,408	-	-	-	-	(40)	(40)	33,368	2,951	3,069
Roads		640	640	-	-	-	-	-	-	640	666	692
Road Structures		16,421	32,323	-	-	-	-	(40)	(40)	32,283	1,745	1,815
Road Furniture		520	445	-	-	-	-	-	-	445	541	562
Electrical Infrastructure		3,764	3,764	-	-	-	-	-	-	3,764	3,915	4,071
MV Networks		3,764	3,764	-	-	-	-	-	-	3,764	3,915	4,071
Community Assets		619	819	-	-	-	-	-	-	819	620	647
Community Facilities		619	819	-	-	-	-	-	-	819	620	647
Halls		250	450	-	-	-	-	-	-	450	260	270
Libraries		155	155	-	-	-	-	-	-	155	138	146
Cemeteries/Crematoria		100	100	-	-	-	-	-	-	100	104	108
Police		-	-	-	-	-	-	-	-	-	-	-
Parks		114	114	-	-	-	-	-	-	114	118	123
Other assets		4,274	3,133	-	-	-	-	40	40	3,173	4,445	4,623
Operational Buildings		4,274	3,133	-	-	-	-	40	40	3,173	4,445	4,623
Municipal Offices		4,125	2,984	-	-	-	-	-	-	2,984	4,290	4,462
Yards		149	149	-	-	-	-	40	40	189	155	161
Computer Equipment		50	50	-	-	-	-	-	-	50	52	54
Computer Equipment		50	50	-	-	-	-	-	-	50	52	54
Furniture and Office Equipment		210	190	-	-	-	-	(40)	(40)	150	218	227
Furniture and Office Equipment		210	190	-	-	-	-	(40)	(40)	150	218	227
Machinery and Equipment		500	620	-	-	-	-	-	-	620	522	546
Machinery and Equipment		500	620	-	-	-	-	-	-	620	522	546
Transport Assets		2,976	5,676	-	-	-	-	40	40	5,716	3,095	3,219
Transport Assets		2,976	5,676	-	-	-	-	40	40	5,716	3,095	3,219
Total Repairs and Maintenance Expenditure to be adjusted	1	29,975	47,660	-	-	-	-	-	-	47,660	15,819	16,457

23. Adjustments on depreciation and asset impairment

EC443 Winnie Madikizela Mandela - Supporting Table SB18d Adjustments Budget - depreciation by asset class - 26/05/2023

Description	Ref	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. seen	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			
<u>Depreciation by Asset Class/Sub-class</u>													
<u>Infrastructure</u>		32,624	32,624	-	-	-	-	-	-	32,624	33,277	33,942	
Roads Infrastructure		31,239	31,239	-	-	-	-	-	-	31,239	31,863	32,501	
Roads		13,624	13,624	-	-	-	-	-	-	13,624	13,795	14,071	
Road Structures		17,251	17,251	-	-	-	-	-	-	17,251	17,596	17,948	
Road Furniture		463	463	-	-	-	-	-	-	463	473	482	
Storm water Infrastructure		558	558	-	-	-	-	-	-	558	569	581	
Drainage Collection		210	210	-	-	-	-	-	-	210	214	219	
Storm water Conveyance		348	348	-	-	-	-	-	-	348	355	362	
Electrical Infrastructure		656	656	-	-	-	-	-	-	656	669	683	
MV Substations		53	53	-	-	-	-	-	-	53	54	55	
MV Networks		444	444	-	-	-	-	-	-	444	453	462	
LV Networks		160	160	-	-	-	-	-	-	160	163	166	
Solid Waste Infrastructure		172	172	-	-	-	-	-	-	172	175	179	
Landfill Sites		172	172	-	-	-	-	-	-	172	175	179	
<u>Community Assets</u>		7,176	6,732	-	-	-	-	-	-	6,732	7,320	7,466	
Community Facilities		5,075	5,075	-	-	-	-	-	-	5,075	5,177	5,280	
Halls		3,574	3,574	-	-	-	-	-	-	3,574	3,646	3,719	
Crèches		304	304	-	-	-	-	-	-	304	310	316	
Cemeteries/Crematoria		14	14	-	-	-	-	-	-	14	14	14	
Purls		1,014	1,014	-	-	-	-	-	-	1,014	1,035	1,055	
Public Ablution Facilities		108	108	-	-	-	-	-	-	108	110	112	
Stalls		61	61	-	-	-	-	-	-	61	62	64	
Sport and Recreation Facilities		2,101	1,657	-	-	-	-	-	-	1,657	2,143	2,186	
Outdoor Facilities		2,101	1,657	-	-	-	-	-	-	1,657	2,143	2,188	
<u>Other assets</u>		693	693	-	-	-	-	-	-	693	707	721	
Operational Buildings		680	680	-	-	-	-	-	-	680	693	707	
Municipal Offices		366	366	-	-	-	-	-	-	366	374	381	
Pay/Enquiry Points		3	3	-	-	-	-	-	-	3	3	4	
Yards		79	79	-	-	-	-	-	-	79	80	82	
Stores		118	118	-	-	-	-	-	-	118	121	123	
Training Centres		113	113	-	-	-	-	-	-	113	115	117	
Housing		13	13	-	-	-	-	-	-	13	14	14	
Social Housing		13	13	-	-	-	-	-	-	13	14	14	
<u>Computer Equipment</u>		2,223	2,667	-	-	-	-	-	-	2,667	2,268	2,313	
Computer Equipment		2,223	2,667	-	-	-	-	-	-	2,667	2,268	2,313	
<u>Furniture and Office Equipment</u>		1,274	1,274	-	-	-	-	-	-	1,274	1,299	1,325	
Furniture and Office Equipment		1,274	1,274	-	-	-	-	-	-	1,274	1,299	1,325	
<u>Machinery and Equipment</u>		4,321	4,321	-	-	-	-	-	-	4,321	4,408	4,496	
Machinery and Equipment		4,321	4,321	-	-	-	-	-	-	4,321	4,408	4,496	
<u>Transport Assets</u>		1,423	1,423	-	-	-	-	-	-	1,423	1,452	1,481	
Transport Assets		1,423	1,423	-	-	-	-	-	-	1,423	1,452	1,481	
Total Depreciation to be adjusted	1	49,735	49,735	-	-	-	-	-	-	49,735	50,730	51,744	

Quality Certificate

I, Luvuyo Mahloko, municipal manager of Winnie Madikizela-Mandela Local Municipality, hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print name

Luvuyo Mahloko

Municipal Manager of Winnie Madikizela-Mandela Local Municipality (EC443)

Signature

Date

26/05/2023

