

DC47 SEKHUKHUNE DISTRICT MUNICIPALITY



Annual Adjusted Budget Narrative Report 2024-25

PART 1 – ANNUAL ADJUSTED BUDGET

1.1 Executive Mayor's Report

FOREWORD BY HER WORSHIP EXECUTIVE MAYOR Cllr MAITULA B.M: ANNUAL ADJUSTED BUDGET FOR THE 2024-25 FINANCIAL YEAR

Thank you honourable speaker, the chief whip of council, Leader of executive business, members of the mayoral committee, section 79 committees, MPAC chair, leader of official opposition, honourable councillors from various opposition parties and all other honourable councillors, warm greetings to you all.

Our municipality has once again honourable speaker embarked on a process of adjusting the approved annual budget of the municipality in-line with the applicable section 28 of the Municipal Finance Management Act. The 2024/25 annual adjusted budget process comes after the municipality's management lead by the accounting officer has assessed the performance of the municipality during the first half of the financial year, also having taken into account - (i) the monthly statements referred to in section 71 for the first half of the financial year (ii) the municipality's service delivery performance during the first half of financial year (iii) the service delivery targets and performance indicators set in the service delivery and budget implementation plan (iv) the past year's annual report and progress on resolving problems identified in the annual report (v) the performance of the municipal entity under the sole control of the municipality.

Honourable speaker the section 28 of the Municipal Finance Management Act, provides in sub-section 1 that a municipality may revise an approved annual budget through an adjustment budget, sub-section 2 provides that an adjustment budget:

- a) must adjust the revenue and expenditure estimates downwards if there is material under collection of revenue during the current year;
- b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programs already budgeted for;
- c) may, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- d) may authorize the utilization of projected savings in one vote towards spending under another vote
- e) may authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
- f) may correct any errors in the annual budget; and
- g) May provide for any other expenditure within a prescribed framework.

Honourable speaker the above provisions of the Municipal Finance Management Act as detailed were applicable in and during the preparation of the 2024/25 annual adjusted budget.

In detail, honourable speaker, the annual budget adjustment process detailed adjustments to the municipality's total annual revenue, operational expenditure and capital expenditure as approved. The municipality's revenue base is primarily the provision of water and sanitation services with collection gradually improving through the implementation of the credit control policy as one control measure in ensuring collection on own revenue sources, the municipality did improve by 72% in the 1st quarter to gradually dropped to 47% in the 2nd quarter during the current financial year, and this was due to the audit that took most of the time to disconnect but we have done an escalation plan on disconnection so that we are able to succeed in collection the annual adjusted targeted of 50% on the approved annual own revenue budget hence a minor budget adjustment was effected for the 2024/25 financial year.

The municipality's short-term investments also performed very well by more than 100% by end of the 1st half of the current financial year, the annual budget on interest from short-term investments was adjusted quite significantly from the approved annual budget having considered the performance by 31st December 2024.

Honourable speaker, the annual revenue budget was also adjusted to incorporate the allocation of the SETA grant allocation to the municipality for the current financial year.

Honourable speaker, the municipality's total annual operational budget has increased quite significantly to firstly address some service delivery backlogs while also accelerating current service delivery programs, these programs include amongst others, the construction and equipping of boreholes & special group programs through the office of the executive mayor.

Honourable speaker, the total annual capital budget increased by R 23 million to R 712 million, the application to roll-over the R 40.5 million unspent MIG funds was approved by the national treasury, R 17 million of the initially approved budget allocation to the slow moving and stagnant projects was reallocated to drilling and refurbishment of boreholes. The following projects were affected by budget adjustments on the annual MIG allocation to the municipality:

- Legolaneng (Covid 19 intervention) – R 1.1 million budget allocation.
- NSD07 Region Water Scheme – R 1.6 million budget allocation.

- GA-Mogashoa Senkgapudi & Manamane – R 337 thousand budget allocation.
- Malekane Regional Water Scheme – R 8.9 million budget allocation
- Lebalelo South connector pipes – R 1 million budget allocation.
- Lebalelo South Maroga & Motlolo Phase 3 – R 5.6 million budget allocation.
- Motlailana and Makgemeng – R .1 million budget allocation.
- Moutse East/West Water Reticulation Phase 2 – R 15.8 million budget allocation.
- Olifantspoort South Regional Water Supply Phase 6 – R 1.5 million budget allocation.
- Ga-Maphopha command reservoir – R 500 thousand.

The following items were affected by the capital budget adjustments funded through the equitable share:

- Machinery & Equipment – budget allocation reduced by R 5.9 million.
- Upgrade of Vergelegen Phase 1 – budget allocation reduced by R 4 million.
- EM Rehab/Groblersdal Bulk Sewer – budget allocation reduced by R 3 million.
- Ga-Mogashoa (Senkgapudi/Manamane) – budget reduced by R 1.1 million.
- NSD07 Region Water Scheme – budget reduced by R 6.1 million.
- Malekana Regional Water Scheme – budget increased by R 1 million.
- Maebe Water Supply Phase 4 – budget increased by R 1.5 million.

Honourable speaker, our municipality's total annual expenditure budget is funded through a combination of government grants and own revenue sources, the government grants and subsidies alone contributes to almost 90% of the municipality's total funding model with the remaining 10% coming from the own revenue sources.

The municipality has maintained a very stable financial position both in the current and financial year, and as at 31st December 2024 the going concern assessment was very indicative of an assurance that the municipality will continue to operate for the foreseeable future.

Honourable speaker, I therefore presents before this council the 2024/25 annual adjusted budget as tabled.

Cllr Maitula B.M

1.2 Council Resolution

Council has in its special council sitting of the 26th of February 2025, resolved to approve the 2024/25 annual adjusted budget.

1.3 Legislative Background, Budget Tables and Narration on Budget Adjustments

In terms of Section 28(2) of the Municipal Finance Management Act, No 56 of 2003, A Municipality may revise an approved annual budget through an adjustment budget. Section 28(2) provides that an adjustments budget:

- h) must adjust the revenue and expenditure estimates downwards if there is material under collection of revenue during the current year;
- i) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programs already budgeted for;
- j) may, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- k) may authorize the utilization of projected savings in one vote towards spending under another vote
- l) may authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
- m) may correct any errors in the annual budget; and
- n) May provide for any other expenditure within a prescribed framework.

In terms of regulation 21 of the Municipal Budgeting and Reporting Regulations, An adjustment budget and supporting documentation of a municipality must be in the format prescribed in Schedule B and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 169(1) of the Act. Regulation 25(1) also states that, a municipal council must consider the full implications, financial and otherwise, of the adjustments budget and supporting documentation referred to in regulation 21. The municipality has considered the provisions of both regulations in and during the preparation of the current year's adjusted budget.

The municipality also did consider and put in application the provisions of the mSCOA regulations in preparation of the adjusted budget.

1.3 Executive Summary

An assessment on the performance of the municipality was conducted for the first half of the 2024/25 financial year aimed at measuring the service delivery performance of the municipality, and the assessment did consider the following:

- (i) The monthly statements referred to in section 71 of the MFMA as at 31st December 2024.
- (ii) The set service delivery targets and performance indicators as outlined in the 2024/25 Service Delivery Budget Implementation Plan.
- (iii) The 2023/24 annual report, and progress in resolving problems identified in the annual report.

The results of the assessment were indicative of a need to adjust the 2024/25 approved annual budget, the adjustments are aimed at accelerating the implementation of service delivery programs during the last half of the financial year.

The following are the proposed 2024/25 annual budget adjustments:

1.1 Budget tables and narration on the annual budget adjustments

OPERATING REVENUE					
Operating Revenue		Final Annual Budget 2024/25	Actual Revenue to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Service Charges - Water Services	- 113 840 164.00	- 59 376 790.33	- 242 000.00	- 114 082 164.00
	Interest income - Short-term Investments	- 51 033 573.00	- 30 923 975.17	- 10 000 000.00	- 61 033 573.00
	Interest income - Outstanding debtors	- 19 016 199.00	- 18 274 733.41	- 6 199 129.32	- 25 215 328.32
	Other revenue	- 3 819 501.00	- 2 106 183.63	- 840 000.00	- 4 659 501.00
	Operational Grants	- 1 183 956 750.00	- 869 283 430.07	-	- 1 183 956 750.00
	Total	- 1 371 666 187.00	- 979 965 112.61	- 17 281 129.32	- 1 388 947 316.32
CAPITAL REVENUE					
Capital Revenue		Approved Annual Budget 2024/25	Actual Revenue to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Municipal Infrastructure Grant	- 521 127 250.00	- 170 376 641.57	-	- 521 127 250.00
	Approved Rollover Municipal Infrastructure Grant	-	-	- 40 503 664.85	- 40 503 664.85
	Rural Road Asset Management Systems	- 2 571 000.00	- 755 432.70	-	- 2 571 000.00
	Regional Bulk Infrastructure Grant	-	-	-	-
	Water Services Infrastructure Grant	- 43 963 000.00	-	-	- 43 963 000.00
	Total	- 567 661 250.00	- 171 132 074.27	- 40 503 664.85	- 608 164 914.85
Total Annual Revenue Budget		- 1 939 327 437.00	- 1 151 097 186.88	- 57 784 794.17	- 1 997 112 231.17

The total annual operational budget increased from **R 1.371 billion** to **R 1.388 billion**, the following are detailed budget adjustments per the revenue item:

- Service charges (Water services) increased by **R 242 thousand**.
- Interest income (Short-term investments) increased by **R 10 million**. **R 51 million** interest earned from short-term investments as at 31st December 2024 (**R 30.9 million** annual budget approved by council).

- Interest income (Consumer Debtors) increased by **R 6.1 million** to **R 25.2 million**.
- Other revenue sources increased by **R 840 thousand** to **R 4.6 million**.

The total annual capital revenue budget increased from **R 567 million** to **R 608 million** and below are the detailed budget adjustments:

- The Municipal Infrastructure Grant allocation has increased by **R 40.5 million** to **R 561 million** for the 2024/25 financial year, the municipality's application to roll-over the unspent MIG funding from the 2023/24 financial year was approved in October 2024, the unapproved roll-over was initially not included in the 2024/25 approved annual budget as the municipality was uncertain as to the status of the application on the unspent MIG allocation at the time the budget was approved by council. The application was submitted to the national treasury by end of August 2024.

The following is a table on the proposed annual budget adjustments on operation expenditure:

OPERATING EXPENDITURE					
Operating expenditure		Approved Annual Budget 2024/25	Actual Expenditure to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Executive Council - Speaker's office	52 977 302.00	19 228 336.88	- 2 000 000.00	50 977 302.00
	Executive Mayor's office	61 383 729.00	31 782 222.05	-	61 383 729.00
	Municipal Manager's office	108 103 504.00	60 771 501.46	3 700 000.00	111 803 504.00
	Budget and Treasury	198 859 850.00	35 189 931.36	- 3 700 000.00	195 159 850.00
	Infrastructure and Water Services	534 420 638.00	407 464 745.53	86 846 244.36	621 266 882.36
	Planning and Econ Development	32 264 880.00	6 815 995.20	2 300 000.00	34 564 880.00
	Community services	82 252 770.00	38 166 626.02	- 1 054 373.00	81 198 397.00
	Sekhukhune Development Agency	11 778 756.00	4 394 622.99	400 000.00	12 178 756.00
	Corporate Services	167 267 420.00	79 055 579.44	13 016 413.37	180 283 833.37
Total		1 249 308 849.00	682 869 560.93	99 508 284.73	1 348 817 133.73

The total annual operational expenditure budget increased from **R 1.249 billion** to **R 1.348 billion**, below are the detailed budget adjustments:

- The speaker's office annual budget decreased by **R 2 million** to **R 50.9 million**. **R 2 million** savings on vacant positions as at 31st January 2025, savings reallocated to the IWS for the implementation of the borehole projects.
- Executive Mayor's annual budget allocation remained at **R 61.3 million** for the 2024/25 financial year.
- Municipal Manager's office annual budget increased by **R 3.7 million** to **R 111 million**. **The R 3.7 million** savings on vacant positions within the budget and treasury office were reallocated to cover the expenditure on legal costs.

- Budget and treasury office's annual budget decreased by **R 3.7 million** to **R 195.1 million** in the 2024/25 financial year.
- Infrastructure and Water Service's annual budget increased by **R 86.8 million**, the drilling and refurbishment of boreholes increased by **R 88 million** to **R 133 million** for the 2024/25 financial year. Municipal services (Electricity) budget increased by **R 21 million**. Inventory water budget increased by **R 19 million**. Inventory material decreased by **R 41 million**.
- Economic Development and Planning's annual budget increased by **R 2.3 million**.
- Community Service's annual budget decreased by **R 1 million** to **R 81.1 million**, savings on vacant positions as at 31st January 2025 were relocated to the drilling and refurbishment of boreholes.
- Corporate service's annual budget increased by **R 13 million** to **R 180 million**, annual approved budget on lease of heavy duty vehicles was has increased by **R 13 million**.

The following is a table on the proposed annual budget adjustments on capital expenditure:

CAPITAL EXPENDITURE					
Capital expenditure		Approved Annual Budget 2024/25	Actual Expenditure to-date	Budget Adjustments	Annual Adjusted Budget 2024/25
	Municipal Infrastructure Grant	521 127 249.00	176 601 400.06	-	521 127 249.00
	Approved Rollover Municipal Infrastructure Grant			40 503 664.85	40 503 664.85
	Rural Road Asset Management Systems	2 571 000.00	1 107 371.76	-	2 571 000.00
	WSIG Grant - 5B	43 963 000.00	-	-	43 963 000.00
Total		567 661 249.00	177 708 771.82	40 503 664.85	608 164 913.85
	Equitable Share	121 302 146.00	27 727 098.70	- 17 176 891.00	104 125 255.00
Total		121 302 146.00	27 727 098.70	- 17 176 891.00	104 125 255.00
Total annual capital expenditure budget		688 963 395.00	205 435 870.52	23 326 773.85	712 290 168.85

The total annual capital budget increased by **R 23 million** to **R 712 million**, the application to roll-over the R 40.5 million unspent MIG funds was approved by the national treasury, R 17 million of the initially approved budget allocation to the slow moving and stagnant projects was reallocated to drilling and refurbishment of boreholes. The following projects were affected by budget adjustments on the annual MIG allocation to the municipality:

- Legolaneng (Covid 19 intervention) – **R 1.1 million** budget allocation.
- NSD07 Region Water Scheme – **R 1.6 million** budget allocation.
- GA-Mogashoa Senkgapudi & Manamane – **R 337 thousand** budget allocation.
- Malekane Regional Water Scheme – **R 8.9 million** budget allocation

- Lebalelo South connector pipes – **R 1 million** budget allocation.
- Lebalelo South Maroga & Motlolo Phase 3 – **R 5.6 million** budget allocation.
- Motlailana and Makgemeng – **R .1 million** budget allocation.
- Moutse East/West Water Reticulation Phase 2 – **R 15.8 million** budget allocation.
- Olifantspoort South Regional Water Supply Phase 6 – **R 1.5 million** budget allocation.
- Ga-Maphopha command reservoir – **R 500 thousand**.

The following items were affected by the capital budget adjustments funded through the equitable share:

- Machinery & Equipment – budget allocation reduced by **R 5.9 million**.
- Upgrade of Vergelegen Phase 1 – budget allocation reduced by **R 4 million**.
- EM Rehab/Groblersdal Bulk Sewer – budget allocation reduced by **R 3 million**.
- Ga-Mogashoa (Senkgapudi/Manamane) – budget reduced by **R 1.1 million**.
- NSD07 Region Water Scheme – budget reduced by **R 6.1 million**.
- Malekana Regional Water Scheme – budget increased by **R 1 million**.
- Maebe Water Supply Phase 4 – budget increased by **R 1.5 million**.

The municipality has budgeted a total adjusted surplus detailed as follows:

Surplus/(Deficit)	-	1 055 193.00		65 050 264.41	63 995 071.41
Cash Backed Reserves (VAT)				- 65 000 000.00	- 65 000 000.00
Surplus/(Deficit)	-	1 055 193.00	-	50 264.41	- 1 004 928.59

The municipality has reported a surplus as a result of total annual total budget adjustments effected to the 2024/25 approved annual budget.

1.4 Funding of the Annual Adjusted Budget

The 2023/25 annual adjusted budget of the municipality is funded through a combination of government grants and subsidies from the National Treasury, own revenue sources such as the provision of water and sanitation services and cash backed reserves (VAT).

The financial position of the municipality was also considered from a cash flow point of view wherein the available cash balances as at 31st January 2025 were considered in addition to the expected receipts on government grants and own revenue in the second half of the 2024/25 financial year.

The municipality closed its books with a combined cash balance of **R 720 million** as at 31st January 2025, the municipality is also expected to receive about **R 586 million** in March 2025 as the last instalments on both the equitable share and municipal infrastructure grant.

Collection on own revenue is gradually improving with 114% collection rate recorded during the 1st quarter of the annual financial year, collection declined to 67% in the 2nd quarter of the current financial year. Own revenue collection is expected to improve as the municipality continues to implement the debtor and credit control management policy.

2. Municipal Budgeting and Reporting Regulations schedules and Detailed Narration on Adjustments

The municipality has prepared the 2024/25 annual adjusted budget in line with the provisions of the municipal budgeting and reporting regulations in terms of the prescribed formats and presentation of the adjusted budget inputs.

2.1 The B schedule is attached with details of the 2024/25 adjusted budget in a prescribed format of the Municipal Budgeting and Reporting Regulations, the following tables are the budget tables as prescribed:

Table B1: Adjustment Budget Summary

DC47 Sekhukhune - Table B1 Adjustments Budget Summary - 27/02/2025

Description	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
	Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	4	5	6	7	8			
R thousands	A	D	E	F	G	H		
Financial Performance								
Service charges	113 840	–	–	242	242	114 082	118 963	124 316
Investment revenue	51 034	–	–	10 000	10 000	61 034	–	–
Transfers recognised - operational	1 183 957	–	–	–	–	1 183 957	1 261 113	1 387 356
Other own revenue	22 836	–	–	72 089	72 089	94 925	23 863	24 937
Total Revenue (excluding capital transfers and contributions)	1 371 666	–	–	82 331	82 331	1 453 998	1 403 939	1 536 609
Employee costs	476 765	–	–	(30 133)	(30 133)	446 632	505 171	532 654
Remuneration of councillors	18 320	–	–	–	–	18 320	19 419	21 560
Depreciation & asset impairment	94 921	–	–	(150)	(150)	94 771	99 193	103 415
Finance charges	110	–	–	–	–	110	115	121
Inventory consumed and bulk purchases	167 383	–	–	(93 920)	(93 920)	73 463	235 856	245 560
Transfers and subsidies	20 900	–	–	–	–	20 900	12 000	13 000
Other expenditure	470 910	–	–	223 711	223 711	694 621	529 416	617 076
Total Expenditure	1 249 309	–	–	99 508	99 508	1 348 817	1 401 169	1 533 386
Surplus/(Deficit)	122 357	–	–	(17 177)	(17 177)	105 180	2 770	3 223
Transfers and subsidies - capital (monetary allocations)	567 661	–	–	40 504	40 504	608 165	579 996	581 231
Surplus/(Deficit) after capital transfers & contributions	690 019	–	–	23 327	23 327	713 345	582 766	584 454
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	690 019	–	–	23 327	23 327	713 345	582 766	584 454
Capital expenditure & funds sources								
Capital expenditure	688 963	–	–	23 327	23 327	712 290	632 796	633 412
Transfers recognised - capital	568 161	–	–	40 504	40 504	608 665	579 996	581 231
Internally generated funds	120 802	–	–	(17 177)	(17 177)	103 625	52 800	52 181
Total sources of capital funds	688 963	–	–	23 327	23 327	712 290	632 796	633 412
Financial position								
Total current assets	1 020 984	–	–	138 920	138 920	1 159 904	1 312 927	1 332 828
Total non current assets	4 829 117	–	–	23 327	23 327	4 852 443	4 081 693	4 304 897
Total current liabilities	511 308	–	–	42 342	42 342	553 650	1 017 615	1 288 238
Total non current liabilities	49 155	–	–	–	–	49 155	52 278	55 095
Community wealth/Equity	4 695 724	–	–	119 904	119 904	4 815 629	4 093 871	4 229 791
Cash flows								
Net cash from (used) operating	834 204	–	–	8 330	8 330	842 534	618 879	646 093
Net cash from (used) investing	(688 288)	–	–	(23 327)	(23 327)	(711 615)	(632 091)	(632 675)
Cash/cash equivalents at the year end	557 485	–	–	67 846	67 846	625 331	620 580	759 951
Cash backing/surplus reconciliation								
Cash and investments available	580 331	–	–	45 000	45 000	625 331	734 172	901 694
Application of cash and investments	448 819	–	–	42 706	42 706	491 525	942 787	1 217 559
Balance - surplus (shortfall)	131 512	–	–	2 294	2 294	133 806	(208 615)	(315 865)
Asset Management								
Asset register summary (WDV)	3 703 088	–	–	23 327	23 327	3 726 415	2 888 102	3 051 627
Depreciation	94 921	–	–	(150)	(150)	94 771	99 193	103 415
Renewal and Upgrading of Existing Assets	14 752	–	–	16 813	16 813	31 565	4 686	4 899
Repairs and Maintenance	114 991	–	–	80 195	80 195	195 186	118 089	171 307
Free services								
Households below minimum service level								
Water:	15	–	–	–	–	15	16	17
Sanitation/sewerage:	15	–	–	–	–	15	16	17

Table B2: Adjustment Budget Financial Performance (Functional Classification)

DC47 Sekhukhune - Table B2 Adjustments Budget Financial Performance (functional classification) - 27/02/2025								Budget Year +1 2025/26	Budget Year +2 2026/27
Standard Description	Ref	Budget Year 2024/25						Adjusted Budget	Adjusted Budget
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget		
			8	9	10	11	12		
R thousands	1, 4	A	D	E	F	G	H		
Revenue - Functional									
<i>Governance and administration</i>		1 939 327	–	–	122 835	122 835	2 062 162	1 983 935	2 117 840
Executive and council		–	–	–	–	–	–	–	–
Finance and administration		1 939 327	–	–	122 835	122 835	2 062 162	1 983 935	2 117 840
Internal audit		–	–	–	–	–	–	–	–
<i>Community and public safety</i>		–	–	–	–	–	–	–	–
Total Revenue - Functional	2	1 939 327	–	–	122 835	122 835	2 062 162	1 983 935	2 117 840
Expenditure - Functional									
<i>Governance and administration</i>		670 845	–	–	9 962	9 962	680 807	755 981	787 268
Executive and council		222 465	–	–	1 700	1 700	224 165	258 227	266 354
Finance and administration		448 380	–	–	8 262	8 262	456 642	497 754	520 913
Internal audit		–	–	–	–	–	–	–	–
<i>Community and public safety</i>		–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		44 044	–	–	2 700	2 700	46 744	49 157	51 420
Planning and development		44 044	–	–	2 700	2 700	46 744	49 157	51 420
Road transport		–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–
<i>Trading services</i>		534 421	–	–	86 846	86 846	621 267	596 032	697 875
Energy sources		–	–	–	–	–	–	–	–
Water management		532 654	–	–	86 846	86 846	619 501	594 262	695 999
Waste water management		1 766	–	–	–	–	1 766	1 770	1 876
Waste management		–	–	–	–	–	–	–	–
<i>Other</i>		–	–	–	–	–	–	–	–
Total Expenditure - Functional	3	1 249 309	–	–	99 508	99 508	1 348 817	1 401 169	1 536 563
Surplus/ (Deficit) for the year		690 019	–	–	23 327	23 327	713 345	582 766	581 278

Table B3: Adjustment Budget Financial Performance (Revenue and Expenditure by Vote)

DC47 Sekhukhune - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 27/02/2025									
Vote Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<i>[Insert departmental structure etc]</i>			6	7	8	9	10		
R thousands		A	D	E	F	G	H		
Revenue by Vote	1								
Vote 01 - Speakers Office		-	-	-	-	-	-	-	-
Vote 02 - Executive Mayor's Office		-	-	-	-	-	-	-	-
Vote 03 - Municipal Manager Office		-	-	-	-	-	-	-	-
Vote 04 - Budget And Treasury		1 939 327	-	-	122 835	122 835	2 062 162	1 983 935	2 117 840
Vote 05 - Infrastructure And Water Services		-	-	-	-	-	-	-	-
Vote 06 - Planning And Economic Development		-	-	-	-	-	-	-	-
Vote 07 - Community Services		-	-	-	-	-	-	-	-
Vote 08 - Sekhukhune Development Angancy		-	-	-	-	-	-	-	-
Vote 09 - Corporate Services		-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 939 327	-	-	122 835	122 835	2 062 162	1 983 935	2 117 840
Expenditure by Vote	1								
Vote 01 - Speakers Office		52 977	-	-	(2 000)	(2 000)	50 977	57 581	60 483
Vote 02 - Executive Mayor's Office		61 384	-	-	-	-	61 384	64 680	68 165
Vote 03 - Municipal Manager Office		108 104	-	-	3 700	3 700	111 804	135 966	137 706
Vote 04 - Budget And Treasury		198 860	-	-	(3 700)	(3 700)	195 160	204 091	212 551
Vote 05 - Infrastructure And Water Services		534 421	-	-	86 846	86 846	621 267	596 032	697 875
Vote 06 - Planning And Economic Development		32 265	-	-	2 300	2 300	34 565	33 503	34 734
Vote 07 - Community Services		82 253	-	-	(1 054)	(1 054)	81 198	86 063	91 163
Vote 08 - Sekhukhune Development Angancy		11 779	-	-	400	400	12 179	15 653	16 686
Vote 09 - Corporate Services		167 267	-	-	13 016	13 016	180 284	207 600	217 199
Total Expenditure by Vote	2	1 249 309	-	-	99 508	99 508	1 348 817	1 401 169	1 536 563
Surplus/ (Deficit) for the year	2	690 019	-	-	23 327	23 327	713 345	582 766	581 278

Table B4: Adjustment Budget Financial Performance (Revenue and Expenditure)

DC47 Sekhukhune - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			6	7	8	9	10		
R thousands	1	A	D	E	F	G	H		
Revenue By Source									
Exchange Revenue									
Service charges - Water	2	97 562	–	–	242	242	97 804	101 953	106 541
Service charges - Waste Water Management	2	16 278	–	–	–	–	16 278	17 010	17 776
Service charges - Waste Management	2	–	–	–	–	–	–	–	–
Sale of Goods and Rendering of Services		2 290	–	–	300	300	2 590	2 393	2 501
Interest earned from Receivables		19 016	–	–	6 199	6 199	25 215	19 872	20 766
Interest earned from Current and Non Current Assets		51 034	–	–	10 000	10 000	61 034	–	–
Operational Revenue		77	–	–	64 990	64 990	65 067	80	84
Non-Exchange Revenue									
Surcharges and Taxes		4	–	–	–	–	4	4	4
Fines, penalties and forfeits		774	–	–	600	600	1 374	809	846
Transfer and subsidies - Operational		1 183 957	–	–	–	–	1 183 957	1 261 113	1 387 356
Gains on disposal of Assets		675	–	–	–	–	675	705	737
Total Revenue (excluding capital transfers and contributions)		1 371 666	–	–	82 331	82 331	1 453 998	1 403 939	1 536 609
Expenditure By Type									
Employee related costs		476 765	–	–	(30 133)	(30 133)	446 632	505 171	532 654
Remuneration of councillors		18 320	–	–	–	–	18 320	19 419	21 560
Bulk purchases - electricity		–	–	–	–	–	–	–	–
Inventory consumed		167 383	–	–	(93 920)	(93 920)	73 463	235 856	245 560
Depreciation and amortisation		94 921	–	–	(150)	(150)	94 771	99 193	103 415
Interest		110	–	–	–	–	110	115	121
Contracted services		287 027	–	–	186 221	186 221	473 249	284 245	339 783
Transfers and subsidies		20 900	–	–	–	–	20 900	12 000	13 000
Irrecoverable debts written off		5 500	–	–	–	–	5 500	5 748	6 006
Operational costs		178 383	–	–	37 490	37 490	215 873	239 424	271 287
Total Expenditure		1 249 309	–	–	99 508	99 508	1 348 817	1 401 169	1 533 386
Surplus/(Deficit)		122 357	–	–	(17 177)	(17 177)	105 180	2 770	3 223
Transfers and subsidies - capital (monetary allocations)		567 661	–	–	40 504	40 504	608 165	579 996	581 231
Surplus/ (Deficit) for the year	1	690 019	–	–	23 327	23 327	713 345	582 766	584 454

Annual Revenue Budget Adjustments 2024/25

The municipality's total annual revenue budget increased from R 1.939 billion to R 1.997 billion in the 2024/25 financial year. The total annual operating revenue budget increased from R 1.371 billion to R 1.388 billion, the total capital expenditure budget increased from R 567 million to R 608 million.

The increase in annual operational revenue was due to the increased annual budget in the following items of revenue:

- Service charges (Water services) increased by **R 242 thousand**.
- Interest income (Short-term investments) increased by **R 10 million**. **R 51 million** interest earned from short-term investments as at 31st December 2024 (**R 30.9 million** annual budget approved by council).
- Interest income (Consumer Debtors) increased by **R 6.1 million** to **R 25.2 million**.
- Other revenue sources increased by **R 840 thousand** to **R 4.6 million**.

OPERATING REVENUE					
Operating Revenue		Final Annual Budget 2024/25	Actual Revenue to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Service Charges - Water Services	- 113 840 164.00	- 59 376 790.33	- 242 000.00	- 114 082 164.00
	Interest income - Short-term Investments	- 51 033 573.00	- 30 923 975.17	- 10 000 000.00	- 61 033 573.00
	Interest income - Outstanding debtors	- 19 016 199.00	- 18 274 733.41	- 6 199 129.32	- 25 215 328.32
	Other revenue	- 3 819 501.00	- 2 106 183.63	- 840 000.00	- 4 659 501.00
	Operational Grants	- 1 183 956 750.00	- 869 283 430.07	-	- 1 183 956 750.00
Total		- 1 371 666 187.00	- 979 965 112.61	- 17 281 129.32	- 1 388 947 316.32

The increase in annual capital revenue budget was due to the annual budget adjustments in the following items:

- The Municipal Infrastructure Grant allocation has increased by **R 40.5 million** to **R 561 million** for the 2024/25 financial year, the municipality's application to roll-over the unspent MIG funding from the 2023/24 financial year was approved in October 2024, the unapproved roll-over was initially not included in the 2024/25 approved annual budget as the municipality was uncertain as to the status of the application on the unspent MIG allocation at the time the budget was approved by council. The application was submitted to the national treasury by end of August 2024.

CAPITAL REVENUE					
Capital Revenue		Approved Annual Budget 2024/25	Actual Revenue to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Municipal Infrastructure Grant	- 521 127 250.00	- 170 376 641.57	-	- 521 127 250.00
	Approved Rollover Municipal Infrastructure Grant	-	-	- 40 503 664.85	- 40 503 664.85
	Rural Road Asset Management Systems	- 2 571 000.00	- 755 432.70	-	- 2 571 000.00
	Regional Bulk Infrastructure Grant	-	-	-	-
	Water Services Infrastructure Grant	- 43 963 000.00	-	-	- 43 963 000.00
Total		- 567 661 250.00	- 171 132 074.27	- 40 503 664.85	- 608 164 914.85

Annual Operational Expenditure Budget Adjustments 2024/25

The municipality's total annual operational expenditure budget increased from R 1.249 billion to R 1.348 billion. The increase was due to the following budgets adjustments per vote:

- The speaker's office annual budget decreased by **R 2 million** to **R 50.9 million**. **R 2 million** savings on vacant positions as at 31st January 2025, savings reallocated to the IWS for the implementation of the borehole projects.
- Executive Mayor's annual budget allocation remained at **R 61.3 million** for the 2024/25 financial year.
- Municipal Manager's office annual budget increased by **R 3.7 million** to **R 111 million**. **The R 3.7 million** savings on vacant positions within the budget and treasury office were reallocated to cover the expenditure on legal costs.
- Budget and treasury office's annual budget decreased by **R 3.7 million** to **R 195.1 million** in the 2024/25 financial year.
- Infrastructure and Water Service's annual budget increased by **R 86.8 million**, the drilling and refurbishment of boreholes increased by **R 88 million** to **R 133 million** for the 2024/25 financial year. Municipal services (Electricity) budget increased by **R 21 million**. Inventory water budget increased by **R 19 million**. Inventory material decreased by **R 41 million**.
- Economic Development and Planning's annual budget increased by **R 2.3 million**.
- Community Service's annual budget decreased by **R 1 million** to **R 81.1 million**, savings on vacant positions as at 31st January 2025 were relocated to the drilling and refurbishment of boreholes.
- Corporate service's annual budget increased by **R 13 million** to **R 180 million**, annual approved budget on lease of heavy duty vehicles was has increased by **R 13 million**.

OPERATING EXPENDITURE					
Operating expenditure		Approved Annual Budget 2024/25	Actual Expenditure to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Executive Council - Speaker's office	52 977 302.00	19 228 336.88	- 2 000 000.00	50 977 302.00
	Executive Mayor's office	61 383 729.00	31 782 222.05	-	61 383 729.00
	Municipal Manager's office	108 103 504.00	60 771 501.46	3 700 000.00	111 803 504.00
	Budget and Treasury	198 859 850.00	35 189 931.36	- 3 700 000.00	195 159 850.00
	Infrastructure and Water Services	534 420 638.00	407 464 745.53	86 846 244.36	621 266 882.36
	Planning and Econ Development	32 264 880.00	6 815 995.20	2 300 000.00	34 564 880.00
	Community services	82 252 770.00	38 166 626.02	- 1 054 373.00	81 198 397.00
	Sekhukhune Development Agency	11 778 756.00	4 394 622.99	400 000.00	12 178 756.00
	Corporate Services	167 267 420.00	79 055 579.44	13 016 413.37	180 283 833.37
Total		1 249 308 849.00	682 869 560.93	99 508 284.73	1 348 817 133.73

The following were the annual operational expenditure budget adjustments per the economic classification:

- The total employee related cost has decreased by R 30 million to R 446.6 million.
- Bulk water purchases decreased by R 93 million to R 73 million, the bulk water purchases budget did include an allocated budget for contracted services which was correctly reclassified as contracted services.
- Depreciation decreased by R 150 thousand to R 93.9 million.
- Contracted services increased by R 186 million to R 437 million, the annual budget on contracted services has increased as result of increase in budgets for security services, publications, maintenance of assets and reclassification of the budget amounts initially classified as bulk water purchases.
- Other operational costs increased by R 37.4 thousand to R 215 thousand.

DC47 Sekhukhune - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 27/02/2025

Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			6	7	8	9	10		
R thousands	1	A	D	E	F	G	H		
Expenditure By Type									
Employee related costs		476 765	-	-	(30 133)	(30 133)	446 632	505 171	532 654
Remuneration of councillors		18 320	-	-	-	-	18 320	19 419	21 560
Bulk purchases - electricity		-	-	-	-	-	-	-	-
Inventory consumed		167 383	-	-	(93 920)	(93 920)	73 463	235 856	245 560
Depreciation and amortisation		94 921	-	-	(150)	(150)	94 771	99 193	103 415
Interest		110	-	-	-	-	110	115	121
Contracted services		287 027	-	-	186 221	186 221	473 249	284 245	339 783
Transfers and subsidies		20 900	-	-	-	-	20 900	12 000	13 000
Irrecoverable debts written off		5 500	-	-	-	-	5 500	5 748	6 006
Operational costs		178 383	-	-	37 490	37 490	215 873	239 424	271 287
Total Expenditure		1 249 309	-	-	99 508	99 508	1 348 817	1 401 169	1 533 386

Table B5: Adjustment Capital Expenditure Budget by vote and funding

DC47 Sekhukhune - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			8	9	10	11	12		
R thousands		A	D	E	F	G	H		
Capital expenditure - Vote									
Multi-year expenditure to be adjusted	2								
Vote 05 - Infrastructure And Water Services		-	-	-	10 573	10 573	10 573	-	-
Capital multi-year expenditure sub-total	3	-	-	-	10 573	10 573	10 573	-	-
Single-year expenditure to be adjusted	2								
Vote 01 - Speakers Office		-	-	-	-	-	-	-	-
Vote 02 - Executive Mayor's Office		-	-	-	-	-	-	-	-
Vote 03 - Municipal Manager Office		-	-	-	-	-	-	-	-
Vote 04 - Budget And Treasury		14 012	-	-	(5 980)	(5 980)	8 032	4 800	5 016
Vote 05 - Infrastructure And Water Services		673 952	-	-	18 734	18 734	692 686	627 996	628 396
Vote 06 - Planning And Economic Development		-	-	-	-	-	-	-	-
Vote 07 - Community Services		-	-	-	-	-	-	-	-
Vote 08 - Sekhukhune Development Angancy		-	-	-	-	-	-	-	-
Vote 09 - Corporate Services		1 000	-	-	-	-	1 000	-	-
Capital single-year expenditure sub-total		688 963	-	-	12 754	12 754	701 717	632 796	633 412
Total Capital Expenditure - Vote		688 963	-	-	23 327	23 327	712 290	632 796	633 412
Capital Expenditure - Functional									
Governance and administration		15 012	-	-	(5 980)	(5 980)	9 032	4 800	5 016
Executive and council		-	-	-	-	-	-	-	-
Finance and administration		15 012	-	-	(5 980)	(5 980)	9 032	4 800	5 016
Internal audit		-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-
Trading services		673 952	-	-	29 307	29 307	703 258	627 996	628 396
Energy sources		-	-	-	-	-	-	-	-
Water management		673 952	-	-	29 307	29 307	703 258	627 996	628 396
Total Capital Expenditure - Functional	3	688 963	-	-	23 327	23 327	712 290	632 796	633 412
Funded by:									
National Government		568 161	-	-	40 504	40 504	608 665	579 996	581 231
Internally generated funds		120 802	-	-	(17 177)	(17 177)	103 625	52 800	52 181
Total Capital Funding		688 963	-	-	23 327	23 327	712 290	632 796	633 412

The municipality's total capital budget increased by R 23.3 million to R 712 million for the 2024/25 financial year. The municipality's application to roll-over the R 40.5 million unspent conditional grants from the 2022/23 financial was approved by the National Treasury in November 2024. R 17.1 million of the budget allocation to capital projects funded through the equitable was relocated towards the drilling and equipping of boreholes.

CAPITAL EXPENDITURE					
Capital expenditure		Approved Annual Budget 2024/25	Actual Expenditure to-date	Annual Budget Adjustments	Annual Adjusted Budget 2024/25
	Municipal Infrastructure Grant	521 127 249.00	176 601 400.06	-	521 127 249.00
	Approved Rollover Municipal Infrastructure Grant			40 503 664.85	40 503 664.85
	Rural Road Asset Management Systems	2 571 000.00	1 107 371.76	-	2 571 000.00
	WSIG Grant - 5B	43 963 000.00	-	-	43 963 000.00
Total		567 661 249.00	177 708 771.82	40 503 664.85	608 164 913.85
	Equitable Share	121 302 146.00	27 727 098.70	- 17 176 891.00	104 125 255.00
Total		121 302 146.00	27 727 098.70	- 17 176 891.00	104 125 255.00
Total annual capital expenditure budget		688 963 395.00	205 435 870.52	23 326 773.85	712 290 168.85

The total annual capital budget increased by **R 23 million** to **R 712 million**, the application to roll-over the R 40.5 million unspent MIG funds was approved by the national treasury, R 17 million of the initially approved budget allocation to the slow moving and stagnant projects was reallocated to drilling and refurbishment of boreholes. The following projects were affected by budget adjustments on the annual MIG allocation to the municipality:

- Legolaneng (Covid 19 intervention) – **R 1.1 million** budget allocation.
- NSD07 Region Water Scheme – **R 1.6 million** budget allocation.
- GA-Mogashoa Senkgapudi & Manamane – **R 337 thousand** budget allocation.
- Malekane Regional Water Scheme – **R 8.9 million** budget allocation
- Lebalelo South connector pipes – **R 1 million** budget allocation.
- Lebalelo South Maroga & Motlolo Phase 3 – **R 5.6 million** budget allocation.
- Motlailana and Makgemeng – **R .1 million** budget allocation.
- Moutse East/West Water Reticulation Phase 2 – **R 15.8 million** budget allocation.
- Olifantspoort South Regional Water Supply Phase 6 – **R 1.5 million** budget allocation.
- Ga-Maphopha command reservoir – **R 500 thousand**.

The following items were affected by the capital budget adjustments funded through the equitable share:

- Machinery & Equipment – budget allocation reduced by **R 5.9 million**.
- Upgrade of Vergelegen Phase 1 – budget allocation reduced by **R 4 million**.
- EM Rehab/Groblersdal Bulk Sewer – budget allocation reduced by **R 3 million**.
- Ga-Mogashoa (Senkgapudi/Manamane) – budget reduced by **R 1.1 million**.
- NSD07 Region Water Scheme – budget reduced by **R 6.1 million**.
- Malekana Regional Water Scheme – budget increased by **R 1 million**.
- Maebe Water Supply Phase 4 – budget increased by **R 1.5 million**.

Table B6: Adjustment Budget Financial Position

DC47 Sekhukhune - Table B6 Adjustments Budget Financial Position - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			6	7	8	9	10		
R thousands		A	D	E	F	G	H		
ASSETS									
Current assets									
Cash and cash equivalents		580 331	–	–	45 000	45 000	625 331	734 172	901 694
Trade and other receivables from exchange transactions	1	121 085	–	–	–	–	121 085	298 526	169 558
Inventory		177 135	–	–	93 920	93 920	271 055	147 800	135 976
VAT		50 851	–	–	–	–	50 851	53 902	56 597
Other current assets		91 582	–	–	–	–	91 582	78 527	69 004
Total current assets		1 020 984	–	–	138 920	138 920	1 159 904	1 312 927	1 332 828
Non current assets									
Property, plant and equipment	3	4 825 517	–	–	23 327	23 327	4 848 843	4 081 693	4 303 897
Intangible assets		3 600	–	–	–	–	3 600	–	1 000
Total non current assets		4 829 117	–	–	23 327	23 327	4 852 443	4 081 693	4 304 897
TOTAL ASSETS		5 850 101	–	–	162 247	162 247	6 012 347	5 394 619	5 637 725
LIABILITIES									
Current liabilities									
Consumer deposits		5 209	–	–	–	–	5 209	4 918	5 309
Trade and other payables from exchange transactions		406 099	–	–	(17 658)	(17 658)	388 441	906 697	1 171 629
Trade and other payables from non-exchange transactions		100 000	–	–	60 000	60 000	160 000	106 000	111 300
Total current liabilities		511 308	–	–	42 342	42 342	553 650	1 017 615	1 288 238
Non current liabilities									
Provisions	1	49 155	–	–	–	–	49 155	52 278	55 095
Total non current liabilities		49 155	–	–	–	–	49 155	52 278	55 095
TOTAL LIABILITIES		560 463	–	–	42 342	42 342	602 806	1 069 893	1 343 333
NET ASSETS	2	5 289 637	–	–	119 904	119 904	5 409 542	4 324 726	4 294 392
COMMUNITY WEALTH/EQUITY									
Accumulated Surplus/(Deficit)		4 695 724	–	–	119 904	119 904	4 815 629	4 093 871	4 229 791
TOTAL COMMUNITY WEALTH/EQUITY		4 695 724	–	–	119 904	119 904	4 815 629	4 093 871	4 229 791

The municipality's financial position remained in good shape as adjusted having considered the budget adjustments of the total municipal assets and liabilities. The total municipal assets were adjusted as follows:

Current assets

The total annual current assets budget increased by R 138 million due to the improved collection on own revenue items and the reallocation of the bulk water purchase budget.

Non-current assets

The total annual non-current asset budget increased by R 23 million due to the increase in the total allocation of the annual capital budget in the 2024/25 financial year.

Current Liabilities

The municipality's current liabilities were increased by R 42 million, the R 40.5 million application to roll-over the 2022/23 spent conditional grants was approved by the National Treasury in November 2024, the unspent amounts are recognised as liabilities on initial recognition. The increased was also due to the increase in the payables from exchange transactions projected by the end of current financial year.

Table B7: Adjustment Budget Cash Flows

DC47 Sekhukhune - Table B7 Adjustments Budget Cash Flows - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	6	7	8	9	10		
R thousands		A	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		–	–	–	–	–	–	–	–
Service charges		69 033	–	–	242	242	69 275	71 185	75 222
Other revenue		3 802	–	–	(242)	(242)	3 560	4 098	4 285
Transfers and Subsidies - Operational	1	1 182 157	–	–	–	–	1 182 157	1 259 451	1 385 817
Transfers and Subsidies - Capital	1	567 661	–	–	40 504	40 504	608 165	579 996	581 231
Interest		51 034	–	–	–	–	51 034	53 330	55 730
Dividends						–	–		
Payments									
Suppliers and employees		(1 039 482)	–	–	(32 173)	(32 173)	(1 071 656)	(1 349 181)	(1 456 192)
Finance charges						–	–		
Transfers and Subsidies	1					–	–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		834 204	–	–	8 330	8 330	842 534	618 879	646 093
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		675	–	–	–	–	675	705	737
Capital assets		(688 963)	–	–	(23 327)	(23 327)	(712 290)	(632 796)	(633 412)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(688 288)	–	–	(23 327)	(23 327)	(711 615)	(632 091)	(632 675)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Payments									
Repayment of borrowing						–	–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD		145 916	–	–	(14 996)	(14 996)	130 919	(13 211)	13 418
Cash/cash equivalents at the year begin:	2	411 570	–	–	82 842	82 842	494 412	633 791	746 533
Cash/cash equivalents at the year end:	2	557 485	–	–	67 846	67 846	625 331	620 580	759 951

The municipality's cash balances were quite favourable as adjusted. The adjustments were as follows on the municipality's annual cash flow projections:

Cash Flow Operating Activities:

Service charges, the budget increased by R 242 thousand due to the improvement in the rate of collection on own revenue sources .

Other revenue, the budget decreased by R 242 million for the 2024/25 financial year due to the decrease in the number of tender documents sold.

Transfers and subsidies (Operational), the budget increased by R 40 million as the result of the approval of the 2022/23 roll over application.

Interest on short-term investments, the annual budget increased by R 10 million, the municipality initially budgeted about R 51 million for the entire financial year, as at 31st December 2024 the actual interest earnings on short-term investments were reported at R 30 million, the annual budget was adjusted accordingly.

Payments to suppliers and employees

The annual budget on suppliers and employee payments was increased by R 32 million to R 1.071 billion, the municipality has planned to accelerate the implementation of capital projects, the R 40.5 million approved roll-over planned for implementation fully by 30th June 2025.

Payments (Capital)

The increase in the municipality's annual MIG allocation as per the revised Division of Revenue Act amendment bill was the only factor that contributed to increase in the annual capital expenditure budget of the municipality. The municipality has planned to spend the R 40.5 million approved roll-over budget by end of the current financial year.

Table B8: Cash backed reserves/accumulated surplus reconciliation

DC47 Sekhukhune - Table B8 Cash backed reserves/accumulated surplus reconciliation - 27/02/2025												
Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	557 485	-	-	-	-	-	67 846	67 846	625 331	620 580	759 951
Other current investments > 90 days		22 846	-	-	-	-	-	(22 846)	(22 846)	0	113 593	141 743
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		580 331	-	-	-	-	-	45 000	45 000	625 331	734 172	901 694
Applications of cash and investments												
Unspent conditional transfers		100 000	-	-	-	-	-	60 000	60 000	160 000	106 000	111 300
Unspent borrowing									-	-		
Statutory requirements		(50 851)	-	-	-	-	-	-	-	(50 851)	(53 902)	(56 597)
Other working capital requirements	2	399 669	-					(17 294)	(17 294)	382 376	890 689	1 162 856
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-					-	-	-	-	-
Total Application of cash and investments:		448 819	-	-	-	-	-	42 706	42 706	491 525	942 787	1 217 559
Surplus(shortfall)		131 512	-	-	-	-	-	2 294	2 294	133 806	(208 615)	(315 865)

The municipality's funding model is a combination of government transfers and subsidies and own revenue

The municipality is also maintaining a number short-term investments with different banking institutions, the investments are ring-fenced primarily to maintain both the historical and current creditors' accounts of the municipality so as to maintain a good financial position now and in future. The following are the short-term investment and their balances as at 31st of January 2025

FNB Account No: 62858613980	R 438 million
Nedbank Account No:	R 1 million
ABSA Account No: 9368456281	R 161 million
Standard Bank Account No: 238890708008	R 109 million
Total Investment balances as at 31st January 2025	R 709 million

The short-term investment with FNB is maintained as a capital reserve portfolio of investments aimed at refurbishing the existing infrastructure network, this investment portfolio was initiated almost three years ago at it has grown to just abover R 400 million, the monies deposited into this investment accounts are all the VAT refunds from the South African Revenue Service collected in the past two years and current year, such funds are not committed for spending during the budgeting processes.

The ABSA account is maintained to cover the retentions amounts on the capital projects that are currently in progress currently with a balance of R 161 million.

The Standard Bank Investment is a daily call investment wherein the municipality enjoys the flexibility of withdrawing the money only when it is required for use while it generates interest on a daily basis.

The municipality also closed its books with a positive bank balance of about R 10.3 million as at end of January 2025.

The municipality's cash flows are currently very stable and sufficient to cover all day today operational activities whilst it is also quite evident that operations are expected to go quite smoothly for the next few years supported by the municipality's financial resources.

Table B9: Asset Management

DC47 Sekhukhune - Table B9 Asset Management - 27/02/2025

Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	10 D	11 E	12 F	13 G	14 H		
R thousands									
CAPITAL EXPENDITURE									
<u>Total New Assets to be adjusted</u>	1	674 212	–	–	6 514	6 514	680 726	628 110	628 513
Water Supply Infrastructure		664 612	–	–	6 514	6 514	671 126	627 110	627 513
Infrastructure		664 612	–	–	6 514	6 514	671 126	627 110	627 513
Operational Buildings		1 000	–	–	–	–	1 000	–	–
Other Assets	6	1 000	–	–	–	–	1 000	–	–
Licences and Rights		3 600	–	–	–	–	3 600	–	1 000
Intangible Assets		3 600	–	–	–	–	3 600	–	1 000
Computer Equipment		1 500	–	–	–	–	1 500	1 000	–
Furniture and Office Equipment		3 500	–	–	–	–	3 500	–	–
<u>Total Renewal of Existing Assets to be adjusted</u>	2	12 181	–	–	(4 626)	(4 626)	7 555	2 000	2 090
Water Supply Infrastructure		6 149	–	–	(4 626)	(4 626)	1 523	–	–
Infrastructure		6 149	–	–	(4 626)	(4 626)	1 523	–	–
Transport Assets		6 032	–	–	–	–	6 032	2 000	2 090
<u>Total Upgrading of Existing Assets to be adjusted</u>	2a	2 571	–	–	21 439	21 439	24 010	2 686	2 809
Roads Infrastructure		2 571	–	–	600	600	3 171	2 686	2 809
Water Supply Infrastructure		–	–	–	20 839	20 839	20 839	–	–
Infrastructure		2 571	–	–	21 439	21 439	24 010	2 686	2 809
<u>Total Capital Expenditure to be adjusted</u>	4	688 963	–	–	23 327	23 327	712 290	632 796	633 412
Roads Infrastructure		2 571	–	–	600	600	3 171	2 686	2 809
Water Supply Infrastructure		670 761	–	–	22 727	22 727	693 487	627 110	627 513
Infrastructure		673 332	–	–	23 327	23 327	696 658	629 796	630 322
Operational Buildings		1 000	–	–	–	–	1 000	–	–
Other Assets		1 000	–	–	–	–	1 000	–	–
Licences and Rights		3 600	–	–	–	–	3 600	–	1 000
Intangible Assets		3 600	–	–	–	–	3 600	–	1 000
Computer Equipment		1 500	–	–	–	–	1 500	1 000	–
Furniture and Office Equipment		3 500	–	–	–	–	3 500	–	–
Transport Assets		6 032	–	–	–	–	6 032	2 000	2 090
TOTAL CAPITAL EXPENDITURE to be adjusted	4	688 963	–	–	23 327	23 327	712 290	632 796	633 412
ASSET REGISTER SUMMARY - PPE (WDV)	5	3 703 088	–	–	23 327	23 327	3 726 415	2 888 102	3 051 627
Roads Infrastructure		131 478	–	–	600	600	132 078	33 327	34 982
Water Supply Infrastructure		3 185 269	–	–	22 727	22 727	3 207 996	2 825 169	2 935 475
Sanitation Infrastructure		264 364	–	–	–	–	264 364	51 302	53 867
Infrastructure		3 581 111	–	–	23 327	23 327	3 604 437	2 909 799	3 024 325
Community Assets		85 182	–	–	–	–	85 182	37 293	39 158
Heritage Assets		3 600	–	–	–	–	3 600	–	1 000
Other Assets		(14 408)	–	–	–	–	(14 408)	–	–
Computer Equipment		(20 977)	–	–	–	–	(20 977)	(70 581)	(25 017)
Furniture and Office Equipment		58 095	–	–	–	–	58 095	4 871	5 115
Machinery and Equipment		3 791	–	–	–	–	3 791	4 018	4 219
Transport Assets		6 694	–	–	–	–	6 694	2 702	2 827
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	3 703 088	–	–	23 327	23 327	3 726 415	2 888 102	3 051 627

EXPENDITURE OTHER ITEMS									
<u>Depreciation & asset impairment</u>		94 921	–	–	(150)	(150)	94 771	99 193	103 415
<u>Repairs and Maintenance by asset class</u>	3	114 991	–	–	80 195	80 195	195 186	118 089	171 307
<i>Water Supply Infrastructure</i>		80 676	–	–	80 075	80 075	160 751	50 281	47 959
<i>Sanitation Infrastructure</i>		12 511	–	–	100	100	12 611	32 133	85 930
<i>Solid Waste Infrastructure</i>		1 500	–	–	–	–	1 500	3 135	3 135
Infrastructure		94 687	–	–	80 175	80 175	174 862	85 549	137 024
Heritage Assets		1 000	–	–	(100)	(100)	900	1 000	1 000
Operational Buildings		3 310	–	–	–	–	3 310	4 410	5 010
Other Assets		3 310	–	–	–	–	3 310	4 410	5 010
Computer Equipment		650	–	–	(650)	(650)	–	679	710
Furniture and Office Equipment		2 100	–	–	650	650	2 750	2 195	2 293
Machinery and Equipment		244	–	–	120	120	364	8 256	8 270
Transport Assets		13 000	–	–	–	–	13 000	16 000	17 000
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		209 912	–	–	80 045	80 045	289 957	217 282	274 721

Table B10: Basic service delivery measurement

DC47 Sekhukhune - Table B10 Basic service delivery measurement - 27/02/2025

Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		10	11	12	13	14			
		A	D	E	F	G	H		
Household service targets	1								
<u>Water:</u>									
Piped water inside dwelling		20 980.00	-	-	-	-	20 980.00	22 008.00	23 086.00
Piped water inside yard (but not in dwelling)		15 735.00	-	-	-	-	15 735.00	16 506.00	17 315.00
Using public tap (at least min.service level)	2	500 880.00	-	-	-	-	500 880.00	525 423.00	551 169.00
Other water supply (at least min.service level)		146 028.00	-	-	-	-	146 028.00	153 183.00	160 689.00
<i>Minimum Service Level and Above sub-total</i>		683 623.00	-	-	-	-	683 623.00	717 120.00	752 259.00
Using public tap (< min.service level)	3					-	-		
Other water supply (< min.service level)	3.4	10 490.00	-	-	-	-	10 490.00	11 004.00	11 543.00
No water supply		5 000.00	-	-	-	-	5 000.00	5 000.00	5 000.00
<i>Below Minimum Service Level sub-total</i>		15 490.00	-	-	-	-	15 490.00	16 004.00	16 543.00
Total number of households	5	699 113.00	-	-	-	-	699 113.00	733 124.00	768 802.00
<u>Sanitation/sewerage:</u>									
Flush toilet (with septic tank)		20 000.00	-	-	-	-	20 000.00	20 980.00	22 008.00
Pit toilet (ventilated)		50 352.00	-	-	-	-	50 352.00	52 819.00	55 407.00
<i>Minimum Service Level and Above sub-total</i>		70 352.00	-	-	-	-	70 352.00	73 799.00	77 415.00
Bucket toilet						-	-		
Other toilet provisions (< min.service level)		15 000.00	-	-	-	-	15 000.00	15 735.00	16 506.00
<i>Below Minimum Service Level sub-total</i>		15 000.00	-	-	-	-	15 000.00	15 735.00	16 506.00
Total number of households	5	85 352.00	-	-	-	-	85 352.00	89 534.00	93 921.00
Total number of households	5	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	15								
Water (6 kilolitres per household per month)		57	-	-	-	-	57	60	63
Sanitation (free minimum level service)		51	-	-	-	-	51	53	56
Informal Settlements		108	-						
Cost of Free Basic Services provided (R'000)	16								
Highest level of free service provided									
Water (kilolitres per household per month)		35 000.00	-	-	-	-	35 000	36 715.00	38 514.00
Sanitation (kilolitres per household per month)		20 000.00	-	-	-	-	20 000	20 980.00	22 008.00
Sanitation (Rand per household per month)		15 000.00	-	-	-	-	15 000	15 735.00	16 506.00
Revenue cost of free services provided (R'000)	17								
Total revenue cost of subsidised services provided		-	-	-	-	-	-	-	-

Table SB1: Supporting detail to 'Budget Financial Performance'

DC47 Sekhukhune - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 27/02/2025										
Description	Ref	Budget Year 2024/25							Budget Year	Budget Year
		Original	Prior Adjusted	Unfore.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted	Adjusted	Adjusted
		Budget		Unavoid.	Govt			Budget	Budget	Budget
			6	9	10	11	12	13		
R thousands		A	A1	D	E	F	G	H		
REVENUE ITEMS										
<u>Non-exchange revenue by source</u>										
Service charges - Water										
Total Service charges - water		97 562	–	–	–	242	242	97 804	101 953	106 541
Net Service charges - Water		97 562	–	–	–	242	242	97 804	101 953	106 541
Service charges - Waste Water Management										
Total Service charges - Waste Water Management		16 278	–	–	–	–	–	16 278	17 010	17 776
service to indigent households)		–	–	–	–	–	–	–	–	–
Net Service charges - Waste Water Management		16 278	–	–	–	–	–	16 278	17 010	17 776
EXPENDITURE ITEMS										
Employee related costs										
Basic Salaries and Wages		341 494	–	–	–	(31 053)	(31 053)	310 441	358 504	377 531
Pension and UIF Contributions		51 363	–	–	–	316	316	51 679	54 374	57 559
Medical Aid Contributions		17 204	–	–	–	(234)	(234)	16 970	18 213	19 238
Overtime		15 302	–	–	–	1 300	1 300	16 602	15 753	16 698
Performance Bonus		520	–	–	–	105	105	625	520	520
Motor Vehicle Allowance		29 833	–	–	–	710	710	30 543	32 111	34 137
Cellphone Allowance		7 146	–	–	–	(300)	(300)	6 846	7 549	7 978
Housing Allowances		2 762	–	–	–	(55)	(55)	2 707	2 439	2 584
Other benefits and allowances		4 647	–	–	–	–	–	4 647	4 925	5 220
Payments in lieu of leave		4 674	–	–	–	(1 007)	(1 007)	3 667	4 954	5 251
Long service awards		1 526	–	–	–	–	–	1 526	1 516	1 605
Post-retirement benefit obligations	4	226	–	–	–	–	–	226	239	254
Acting and post-related allowance		70	–	–	–	85	85	155	75	79
sub-total		476 765	–	–	–	(30 133)	(30 133)	446 632	501 171	528 654
Less: Employees costs capitalised to PPE		–	–	–	–	–	–	–	(4 000)	(4 000)
Total Employee related costs	1	476 765	–	–	–	(30 133)	(30 133)	446 632	505 171	532 654
Depreciation and amortisation										
Depreciation of Property, Plant & Equipment		94 921	–	–	–	(150)	(150)	94 771	99 193	103 415
Total Depreciation and amortisation	1	94 921	–	–	–	(150)	(150)	94 771	99 193	103 415
Transfers and grants										
Non-cash transfers and grants		20 900	–	–	–	–	–	20 900	12 000	13 000
Total transfers and grants		20 900	–	–	–	–	–	20 900	12 000	13 000
Contracted services										
Outsourced Services		81 472	–	–	–	95 509	95 509	176 981	81 905	129 132
Consultants and Professional Services		62 729	–	–	–	3 453	3 453	66 182	61 528	68 937
Contractors		142 826	–	–	–	87 259	87 259	230 085	140 812	141 714
Total contracted services		287 027	–	–	–	186 221	186 221	473 249	284 245	339 783
Operational Costs										
Collection costs		1 200	–	–	–	2 670	2 670	3 870	1 740	1 740
Audit fees		9 600	–	–	–	–	–	9 600	12 700	13 448
Other Operational Costs		167 583	–	–	–	34 820	34 820	202 403	224 984	256 099
Total Other Operational Costs	1	178 383	–	–	–	37 490	37 490	215 873	239 424	271 287
Repairs and Maintenance by Expenditure Item										
Inventory Consumed (Project Maintenance)	14		41 345	–	–	–	–	41 345	43 206	45 150
Contracted Services			71 165	–	–	–	–	71 165	70 490	121 683
Other Expenditure			2 480	–	–	–	–	2 480	4 393	4 473
Total Repairs and Maintenance Expenditure	15	–	114 991	–	–	–	–	114 991	118 089	171 307
Inventory Consumed										
Inventory Consumed - Water		(146 618)	–	–	–	–	–	(146 618)	(155 415)	(163 186)
Inventory Consumed - Other		314 000	–	–	–	(93 920)	(93 920)	220 081	391 270	408 746
Total Inventory Consumed & Other Material		167 383	–	–	–	(93 920)	(93 920)	73 463	235 856	245 560

Table SB2: Supporting detail to 'Budget Financial Position'

DC47 Sekhukhune - Supporting Table SB2 Supporting detail to 'Financial Position Budget' - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7	8	9	10	11		
ASSETS									
<u>Trade and other receivables from exchange transactions</u>									
Water		177 240	-	-	-	-	177 240	177 861	232 235
Waste Water		39 283	-	-	-	-	39 283	86 012	50 312
Other trade receivables from exchange transactions		30 658	-	-	-	-	30 658	82 623	77 356
Gross: Trade and other receivables from exchange transactions		247 182	-	-	-	-	247 182	346 495	359 903
Less: Impairment for debt	1	(126 097)	-	-	-	-	(126 097)	(47 969)	(190 346)
Impairment for Water		(101 016)	-	-	-	-	(101 016)	(21 384)	(162 431)
Impairment for other trade receivalbes from exchange transactions		(25 081)	-	-	-	-	(25 081)	(26 585)	(27 915)
Total net Trade and other receivables from Exchange Transactions		121 085	-	-	-	-	121 085	298 526	169 558
-									
<u>Inventory</u>									
<u>Water</u>									
Opening Balance		119 584	-	-	-	-	119 584	126 759	133 097
System Input Volume		140 743	-	-	-	-	140 743	149 188	156 647
Water Treatment Works		40 743	-	-	-	-	40 743	43 188	45 347
Bulk Purchases		100 000	-	-	-	-	100 000	106 000	111 300
Authorised Consumption	12	146 618	-	-	-	-	146 618	155 415	163 186
Billed Authorised Consumption		116 618	-	-	-	-	116 618	123 615	129 796
Billed Metered Consumption		116 618	-	-	-	-	116 618	123 615	129 796
Free Basic Water		40 000	-	-	-	-	40 000	42 400	44 520
Revenue Water		76 618	-	-	-	-	76 618	81 215	85 276
Billed Unmetered Consumption		-	-	-	-	-	-	-	-
UnBilled Authorised Consumption		30 000	-	-	-	-	30 000	31 800	33 390
Unbilled Metered Consumption		30 000	-	-	-	-	30 000	31 800	33 390
Water Losses		14 074	-	-	-	-	14 074	14 919	15 665
Apparent losses		-	-	-	-	-	-	-	-
Real losses		14 074	-	-	-	-	14 074	14 919	15 665
Leakage on Transmission and Distribution Mains		14 074	-	-	-	-	14 074	14 919	15 665
Non-revenue Water		44 074	-	-	-	-	44 074	46 719	49 055
Closing Balance Water		421 019	-	-	-	-	421 019	446 280	468 594
Opening Balance		24 001	-	-	-	-	24 001	25 441	26 713
Acquisitions		66 283	-	-	-	-	66 283	88 727	71 861
Issues	13	(314 000)	-	-	93 920	93 920	(220 081)	(391 270)	(408 746)
Adjustments	14	(20 167)	-	-	-	-	(20 167)	(21 378)	(22 446)
Closing balance - Consumables Standard Rated		(243 884)	-	-	93 920	93 920	(149 964)	(298 480)	(332 619)
Zero Rated									
Closing Balance - Land		-	-	-	-	-	-	-	-
Closing Balance - Inventory & Consumables		177 135	-	-	93 920	93 920	271 055	147 800	135 976
Property, plant & equipment									
PPE at cost/valuation (excl. finance leases)		5 548 401	-	-	23 327	23 327	5 571 728	4 831 618	5 091 318
Less: Accumulated depreciation		722 884	-	-	-	-	722 884	749 925	787 421
Total Property, plant & equipment	1	4 825 517	-	-	23 327	23 327	4 848 843	4 081 693	4 303 897
LIABILITIES									
Trade and other payables									
Trade and other payables from exchange transactions		406 099	-	-	(17 658)	(17 658)	388 441	906 697	1 171 629
Trade payables from Non-exchange transactions: Unspent conditional Grants		100 000	-	-	60 000	60 000	160 000	106 000	111 300
Total Trade and other payables	1	506 099	-	-	42 342	42 342	548 441	1 012 697	1 282 929
Non current liabilities - Financial liabilities									
Other		49 155	-	-	-	-	49 155	52 278	55 095
Total Provisions - non current		49 155	-	-	-	-	49 155	52 278	55 095
CHANGES IN NET ASSETS									
Accumulated surplus/(Deficit)									
Accumulated surplus/(Deficit) - opening balance		4 005 170	-	-	96 578	96 578	4 101 748	3 510 538	3 644 741
Restated balance		4 005 170	-	-	96 578	96 578	4 101 748	3 510 538	3 644 741
Surplus/(Deficit)		690 019	-	-	23 327	23 327	713 345	582 766	584 454
Other adjustments		536	-	-	-	-	536	568	596
Accumulated Surplus/(Deficit)	1	4 695 724	-	-	119 904	119 904	4 815 629	4 093 871	4 229 791
Total Reserves	2	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	4 695 724	-	-	119 904	119 904	4 815 629	4 093 871	4 229 791

Table SB3: Adjustments to the SDBIP – Performance objectives

DC47 Sekhukhune - Supporting Table SB3 Adjustments to the SDBIP - performance objectives - 27/02/2025									
Description	Unit of measurement	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	D	E	F	G	H		
05 - Infrastructure And Water Services									
Water Management									
Water Distribution									
<i>Formal Settlement Households Receiving Water</i>	Households	57	–	–	–	–	57	60	63
<i>No Water Supply</i>	Households	5	–	–	–	–	5	5	5
<i>Other Water Supply (< Min.Service Level)</i>	Households	10	–	–	–	–	10	11	12
<i>Other Water Supply (At Least Min.Service Level)</i>	Households	146	–	–	–	–	146	153	161
<i>Piped Water Inside Dwelling</i>	Households	21	–	–	–	–	21	22	23
<i>Piped Water Inside Yard (But Not In Dwelling)</i>	Households	16	–	–	–	–	16	17	17
<i>Using Public Tap (At Least Min.Service Level)</i>	Households	501	–	–	–	–	501	525	551
						–	–	–	–

Table SB4: Adjustments to budgeted performance indicators and benchmarks

DC47 Sekhukhune - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks - 27/02/2025

Description of financial indicator	Basis of calculation	2021/22	2022/23	2023/24	Budget Year 2024/25			Budget Year +1 2025/26	Budget Year +2 2026/27
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<u>Borrowing Management</u>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue				0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>									
Gearing	Long Term Borrowing/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>									
Current Ratio	Current assets/current liabilities				199.7%	0.0%	209.5%	129.0%	103.5%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				176.1%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				1.1	0.0	1.1	0.7	0.7
<u>Revenue Management</u>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)									
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				25.4%	0.0%	30.5%	35.6%	23.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash and Investments					90.8%	0.0%	87.7%	163.2%	168.8%
<u>Other Indicators</u>									
Electricity Distribution Losses (2)	Total Volume Losses (kW)	0.0%	0.0%	0.0%	0.0%		0.0%	0.0%	0.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)				34.8%	0.0%	30.7%	36.0%	34.7%
Remuneration	Total remuneration/(Total Revenue - capital revenue)								
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				8.4%	0.0%	13.4%	8.4%	11.1%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				12.2%	0.0%	5.1%	16.8%	16.0%
<u>IDP regulation financial viability indicators</u>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year				0.0%	0.0%	0.0%	0.0%	0.0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				8.8%	0.0%	8.3%	21.3%	11.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

Table SB5: Social, economic and demographic statistics and assumptions

DC47 Sekhukhune - Supporting Table SB5 Adjustments Budget - social, economic and demographic statistics and assumptions - 27/02/2025												
Description of economic indicator	Ref.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2021/22	2022/23	2023/24	Budget Year 2024/25	2024/25 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
Detail on the provision of municipal services for B10												
Total municipal services	Ref.			2021/22	2022/23	2023/24	Budget Year 2024/25			2024/25 Medium Term Revenue & Expenditure Framework		
				Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Household service targets (000)										
		Water:										
		Piped water inside dwelling		–	–	–	20 980	20 980	20 980	22 008	23 086	
		Piped water inside yard (but not in dwelling)		–	–	–	15 735	15 735	15 735	16 506	17 315	
	8	Using public tap (at least min.service level)		–	–	–	500 880	500 880	500 880	525 423	551 169	–
	10	Other water supply (at least min.service level)		–	–	–	146 028	146 028	146 028	153 183	160 689	–
		Minimum Service Level and Above sub-total		–	–	–	683 623	683 623	683 623	717 120	752 259	–
	9	Using public tap (< min.service level)										
	10	Other water supply (< min.service level)		–	–	–	10 490	10 490	10 490	11 004	11 543	–
		No water supply		–	–	–	5 000	5 000	5 000	5 000	5 000	–
		Below Minimum Service Level sub-total		–	–	–	15 490	15 490	15 490	16 004	16 543	–
		Total number of households		–	–	–	699 113	699 113	699 113	733 124	768 802	–
		Sanitation/sewerage:										
		Flush toilet (connected to sewerage)		–	–	–	–	–	–	–	–	–
		Flush toilet (with septic tank)		–	–	–	20 000	20 000	20 000	20 980	22 008	–
		Chemical toilet										
		Pit toilet (ventilated)		–	–	–	50 352	50 352	50 352	52 819	55 407	–
		Other toilet provisions (> min.service level)										
		Minimum Service Level and Above sub-total		–	–	–	70 352	70 352	70 352	73 799	77 415	–
		Bucket toilet										
		Other toilet provisions (< min.service level)		–	–	–	15 000	15 000	15 000	15 735	16 506	–
		No toilet provisions										
		Below Minimum Service Level sub-total		–	–	–	15 000	15 000	15 000	15 735	16 506	–
		Total number of households		–	–	–	85 352	85 352	85 352	89 534	93 921	–
		Energy:										
Municipal in-house services	Ref.			2021/22	2022/23	2023/24	Budget Year 2024/25			2024/25 Medium Term Revenue & Expenditure Framework		
				Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Household service targets (000)										
		Water:										
		Piped water inside dwelling		–	–	–	20 980	20 980	20 980	22 008	23 086	–
		Piped water inside yard (but not in dwelling)		–	–	–	15 735	15 735	15 735	16 506	17 315	–
	8	Using public tap (at least min.service level)		–	–	–	500 880	500 880	500 880	525 423	551 169	–
	10	Other water supply (at least min.service level)		–	–	–	146 028	146 028	146 028	153 183	160 689	–
		Minimum Service Level and Above sub-total		–	–	–	683 623	683 623	683 623	717 120	752 259	–
	9	Using public tap (< min.service level)										
	10	Other water supply (< min.service level)		–	–	–	10 490	10 490	10 490	11 004	11 543	–
		No water supply		–	–	–	5 000	5 000	5 000	5 000	5 000	–
		Below Minimum Service Level sub-total		–	–	–	15 490	15 490	15 490	16 004	16 543	–
		Total number of households		–	–	–	699 113	699 113	699 113	733 124	768 802	–
		Sanitation/sewerage:										
		Flush toilet (connected to sewerage)		–	–	–	–	–	–	–	–	–
		Flush toilet (with septic tank)		–	–	–	20 000	20 000	20 000	20 980	22 008	–
		Chemical toilet										
		Pit toilet (ventilated)		–	–	–	50 352	50 352	50 352	52 819	55 407	–
		Other toilet provisions (> min.service level)										
		Minimum Service Level and Above sub-total		–	–	–	70 352	70 352	70 352	73 799	77 415	–
		Bucket toilet										
		Other toilet provisions (< min.service level)		–	–	–	15 000	15 000	15 000	15 735	16 506	–
		No toilet provisions										
		Below Minimum Service Level sub-total		–	–	–	15 000	15 000	15 000	15 735	16 506	–
		Total number of households		–	–	–	85 352	85 352	85 352	89 534	93 921	–
		Energy:										

Table SB6: Social, economic and demographic statistics and assumptions[illegible]

Table SB7: Adjustments budget – transfers and grant receipts

DC47 Sekhukhune - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 27/02/2025										
Description	Ref	Budget Year 2024/25							Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F		
R thousands		A	A1	B	C	D	E	F		
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		1 179 848	–	–	–	–	–	1 179 848	1 257 004	1 383 247
Local Government Equitable Share		1 139 344	–	–	–	–	–	1 139 344	1 206 930	1 277 252
Expanded Public Works Programme Integrated Grant		10 676	–	–	–	–	–	10 676	–	–
Local Government Financial Management Grant		2 400	–	–	–	–	–	2 400	2 400	2 500
Municipal Infrastructure Grant		27 428	–	–	–	–	–	27 428	47 674	103 495
Provincial Government:		–	–	–	–	–	–	–	–	–
	5						–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
							–	–		
Other grant providers:		4 109	–	–	–	–	–	4 109	4 109	4 109
Development Bank of South Africa		–	–	–	–	–	–	–	–	–
Education Training and Development Practices SETA		4 109	–	–	–	–	–	4 109	4 109	4 109
Total Operating Transfers and Grants	6	1 183 957	–	–	–	–	–	1 183 957	1 261 113	1 387 356
Capital Transfers and Grants										
National Government:		567 661	–	–	–	40 504	40 504	608 165	579 996	581 231
Municipal Infrastructure Grant		521 127	–	–	–	40 504	40 504	561 631	529 310	526 400
Regional Bulk Infrastructure Grant		–	–	–	–	–	–	–	–	–
Rural Road Asset Management Systems Grant		2 571	–	–	–	–	–	2 571	2 686	2 809
Water Services Infrastructure Grant		43 963	–	–	–	–	–	43 963	48 000	52 022
Provincial Government:		–	–	–	–	–	–	–	–	–
							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	6	567 661	–	–	–	40 504	40 504	608 165	579 996	581 231
TOTAL RECEIPTS OF TRANSFERS & GRANTS		1 751 618	–	–	–	40 504	40 504	1 792 122	1 841 109	1 968 587

Table SB8: Adjustments budget – expenditure on transfers and grant programme

DC47 Sekhukhune - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 27/02/2025										
Description	Ref	Budget Year 2024/25							Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			2	3	4	5	6	7		
R thousands		A	A1	B	C	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		1 015 044	–	–	–	187 230	187 230	1 202 274	1 102 538	1 222 704
Equitable Share		975 040	–	–	–	191 180	191 180	1 166 220	1 052 464	1 116 709
							–	–		
Expanded Public Works Programme Integrated Grant		10 676	–	–	–	–	–	10 676	–	–
Local Government Financial Management Grant		2 400	–	–	–	–	–	2 400	2 400	2 500
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		26 928	–	–	–	(3 950)	(3 950)	22 978	47 674	103 495
Rural Road Asset Management Systems Grant		–	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		4 109	–	–	–	–	–	4 109	4 109	4 109
Education Training and Development Practices SETA		4 109	–	–	–	–	–	4 109	4 109	4 109
							–	–		
Total operating expenditure of Transfers and Grants:		1 019 153	–	–	–	187 230	187 230	1 206 383	1 106 647	1 226 813
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		568 161	–	–	–	40 504	40 504	608 665	579 996	581 231
Expanded Public Works Programme Integrated Grant		–	–	–	–	–	–	–	–	–
Local Government Financial Management Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		521 627	–	–	–	40 504	40 504	562 131	529 310	526 400
Regional Bulk Infrastructure Grant		–	–	–	–	–	–	–	–	–
Rural Road Asset Management Systems Grant		2 571	–	–	–	–	–	2 571	2 686	2 809
Water Services Infrastructure Grant		43 963	–	–	–	–	–	43 963	48 000	52 022
Provincial Government:		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		568 161	–	–	–	40 504	40 504	608 665	579 996	581 231
Total capital expenditure of Transfers and Grants		1 587 314	–	–	–	227 734	227 734	1 815 048	1 686 643	1 808 044

Table SB9: Adjustments budget – reconciliation of transfers, grants receipts, and unspent funds

DC47 Sekhukhune - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds - 27/02/2025										
Description	Ref	Budget Year 2024/25							Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			2	3	4	5	6	7		
R thousands		A	A1	B	C	D	E	F		
Operating transfers and grants:										
National Government:										
Current year receipts		(40 504)	–	–	–	–	–	(40 504)	(50 074)	(105 995)
Conditions met - transferred to revenue		(81 008)	–	–	–	–	–	(81 008)	(100 148)	(211 990)
Conditions still to be met - transferred to liabilities		40 504	–	–	–	–	–	40 504	50 074	105 995
Balance unspent at beginning of the year		–	–	–	–	–	–	–	–	–
Current year receipts		(2 309)	–	–	–	–	–	(2 309)	(2 448)	(2 570)
Conditions met - transferred to revenue		(4 618)	–	–	–	–	–	(4 618)	(4 895)	(5 140)
Conditions still to be met - transferred to liabilities		2 309	–	–	–	–	–	2 309	2 448	2 570
Total operating transfers and grants revenue		(85 626)	–	–	–	–	–	(85 626)	(105 043)	(217 129)
Total operating transfers and grants - CTBM	2	42 813	–	–	–	–	–	42 813	52 521	108 565
Capital transfers and grants:										
National Government:										
Balance unspent at beginning of the year		(100 000)	–	–	–	(60 000)	(60 000)	(160 000)	(106 000)	(111 300)
Current year receipts		(567 661)	–	–	–	(40 504)	(40 504)	(608 165)	(579 996)	(581 231)
Conditions met - transferred to revenue		(1 235 323)	–	–	–	(141 007)	(141 007)	(1 376 330)	(1 265 992)	(1 273 763)
Conditions still to be met - transferred to liabilities		567 661	–	–	–	40 504	40 504	608 165	579 996	581 231
Provincial Government:										
Total capital transfers and grants revenue		(1 235 323)	–	–	–	(141 007)	(141 007)	(1 376 330)	(1 265 992)	(1 273 763)
Total capital transfers and grants - CTBM		567 661	–	–	–	40 504	40 504	608 165	579 996	581 231
TOTAL TRANSFERS AND GRANTS REVENUE		(1 320 948)	–	–	–	(141 007)	(141 007)	(1 461 955)	(1 371 035)	(1 490 892)
TOTAL TRANSFERS AND GRANTS - CTBM		610 474	–	–	–	40 504	40 504	650 978	632 518	689 796

Table SB10: Adjustments budget – reconciliation of transfers and grants made by the municipality

DC47 Sekhukhune - Supporting Table SB10 Adjustments Budget - transfers and grants made by the municipality - 27/02/2025									
Description	Ref	Budget Year 2024/25						Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			9	10	11	12	13		
R thousands		A	D	E	F	G	H		
Non-cash transfers to other Organs of State									
<i>Nat Dpt Agen - Information Tech Agency</i>	3	-	-	-	-	-	-	-	-
<i>Nat Dpt Agen - Sa Sa Local Govern Assoc</i>		-	-	-	-	-	-	-	-
<i>Prv Dpt Agen - Lim Econ Dev Agency</i>		20 900	-	-	-	-	20 900	12 000	13 000
<i>[insert description]</i>						-	-		
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		20 900	-	-	-	-	20 900	12 000	13 000
TOTAL NON-CASH TRANSFERS	5	20 900	-	-	-	-	20 900	12 000	13 000
TOTAL TRANSFERS		20 900	-	-	-	-	20 900	12 000	13 000

Table SB11: Adjustments budget – Councillors and staff benefits

DC47 Sekhukhune - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 27/02/2025							
Summary of remuneration	Ref	Budget Year 2024/25					
		Original Budget	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget
			8	9	10	11	12
		A	D	E	F	G	H
R thousands							
<u>Councillors (Political Office Bearers plus Other)</u>							
Basic Salaries and Wages		8 362	–		2 400	2 400	10 762
Pension and UIF Contributions		669	–		200	200	869
Medical Aid Contributions		283	–		–	–	283
Cellphone Allowance		1 563	–		100	100	1 663
Other benefits and allowances		7 442	–		(2 700)	(2 700)	4 742
Sub Total - Councillors		18 320	–		–	–	18 320
% increase							0.0%
<u>Senior Managers of the Municipality</u>							
Basic Salaries and Wages		7 977	–		–	–	7 977
Pension and UIF Contributions		535	–		121	121	656
Medical Aid Contributions		–	–		126	126	126
Performance Bonus		–	–		105	105	105
Motor Vehicle Allowance		733	–		510	510	1 243
Cellphone Allowance		220	–		20	20	240
Housing Allowances		140	–		–	–	140
Other benefits and allowances		235	–		–	–	235
Payments in lieu of leave		175	–		–	–	175
Acting and post related allowance		70	–		85	85	155
Sub Total - Senior Managers of Municipality		10 085	–		967	967	11 053
% increase							9.6%
<u>Other Municipal Staff</u>							
Basic Salaries and Wages		333 518	–	–	(31 053)	(31 053)	302 464
Pension and UIF Contributions		50 828	–	–	195	195	51 023
Medical Aid Contributions		17 204	–	–	(360)	(360)	16 844
Overtime		15 302	–	–	1 300	1 300	16 602
Performance Bonus		520	–	–	–	–	520
Motor Vehicle Allowance		29 100	–	–	200	200	29 300
Cellphone Allowance		6 926	–	–	(320)	(320)	6 606
Housing Allowances		2 622	–	–	(55)	(55)	2 567
Other benefits and allowances		4 411	–	–	–	–	4 411
Payments in lieu of leave		4 498	–	–	(1 007)	(1 007)	3 491
Long service awards		1 526	–	–	–	–	1 526
Post-retirement benefit obligations	5	226	–	–	–	–	226
Sub Total - Other Municipal Staff		466 680	–	–	(31 100)	(31 100)	435 580
% increase							-6.7%
Total Parent Municipality		495 085	–	–	(30 133)	(30 133)	464 952
TOTAL SALARY, ALLOWANCES & BENEFITS		495 085	–	–	(30 133)	(30 133)	464 952
% increase							-6.1%
TOTAL MANAGERS AND STAFF		476 765	–	–	(30 133)	(30 133)	446 632

Table SB12: Adjustments budget – monthly revenue and expenditure (municipal vote)

DC47 Sekhukhune - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 27/02/2025																	
Description	Ref	Budget Year 2024/25												Full year budget	Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June		Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote																	
Vote 01 - Speakers Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Executive Mayor's Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Municipal Manager Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Budget And Treasury		508 426	62 575	40 452	55 082	70 825	444 732	47 611	338	186 178	186 178	186 178	273 588	2 062 162	2 062 162	1 983 935	2 117 840
Vote 05 - Infrastructure And Water Services		411	416	413	408	413	412	414	-	-	-	-	(2 887)	-	-	-	-
Vote 06 - Planning And Economic Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 07 - Community Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 08 - Sekhukhune Development Angancy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 09 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote		508 837	62 991	40 865	55 490	71 238	445 144	48 025	338	186 178	186 178	186 178	270 701	2 062 162	2 062 162	1 983 935	2 117 840
Expenditure by Vote																	
Vote 01 - Speakers Office		2 962	3 298	3 413	3 093	2 907	3 554	2 810	190	4 015	4 015	4 015	16 705	50 977	50 977	57 581	60 483
Vote 02 - Executive Mayor's Office		3 256	4 301	7 299	5 894	4 392	6 641	2 854	540	5 115	5 115	5 115	10 861	61 384	61 384	64 680	68 165
Vote 03 - Municipal Manager Office		6 323	3 796	12 270	16 561	4 826	16 995	17 909	520	9 749	9 749	9 749	3 357	111 804	111 804	135 966	137 706
Vote 04 - Budget And Treasury		3 942	5 253	9 928	5 361	5 422	5 284	5 223	2 561	15 832	15 832	15 832	104 690	195 160	195 160	204 091	212 551
Vote 05 - Infrastructure And Water Services		36 163	87 159	87 128	78 837	62 120	56 059	45 438	52 011	61 904	61 904	61 904	(69 360)	621 267	621 267	596 032	697 875
Vote 06 - Planning And Economic Development		738	1 056	1 156	1 539	1 054	1 273	1 373	17	3 149	3 149	3 149	16 913	34 565	34 565	33 503	34 734
Vote 07 - Community Services		6 466	6 130	6 107	6 917	6 559	5 988	5 951	114	6 644	6 644	6 644	17 037	81 198	81 198	86 063	91 163
Vote 08 - Sekhukhune Development Angancy		426	481	1 092	741	672	983	522	4	1 062	1 062	1 062	4 074	12 179	12 179	15 653	16 686
Vote 09 - Corporate Services		9 636	13 351	11 721	19 152	11 316	13 880	11 864	10 593	16 542	16 542	16 542	29 145	180 284	180 284	207 600	217 199
Total Expenditure by Vote		69 911	124 825	140 114	138 095	99 269	110 656	93 944	66 550	124 011	124 011	124 011	133 422	1 348 817	1 348 817	1 401 169	1 536 563
Surplus/ (Deficit)		438 926	(61 834)	(99 249)	(82 604)	(28 031)	334 488	(45 918)	(66 211)	62 167	62 167	62 167	137 280	713 345	713 345	582 766	581 278

Table SB13: Adjustments budget – monthly revenue and expenditure (functional classification)

DC47 Sekhukhune - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) - 27/02/2025

Description - Standard classification	Ref	Budget Year 2024/25												Full year budget	Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June		Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																	
Revenue - Functional																	
<i>Governance and administration</i>		508 426	62 575	40 452	55 082	70 825	444 732	47 611	338	186 178	186 178	186 178	273 588	2 062 162	2 062 162	1 983 935	2 117 840
Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance and administration		508 426	62 575	40 452	55 082	70 825	444 732	47 611	338	186 178	186 178	186 178	273 588	2 062 162	2 062 162	1 983 935	2 117 840
Internal audit													–	–	–	–	–
<i>Trading services</i>		411	416	413	408	413	412	414	–	–	–	–	(2 887)	–	–	–	–
Energy sources													–	–	–	–	–
Water management		334	339	335	331	336	335	336	–	–	–	–	(2 347)	–	–	–	–
Waste water management		76	77	77	77	77	77	78	–	–	–	–	(540)	–	–	–	–
Total Revenue - Functional		508 837	62 991	40 865	55 490	71 238	445 144	48 025	338	186 178	186 178	186 178	270 701	2 062 162	2 062 162	1 983 935	2 117 840
Expenditure - Functional																	
<i>Governance and administration</i>		32 586	36 129	50 738	56 978	35 423	52 340	46 611	14 518	57 896	57 896	57 896	181 795	680 807	680 807	755 981	787 268
Executive and council		12 541	11 395	22 983	25 548	12 125	27 189	23 573	1 250	18 879	18 879	18 879	30 923	224 165	224 165	258 227	266 354
Finance and administration		20 044	24 734	27 755	31 430	23 297	25 151	23 038	13 268	39 017	39 017	39 017	150 872	456 642	456 642	497 754	520 913
Internal audit													–	–	–	–	–
<i>Economic and environmental services</i>		1 163	1 537	2 249	2 279	1 726	2 257	1 895	21	4 210	4 210	4 210	20 987		46 744	49 157	51 420
Planning and development		1 163	1 537	2 249	2 279	1 726	2 257	1 895	21	4 210	4 210	4 210	20 987		46 744	49 157	51 420
Road transport													–		–	–	–
Environmental protection													–		–	–	–
<i>Trading services</i>		36 163	87 159	87 128	78 837	62 120	56 059	45 438	52 011	61 904	61 904	61 904	(69 360)	621 267	621 267	596 032	697 875
Energy sources		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Water management		36 163	87 159	87 128	78 837	62 120	56 059	45 438	52 011	61 757	61 757	61 757	(70 685)		619 501	594 262	695 999
Waste water management		–	–	–	–	–	–	–	–	147	147	147	1 325		1 766	1 770	1 876
Total Expenditure - Functional		69 911	124 825	140 114	138 095	99 269	110 656	93 944	66 550	124 011	124 011	124 011	133 422	1 302 073	1 348 817	1 401 169	1 536 563
Surplus/ (Deficit) 1.		438 926	(61 834)	(99 249)	(82 604)	(28 031)	334 488	(45 918)	(66 211)	62 167	62 167	62 167	137 280	760 089	713 345	582 766	581 278

Table SB14: Adjustments budget – monthly revenue and expenditure (municipal vote)

DC47 Sekhukhune - Supporting Table SB14 Adjustments Budget - monthly revenue and expenditure - 27/02/2025

Description	Ref	Budget Year 2024/25												Full year budget	Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June		Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																	
Revenue By Source																	
Exchange Revenue																	
Service charges - Water		8 463	7 891	7 384	12 127	8 069	7 623	10 074	4	8 179	8 179	8 179	11 636	97 804	97 804	101 953	106 541
Service charges - Waste Water Management		1 222	1 225	1 510	1 384	1 294	1 186	1 507	–	1 356	1 356	1 356	2 880	16 278	16 278	17 010	17 776
Sale of Goods and Rendering of Services		68	213	71	88	227	422	213	235	251	251	251			2 590	2 393	2 501
Interest earned from Receivables		3 012	3 044	3 023	2 999	3 090	3 106	3 168	–	2 825	2 825	2 825	(4 701)	25 215	25 215	19 872	20 766
Interest earned from Current and Non Current Assets		5 989	7 525	4 863	4 805	3 320	4 422	6 598	100	6 253	6 253	6 253	4 654	61 034	61 034	–	–
Operational Revenue		–	1	164	1	–	–	1	–	13 004	13 004	13 004	25 888	65 067	65 067	80	84
Non-Exchange Revenue																	
Surcharges and Taxes		–	–	–	–	–	–	–	–	0	0	0	3	4	4	4	4
Fines, penalties and forfeits		–	–	–	851	–	–	5	–	185	185	185	(35)	1 374	1 374	809	846
Transfer and subsidies - Operational		476 289	1 586	2 359	2 817	3 382	381 970	2 869	–	98 663	98 663	98 663	16 695	1 183 957	1 183 957	1 261 113	1 387 356
Interest		152	154	154	149	154	153	155	–	–	–	–	(1 072)	–	–	–	–
Operational Revenue		259	262	259	259	259	259	259	–	–	–	–	(1 814)	–	–	–	–
Gains on disposal of Assets		–	–	–	–	–	–	–	–	56	56	56	506	675	675	705	737
Other Gains		–	–	2 423	–	–	–	–	–	–	–	–	(2 423)	–	–	–	–
Total Revenue		495 454	21 901	22 209	25 481	19 795	399 142	24 848	338	130 772	130 772	130 772	52 216	265 398	1 453 998	1 403 939	1 536 609
Expenditure By Type																	
Employee related costs		33 216	34 581	37 463	37 479	34 390	33 378	34 256	19	33 704	33 704	33 704	100 739	446 632	446 632	505 171	532 654
Remuneration of councillors		1 277	1 609	1 395	1 338	1 175	1 757	1 262	–	1 527	1 527	1 527	3 926	18 320	18 320	19 419	21 560
Inventory consumed		15 995	25 510	46 067	44 403	32 609	18 953	16 169	(144 245)	(4 835)	(4 835)	(4 835)	32 507	73 463	73 463	235 856	245 560
Depreciation and amortisation		–	–	–	–	–	–	–	–	7 880	7 880	7 880	71 131	94 771	94 771	99 193	103 415
Interest		–	–	–	–	–	–	–	895	9	9	9	(812)	110	110	115	121
Contracted services		6 500	43 990	31 697	31 920	15 574	35 668	16 219	189 459	61 163	61 163	61 163	(81 267)	473 249	473 249	284 245	339 783
Transfers and subsidies		–	–	–	–	–	–	–	8 771	1 742	1 742	1 742	6 904	20 900	20 900	12 000	13 000
Irrecoverable debts written off		–	–	–	–	–	–	–	–	458	458	458	4 125	5 500	5 500	5 748	6 006
Operational costs		12 923	19 135	23 493	22 954	15 521	20 900	26 037	11 651	22 363	22 363	22 363	(3 831)		215 873	239 424	271 287
Total Expenditure		69 911	124 825	140 114	138 095	99 269	110 656	93 944	66 550	124 011	124 011	124 011	133 422	1 132 945	1 348 817	1 401 169	1 533 386
Surplus/(Deficit)		425 542	(102 924)	(117 905)	(112 614)	(79 474)	288 486	(69 096)	(66 211)	6 761	6 761	6 761	(81 206)	(867 547)	105 180	2 770	3 223
Transfers and subsidies - capital (monetary allocations)		13 383	40 866	18 121	29 888	51 443	46 002	22 816	–	55 406	55 406	55 406	219 427		608 165	579 996	581 231
Transfers and subsidies - capital (in-kind - all)		–	224	535	121	–	–	361	–	–	–	–	(1 241)		–	–	–
Surplus/(Deficit) after capital transfers & contributions		438 926	(61 834)	(99 249)	(82 604)	(28 031)	334 488	(45 918)	(66 211)	62 167	62 167	62 167	136 980	(867 547)	713 345	582 766	584 454

Table SB15: Adjustments budget – monthly cash flow

DC47 Sekhukhune - Supporting Table SB15 Adjustments Budget - monthly cash flow - 27/02/2025

Monthly cash flows	Ref	Budget Year 2024/25												Full year budget	Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June		Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																	
Cash Receipts By Source	1																
Service charges - water revenue		3 499	4 850	4 140	4 060	2 985	2 590	2 444	–	3 795	3 795	3 795	9 590	45 546	45 546	46 171	49 007
Service charges - sanitation revenue		1 288	1 474	1 850	1 574	1 330	1 254	1 620	–	1 977	1 977	1 977	7 407	23 729	23 729	25 013	26 215
Interest earned - external investments		5 830	6 242	4 730	4 449	3 145	4 239	5 982	–	4 253	4 253	4 253	3 658	51 034	51 034	53 330	55 730
Fines, penalties and forfeits		–	–	–	851	–	–	5	–	110	110	110	134	1 320	1 320	596	623
Transfers and Subsidies - Operational		474 727	2 668	–	–	4 805	379 205	–	–	98 513	98 513	98 513	25 213	1 182 157	1 182 157	1 259 451	1 385 817
Other revenue		55 109	30 017	24 328	38 561	7 943	30 120	36 122	–	187	187	187	(220 521)	2 239	2 239	3 502	3 663
Cash Receipts by Source		540 454	45 252	35 047	49 495	20 208	417 408	46 174	–	108 835	108 835	108 835	(174 519)	1 306 025	1 306 025	1 388 064	1 521 054
Other Cash Flows by Source																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		32 555	1 799	96 500	–	–	161 500	–	–	50 680	50 680	50 680	163 770	608 165	608 165	579 996	581 231
Proceeds on Disposal of Fixed and Intangible Assets		–	–	–	–	–	–	–	–	56	56	56	506	675	675	705	737
Total Cash Receipts by Source		573 009	47 051	131 547	49 495	20 208	578 908	46 174	–	159 572	159 572	159 572	(10 243)	1 914 865	1 914 865	1 968 766	2 103 022
Cash Payments by Type																	
Employee related costs		35 969	35 864	37 532	38 961	37 761	28 006	43 919	–	14 962	14 962	14 962	(123 356)	179 541	179 541	266 020	175 906
Remuneration of councillors		903	1 193	1 006	1 005	1 173	179	1 986	–	1 583	1 583	1 583	6 805	19 000	19 000	20 140	21 147
Acquisitions - water & other inventory	3	36 264	26 212	42 552	36 121	14 700	13 164	6 825	–	5 571	5 571	5 571	14 475	207 026	207 026	237 915	228 508
Contracted services		–	–	–	–	–	–	–	–	(13 948)	(13 948)	(13 948)	(125 534)	–	(167 378)	(166 334)	30 707
Other expenditure		137 397	186 763	133 723	157 711	162 785	172 440	107 476	–	81 137	81 137	81 137	(328 063)	973 642	973 642	991 441	999 923
Cash Payments by Type		210 533	250 031	214 813	233 798	216 418	213 789	160 206	–	89 305	89 305	89 305	(555 672)	1 379 209	1 211 831	1 349 181	1 456 192
Other Cash Flows/Payments by Type																	
Capital assets		18 853	40 073	30 666	29 597	59 887	42 806	18 940	–	59 358	59 358	59 358	293 396	712 290	712 290	632 796	633 412
Other Cash Flows/Payments		2 440	3 255	1 385	4 645	2 717	14 382	2 587	–	–	–	–	(31 411)	–	–	–	–
Total Cash Payments by Type		231 826	293 360	246 864	268 040	279 022	270 977	181 733	–	148 662	148 662	148 662	(293 686)	2 091 499	1 924 121	1 981 977	2 089 604
NET INCREASE/(DECREASE) IN CASH HELD		341 183	(246 309)	(115 317)	(218 545)	(258 814)	307 931	(135 559)	–	10 910	10 910	10 910	283 443	(176 634)	(9 256)	(13 211)	13 418
Cash/cash equivalents at the month/year beginning:		552 692	893 875	647 566	532 249	313 704	54 891	362 822	227 263	227 263	238 173	249 083	259 992	–	552 692	543 436	530 225
Cash/cash equivalents at the month/year end:		893 875	647 566	532 249	313 704	54 891	362 822	227 263	227 263	238 173	249 083	259 992	543 436	–	543 436	530 225	543 643

Table SB16: Adjustments budget – monthly capital expenditure (municipal vote)

DC47 Sekhukhune - Supporting Table SB16 Adjustments Budget - monthly capital expenditure (municipal vote) - 27/02/2025																			
Description - Municipal Vote	Ref	Budget Year 2024/25													Medium Term Revenue and Expenditure Framework				
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Full year budget	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27		
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget		
Multi-year expenditure appropriation	1																		
Vote 01 - Speakers Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 02 - Executive Mayor's Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 03 - Municipal Manager Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 04 - Budget And Treasury		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 05 - Infrastructure And Water Services		-	-	-	-	-	-	-	-	2 115	2 115	2 115	4 229	-	10 573	-	-		
Vote 06 - Planning And Economic Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 07 - Community Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 08 - Sekhukhune Development Angancy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 09 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Capital Multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	2 115	2 115	2 115	4 229	-	10 573	-	-		
													8 458	-	21 146	-	-		
Single-year expenditure appropriation																			
Vote 01 - Speakers Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 02 - Executive Mayor's Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 03 - Municipal Manager Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 04 - Budget And Treasury		67	-	-	107	-	-	-	899	(28)	(28)	(28)	7 044	-	8 032	4 800	5 016		
Vote 05 - Infrastructure And Water Services		18 786	40 043	30 237	29 122	59 887	42 806	18 940	2 093	59 909	59 909	59 909	271 045	-	692 686	627 996	628 396		
Vote 06 - Planning And Economic Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 07 - Community Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 08 - Sekhukhune Development Angancy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Vote 09 - Corporate Services		-	30	430	369	-	-	-	-	83	83	83	(79)	-	1 000	-	-		
Capital single-year expenditure sub-total	3	18 853	40 073	30 666	29 597	59 887	42 806	18 940	2 992	59 964	59 964	59 964	278 010	-	701 717	632 796	633 412		
Total Capital Expenditure	2	18 853	40 073	30 666	29 597	59 887	42 806	18 940	2 992	62 079	62 079	62 079	282 239	-	712 290	632 796	633 412		

Table SB17: Adjustments budget – monthly capital expenditure (functional classification)

DC47 Sekhukhune - Supporting Table SB17 Adjustments Budget - monthly capital expenditure (functional classification) - 27/02/2025																	
Description	Ref	Budget Year 2024/25												Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	
R thousands																	
Capital Expenditure - Functional																	
Governance and administration		67	30	430	476	–	–	–	899	55	55	55	6 965	9 032	4 800	5 016	
Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Finance and administration		67	30	430	476	–	–	–	899	55	55	55	6 965	9 032	4 800	5 016	
Internal audit													–	–	–	–	
Community and public safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Community and social services													–	–	–	–	
Sport and recreation													–	–	–	–	
Public safety													–	–	–	–	
Housing													–	–	–	–	
Health													–	–	–	–	
Economic and environmental services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Road transport													–	–	–	–	
Environmental protection													–	–	–	–	
Trading services		18 786	40 043	30 237	29 122	59 887	42 806	18 940	2 093	62 024	62 024	62 024	275 274	703 258	627 996	628 396	
Energy sources													–	–	–	–	
Water management		18 786	40 043	30 237	29 122	59 887	42 806	18 940	2 093	62 024	62 024	62 024	275 274	703 258	627 996	628 396	
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Waste management													–	–	–	–	
Other													–	–	–	–	
Total Capital Expenditure - Functional		18 853	40 073	30 666	29 597	59 887	42 806	18 940	2 992	62 079	62 079	62 079	282 239	712 290	632 796	633 412	

Table SB18a: Adjustments budget – capital expenditure on new assets by assets

DC47 Sekhukhune - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 27/02/2025												
Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		7	8	9	10	11	12	13	14			
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure on new assets by Asset Class/Sub-class												
Infrastructure		664 612	-	-	-	-	-	6 514	6 514	671 126	627 110	627 513
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		664 612	-	-	-	-	-	6 514	6 514	671 126	627 110	627 513
Bulk Mains		69 685	-	-	-	-	-	21 639	21 639	91 324	221 614	349 898
Distribution		594 926	-	-	-	-	-	(15 125)	(15 125)	579 802	405 496	277 616
Other assets		1 000	-	-	-	-	-	-	-	1 000	-	-
Operational Buildings		1 000	-	-	-	-	-	-	-	1 000	-	-
Municipal Offices		1 000	-	-	-	-	-	-	-	1 000	-	-
Intangible Assets		3 600	-	-	-	-	-	-	-	3 600	-	1 000
Servitudes									-	-		
Licences and Rights		3 600	-	-	-	-	-	-	-	3 600	-	1 000
Computer Software and Applications		3 600	-	-	-	-	-	-	-	3 600	-	1 000
Load Settlement Software Applications									-	-		
Unspecified									-	-		
Computer Equipment		1 500	-	-	-	-	-	-	-	1 500	1 000	-
Computer Equipment		1 500	-	-	-	-	-	-	-	1 500	1 000	-
Furniture and Office Equipment		3 500	-	-	-	-	-	-	-	3 500	-	-
Furniture and Office Equipment		3 500	-	-	-	-	-	-	-	3 500	-	-
Total Capital Expenditure on new assets to be adjusted	1	674 212	-	-	-	-	-	6 514	6 514	680 726	628 110	628 513

Table SB18b: Adjustments budget – capital expenditure on renewal of existing assets

DC47 Sekhukhune - Supporting Table SB18b Adjustments Budget - capital expenditure on renewal of existing assets by asset class - 27/02/2025												
Description	Ref	Budget Year 2024/25									Budget Year +1	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure on renewal of existing assets by Asset Class/Sub-class												
Infrastructure		6 149	-	-	-	-	-	(4 626)	(4 626)	1 523	-	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		6 149	-	-	-	-	-	(4 626)	(4 626)	1 523	-	-
Dams and Weirs									-	-		
Boreholes		-	-	-	-	-	-	-	-	-	-	-
Reservoirs									-	-		
Pump Stations									-	-		
Water Treatment Works		6 149	-	-	-	-	-	(4 626)	(4 626)	1 523	-	-
Bulk Mains									-	-		
Transport Assets		6 032	-	-	-	-	-	-	-	6 032	2 000	2 090
Transport Assets		6 032	-	-	-	-	-	-	-	6 032	2 000	2 090
Land		-	-	-	-	-	-	-	-	-	-	-
Land									-	-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals									-	-		
Living resources		-	-	-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-	-	-
Policing and Protection									-	-		
Zoological plants and animals									-	-		
Immature		-	-	-	-	-	-	-	-	-	-	-
Policing and Protection									-	-		
Zoological plants and animals									-	-		
Total Capital Expenditure on renewal of existing assets to be adjusted	1	12 181	-	-	-	-	-	(4 626)	(4 626)	7 555	2 000	2 090

Table SB18c: Adjustments budget – expenditure on repairs and maintenance by asset class

DC47 Sekhukhune - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - 27/02/2025

Description	Ref	Budget Year 2024/25									Budget Year +1	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		94 687	-	-	-	-	-	80 175	80 175	174 862	85 549	137 024
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		80 676	-	-	-	-	-	80 075	80 075	160 751	50 281	47 959
Dams and Weirs									-	-		
Boreholes		67 922	-	-	-	-	-	85 603	85 603	153 525	36 954	34 032
Distribution		12 754	-	-	-	-	-	(5 528)	(5 528)	7 226	13 328	13 927
Distribution Points									-	-		
PRV Stations									-	-		
Capital Spares									-	-		
Sanitation Infrastructure		12 511	-	-	-	-	-	100	100	12 611	32 133	85 930
Pump Station									-	-		
Reticulation		350	-	-	-	-	-	100	100	450	19 425	72 650
Waste Water Treatment Works									-	-		
Outfall Sewers		12 161	-	-	-	-	-	-	-	12 161	12 708	13 280
Toilet Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares									-	-		
Solid Waste Infrastructure		1 500	-	-	-	-	-	-	-	1 500	3 135	3 135
Electricity Generation Facilities		1 500	-	-	-	-	-	-	-	1 500	3 135	3 135
Capital Spares									-	-		
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		1 000	-	-	-	-	-	(100)	(100)	900	1 000	1 000
Other Heritage		1 000	-	-	-	-	-	(100)	(100)	900	1 000	1 000
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		3 310	-	-	-	-	-	-	-	3 310	4 410	5 010
Operational Buildings		3 310	-	-	-	-	-	-	-	3 310	4 410	5 010
Municipal Offices		2 750	-	-	-	-	-	-	-	2 750	3 850	4 450
Pay/Enquiry Points									-	-		
Building Plan Offices		560	-	-	-	-	-	-	-	560	560	560
Computer Equipment		650	-	-	-	-	-	(650)	(650)	-	679	710
Computer Equipment		650	-	-	-	-	-	(650)	(650)	-	679	710
Furniture and Office Equipment		2 100	-	-	-	-	-	650	650	2 750	2 195	2 293
Furniture and Office Equipment		2 100	-	-	-	-	-	650	650	2 750	2 195	2 293
Machinery and Equipment		244	-	-	-	-	-	120	120	364	8 256	8 270
Machinery and Equipment		244	-	-	-	-	-	120	120	364	8 256	8 270
Transport Assets		13 000	-	-	-	-	-	-	-	13 000	16 000	17 000
Transport Assets		13 000	-	-	-	-	-	-	-	13 000	16 000	17 000
Total Repairs and Maintenance Expenditure to be adjusted	1	114 991	-	-	-	-	-	80 195	80 195	195 186	118 089	171 307

Table SB18d: Adjustments budget – depreciation by asset class

DC47 Sekhukhune - Supporting Table SB18d Adjustments Budget - depreciation by asset class - 27/02/2025													
Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26		Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12	13	14			
R thousands		A	A1	B	C	D	E	F	G	H			
<u>Depreciation by Asset Class/Sub-class</u>													
<u>Infrastructure</u>		94 700	-	-	-	-	-	-	-	94 700	98 962	103 415	
Roads Infrastructure		5 900	-	-	-	-	-	-	-	5 900	6 166	6 443	
Roads		5 900	-	-	-	-	-	-	-	5 900	6 166	6 443	
Capital Spares													
Water Supply Infrastructure		79 500	-	-	-	-	-	-	-	79 500	83 078	86 816	
Dams and Weirs		22 500	-	-	-	-	-	-	-	22 500	23 513	24 571	
Distribution		57 000	-	-	-	-	-	-	-	57 000	59 565	62 245	
Sanitation Infrastructure		5 800	-	-	-	-	-	-	-	5 800	6 061	6 334	
Pump Station		-	-	-	-	-	-	-	-	-	-	-	
Reticulation		5 800	-	-	-	-	-	-	-	5 800	6 061	6 334	
Solid Waste Infrastructure		3 500	-	-	-	-	-	-	-	3 500	3 658	3 822	
Landfill Sites		3 500	-	-	-	-	-	-	-	3 500	3 658	3 822	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
<u>Community Assets</u>		-	-	-	-	-	-	-	-	-	-	-	
<u>Heritage assets</u>		-	-	-	-	-	-	-	-	-	-	-	
<u>Investment properties</u>		-	-	-	-	-	-	-	-	-	-	-	
<u>Other assets</u>		-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	
<u>Biological or Cultivated Assets</u>		-	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
<u>Intangible Assets</u>		-	-	-	-	-	-	-	-	-	-	-	
<u>Computer Equipment</u>		221	-	-	-	-	-	(150)	(150)	71	231	-	
Computer Equipment		221	-	-	-	-	-	(150)	(150)	71	231	-	
Total Depreciation to be adjusted	1	94 921	-	-	-	-	-	(150)	(150)	94 771	99 193	103 415	

Table SB18e: Adjustments budget – capital expenditure on upgrading of existing assets by asset class

DC47 Sekhukhune - Supporting Table SB18e Adjustments Budget - capital expenditure on upgrading of existing assets by asset class - 27/02/2025												
Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		7	8	9	10	11	12	13	14			
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class												
Infrastructure		2 571	-	-	-	-	-	21 439	21 439	24 010	2 686	2 809
Roads Infrastructure		2 571	-	-	-	-	-	600	600	3 171	2 686	2 809
Roads												
Road Structures		2 571	-	-	-	-	-	600	600	3 171	2 686	2 809
Road Furniture												
Capital Spares												
Water Supply Infrastructure		-	-	-	-	-	-	20 839	20 839	20 839	-	-
Water Treatment Works		-	-	-	-	-	-	20 839	20 839	20 839	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing assets to be adjusted	1	2 571	-	-	-	-	-	21 439	21 439	24 010	2 686	2 809

Table SB19: Adjustments budget – list of capital projects affected by the annual budget adjustments

DC47 Sekhukhune - Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget - 27/02/2025										
Function	Project Description	Project Number	Type	Ward Location	Medium Term Revenue and Expenditure Framework					
					Budget Year 2024/25		Budget Year +1 2025/26		Budget Year +2 2026/27	
R thousands					Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
Parent municipality:										
List all capital projects grouped by Function										
Finance	Machinery And Equipment	PC001002004007_00047	NEW	R-WHOLE OF THE DISTRICT	5 980	-	2 800	2 800	2 926	2 926
Water Distribution	Mig-Nsd07 Region Water Schm Reserv	PC001001001004005_00013	RENEWAL	R-WHOLE OF THE DISTRICT	-	1 523	-	-	-	-
Water Distribution	Sdm - Nsd07 Region Water Schm Reserv	PC001001001004005_00003	RENEWAL	R-WHOLE OF THE DISTRICT	6 149	-	-	-	-	-
Water Distribution	Mig-Refurbishment Of Dennilton Wwtw	PC001001002004005_00002	UPGRADING	R-WHOLE OF THE DISTRICT	-	10 266	-	-	-	-
Water Distribution	Mig-Refurbishment Of Leeuwfontein Wwtw	PC001001002004005_00001	UPGRADING	R-WHOLE OF THE DISTRICT	-	10 573	-	-	-	-
Water Distribution	Rams Capital Acquisition	PC001001002006002_00001	UPGRADING	R-ELIAS MOTSOLEDI	-	600	-	-	-	-
Water Distribution	Mig - Lebalelo Central Subscheme 1a	PC001002004006_00006	NEW	R-WHOLE OF THE DISTRICT	-	20 000	-	-	83 653	83 653
Water Distribution	Mig - Lebalelo Central Subscheme 3a	PC001002004006_00008	NEW	R-WHOLE OF THE DISTRICT	-	5 639	-	-	88 653	88 653
Water Distribution	Upgrade Of Vergelegen Phase 1	PC001002004006_00005	NEW	R-WHOLE OF THE DISTRICT	4 000	-	2 000	2 000	2 000	2 000
Water Distribution	Covid-19 Mig - Covid 19 Projects	PC001002004007_00014	NEW	R-WHOLE OF THE DISTRICT	-	1 132	-	-	-	-
Water Distribution	Ga Maphopha Command Res	PC001002004007_00020	NEW	R-GREATER TUBATSE/FETAKG	-	500	-	-	-	-
Water Distribution	Gamogashwa(Sengapudi & Manamane)	PC001002004007_00061	NEW	R-ADMIN OR HEAD OFFICE	1 148	-	-	-	-	-
Water Distribution	Maebe Water Supply Phase Iv	PC001002004007_00028	NEW	R-WHOLE OF THE DISTRICT	-	1 500	-	-	-	-
Water Distribution	Mig - Capital Replacement Reserve O&M	PC001002004007_00022	NEW	R-WHOLE OF THE DISTRICT	45 000	-	-	-	-	-
Water Distribution	Mig - Upgrading Of De Hoop Wtw	PC001002004007_00053	NEW	R-WHOLE OF THE DISTRICT	72 556	31 957	-	-	-	-
Water Distribution	Mig - Upgrading Of Groblersdal-Luckau P1	PC001002004007_00054	NEW	R-WHOLE OF THE DISTRICT	150 064	160 064	-	-	-	-
Water Distribution	Mig Motlailana; Makgemeng & Taung Ws	PC001002004007_00024	NEW	R-WHOLE OF THE DISTRICT	-	4 065	-	-	-	-
Water Distribution	Mig- Moutse East & West Water Retic	PC001002004007_00057	NEW	R-WHOLE OF THE DISTRICT	66 989	76 989	-	-	-	-
Water Distribution	Mig- Moutse East & West Water Retic Ph2	PC001002004007_00044	NEW	R-WHOLE OF THE DISTRICT	20 000	40 000	68 155	68 155	-	-
Water Distribution	Mig- Moutse East & West Water Retic Ph4	PC001002004007_00046	NEW	R-WHOLE OF THE DISTRICT	-	15 800	63 674	63 674	130 357	130 357
Water Distribution	Mig-Gamogashwa(Sengapudi) & (Manamane)	PC001002004007_00043	NEW	R-WHOLE OF THE DISTRICT	-	338	-	-	-	-
Water Distribution	Mig-Lebalelo Central	PC001002004007_00009	NEW	R-WHOLE OF THE DISTRICT	-	5 760	-	-	-	-
Water Distribution	Mig-Malekane Regional Water Scheme	PC001002004007_00045	NEW	R-WHOLE OF THE DISTRICT	-	8 943	-	-	-	-
Water Distribution	Mig-Olifantpoort South Rws Phase 8	PC001002004007_00043	NEW	R-WHOLE OF THE DISTRICT	17 538	19 103	-	-	-	-
Water Distribution	Sdm- Em Rehab-Groblersdal Bulk Sewer	PC001002004007_00036	NEW	R-WHOLE OF THE DISTRICT	3 000	-	1 000	1 000	1 000	1 000
Water Distribution	Sdm- Ga Marishane Ws	PC001002004007_00027	NEW	R-WHOLE OF THE DISTRICT	-	1 000	-	-	-	-

Table SB20: Adjustments budget – depreciation by asset class

DC47 Sekhukhune - Supporting Table SB20 Not required - 27/02/2025

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	4	5	6	8	9	10	11			
R thousands		A	A1	B	C	D	E	F	G	H		
<u>Revenue By Municipal Entity</u>												
Entity 1 total revenue									-	-		
Entity 2 total revenue									-	-		
Entity 3 (etc) total revenue									-	-		
Total Operating Revenue	1	-	-	-	-	-	-	-	-	-	-	-
<u>Expenditure By Municipal Entity</u>												
Entity 1 total operating expenditure									-	-		
Entity 2 total operating expenditure									-	-		
Entity 3 etc. total operating expenditure									-	-		
Total Operating Expenditure	2	-	-	-	-	-	-	-	-	-	-	-
<u>Capital Expenditure By Municipal Entity</u>												
Entity 1 total capital expenditure									-	-		
Entity 2 total capital expenditure									-	-		
Entity 3 etc. total capital expenditure									-	-		
Total Capital Expenditure	2	-	-	-	-	-	-	-	-	-	-	-

Quality Certification

I, **Mr. Kgware M.M.**, The municipal manager of the Sekhukhune District Municipality, hereby certify that the 2024/25 annual adjusted budget and supporting documentation were prepared in accordance with the Municipal Finance Management Act and its regulations.

Print Name: Meshack Mahlagaume Kgware

Accounting Officer of Sekhukhune District Municipality (DC47)

Signature _____

Date _____