



Special Adjustment Budget 2024/2025

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1. PURPOSE

The purpose of the report is to obtain council approval on the Special adjustment budget for Amahlathi Local Municipality for 2024/2025 financial year.

2. LEGAL/STATUTORY REQUIREMENTS

Municipal Finance Management Act

Municipal Budget and Reporting Regulations

3. BACKGROUND

In terms of section 28(2) (b) of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) read together with sub-regulation 23 of the Municipal Budget and Reporting Regulations, municipalities must adjust their MTREF budgets to account for the additional revenues that become available over and above those anticipated in the annual budget. An adjustment budget:-

- Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year.
- May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for.
- May authorise the utilisation of projected savings in one vote towards spending under another vote.
- May correct any errors in the annual budget; and
- May provide for any other expenditure within a prescribed framework

When an adjustments budget is tabled, it must be accompanied by:-

- An explanation how the adjustments budget affects the annual budget;
- A motivation of any material changes to the annual budget;

- An explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
- Any other supporting documentation that may be prescribed.

4. MAYORS REPORT

The Adjustment Budget that I present to you is in terms of section 28 of the Municipal Finance Management Act, which requires that the municipalities should revise their annual budgets where there are additional funds that become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for. The special adjustments budget emanates from correction in error of the Office of the Premier allocation and an additional R300,000 EPWP allocation received. The adjustment budget also caters for the increased revenue from electricity and proceeds from the sale of municipal fleet.

The following is the table depicting the high-level overview of the Special adjustments budget for the 2024/25 Financial Year

Description	2024/25 MTREF	2024/25 MID-YEAR ADJUSTMENT	2024/25 SPECIAL ADJUSTMENT
Operating Revenue (Excl. capital transfers)	266 172 387	279 200 697	312 054 970
Operating Expenditure	308 577 094	298 302 792	298 302 791
Surplus or (Deficit) before capital transfers	(42 404 707)	(59 563 105)	13 752 179
Capital Transfers	59 537 850	135 091 851	79 091 851
Surplus / (Deficit) after capital transfers	(29 311 820)	2 406 503	92 844 030
Capital Expenditure	62 147 850	140 846 351	86 346 352
Surplus / (Deficit)	(69 739 020)	(63 243 446)	6 497 678

The total revenue excluding capital transfers has been increased from R279 million to R312 million. There has been no change in the operating expenditure.

The Special adjustments budget that is tabled before council is a budgeted surplus. The budget will be deemed unfunded due the projected cash that

cannot cover the commitments of creditors at year end. The municipality has however reduced the deficit when compared to the final budget and mid-year budget and turned it into a surplus in the special adjustments budget.

5. ADJUSTMENT BUDGET RELATED RESOLUTIONS

Below are the resolutions that must be approved by council with 2024/25 special adjustments budget.

- a. That the Special Adjustments Budget for 2024/2025 and the indicative 2 outer financial years 2025/2026 and 2026/2027 **BE APPROVED** as set out in the following budget tables:-
 - 1.1 Table A1 Budget Summary
 - 1.2 Table A2 Budgeted Financial Performance by Standard Classification
 - 1.3 Table A3 Budgeted Financial Performance by Vote
 - 1.4 Table A4 Budgeted Financial Performance – Revenue by Source and Expenditure by type
 - 1.5 Table A5 Budgeted Capital
 - 1.6 Table A6 Budgeted Financial Position
 - 1.7 Table A7 Budgeted Cash Flows
 - 1.8 Table A8 Budgeted Backed Reserves and Accumulated Surplus Reconciliation
 - 1.9 Table A9 Asset management
 - 1.10 Table A10 Basic Service Delivery Measurement
- b. That the list of revised capital projects **BE APPROVED.**
- c. That the funding plan **BE NOTED.**
- d. That the Special Adjustments Budget **BE APPROVED.**

6. EXECUTIVE SUMMARY

The revenue of the municipality continues to be under pressure due to various factors; which include the culture on non-payment by debtors; the slow economic growth rate; unemployment rate which was also exacerbated by the

pandemic and high salary bill. The municipality has recently reviewed its revenue raising strategies and these have been approved by council. The progress on implementation of the revenue enhancement strategy is being reported on a quarterly basis. Below is a high-level summary of the adjustment budget. The operating revenue has been adjusted upwards from R279 million to R312 million excluding capital transfers and this is largely due to slight improvement in electricity service charges revenue and slight increase in EPWP allocation. The operating expenditure has remained unchanged on R298 million; the material adjustment in expenditure is mainly due to the implementation of the court judgment and increase in EPWP co-funding.

EC124 Amahlathi - Table B1 Adjustments Budget Summary - May 2025

Description	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	26 746	26 746	-	-	-	-	-	-	26 746	29 335	32 227
Service charges	62 935	75 638	-	-	-	-	6 000	6 000	81 638	71 429	75 715
Investment revenue	3 892	3 892	-	-	-	-	-	-	3 892	4 071	4 254
Transfers recognised - operational	145 505	145 985	-	-	-	-	300	300	146 285	142 475	137 420
Other own revenue	27 095	26 940	-	-	-	-	26 554	26 554	53 495	21 428	22 626
Total Revenue (excluding capital transfers and contributions)	266 172	279 201	-	-	-	-	32 854	32 854	312 055	268 738	272 242
Employee costs	141 493	131 521	-	-	-	-	-	-	131 521	147 978	154 575
Remuneration of councillors	15 031	15 031	-	-	-	-	-	-	15 031	15 722	16 430
Depreciation & asset impairment	50 186	50 186	-	-	-	-	-	-	50 186	50 204	51 895
Finance charges	3 000	2 500	-	-	-	-	-	-	2 500	3 150	2 150
Inventory consumed and bulk purchases	58 486	58 246	-	-	-	-	-	-	58 246	61 019	63 758
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	40 449	40 820	-	-	-	-	-	-	40 820	33 480	24 833
Total Expenditure	308 645	298 303	-	-	-	-	-	-	298 303	311 552	313 640
Surplus/(Deficit)	(42 473)	(19 102)	-	-	-	-	32 854	32 854	13 752	(42 815)	(41 398)
Transfers and subsidies - capital (monetary allocations)	59 538	135 092	-	-	-	-	(56 000)	(56 000)	79 092	74 639	46 240
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	17 065	115 990	-	-	-	-	(23 146)	(23 146)	92 844	31 824	4 842
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	17 065	115 990	-	-	-	-	(23 146)	(23 146)	92 844	31 824	4 842
Capital expenditure & funds sources											
Capital expenditure	62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140
Transfers recognised - capital	59 538	135 692	-	-	-	-	(56 000)	(56 000)	79 692	56 139	30 740
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	2 610	5 155	-	-	-	-	1 500	1 500	6 655	1 450	400
Total sources of capital funds	62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140
Financial position											
Total current assets	83 733	67 318	-	-	-	-	3 300	3 300	70 618	64 768	69 393
Total non current assets	453 285	531 984	-	-	-	-	(54 500)	(54 500)	477 484	467 285	458 166
Total current liabilities	253 489	217 413	-	-	-	-	-	-	217 413	200 212	209 257
Total non current liabilities	39 813	39 813	-	-	-	-	-	-	39 813	41 644	43 518
Community wealth/Equity	243 716	342 076	-	-	-	-	(51 200)	(51 200)	290 876	290 197	274 785
Cash flows											
Net cash from (used) operating	76 629	155 969	-	-	-	-	(51 200)	(51 200)	104 769	70 834	46 527
Net cash from (used) investing	(71 240)	(140 846)	-	-	-	-	54 500	54 500	(86 346)	(58 796)	(31 140)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	21 092	30 825	-	-	-	-	3 300	3 300	34 125	33 129	37 478
Cash backing/surplus reconciliation											
Cash and investments available	21 092	30 825	-	-	-	-	3 300	3 300	34 125	33 129	37 478
Application of cash and investments	185 745	163 617	-	-	-	-	4 194	4 194	167 811	160 234	165 981
Balance - surplus (shortfall)	(164 654)	(132 792)	-	-	-	-	(894)	(894)	(133 686)	(127 105)	(128 504)
Asset Management											
Asset register summary (WDV)	453 285	531 984	-	-	-	-	(54 500)	(54 500)	477 484	467 285	458 166
Depreciation	24 186	24 186	-	-	-	-	-	-	24 186	24 704	26 895
Renewal and Upgrading of Existing Assets	13 420	13 463	-	-	-	-	-	-	13 463	16 250	11 453
Repairs and Maintenance	3 765	2 895	-	-	-	-	-	-	2 895	3 269	3 084
Free services											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	3 225	-	-	-	-	-	-	3 225	1 688	1 789
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

7. OPERATING REVENUE FRAMEWORK

The municipality is implementing various revenue strategies which include, financial improvement plan and debt incentive scheme with an objective to improve financial viability. In order, to meet the objective of the strategy a financial improvement committee monitors and evaluates the implementation of the strategy. The committee ensure that there is monitoring of the implementation of the financial improvement plan and full implementation of the credit control policy and debt collection policy.

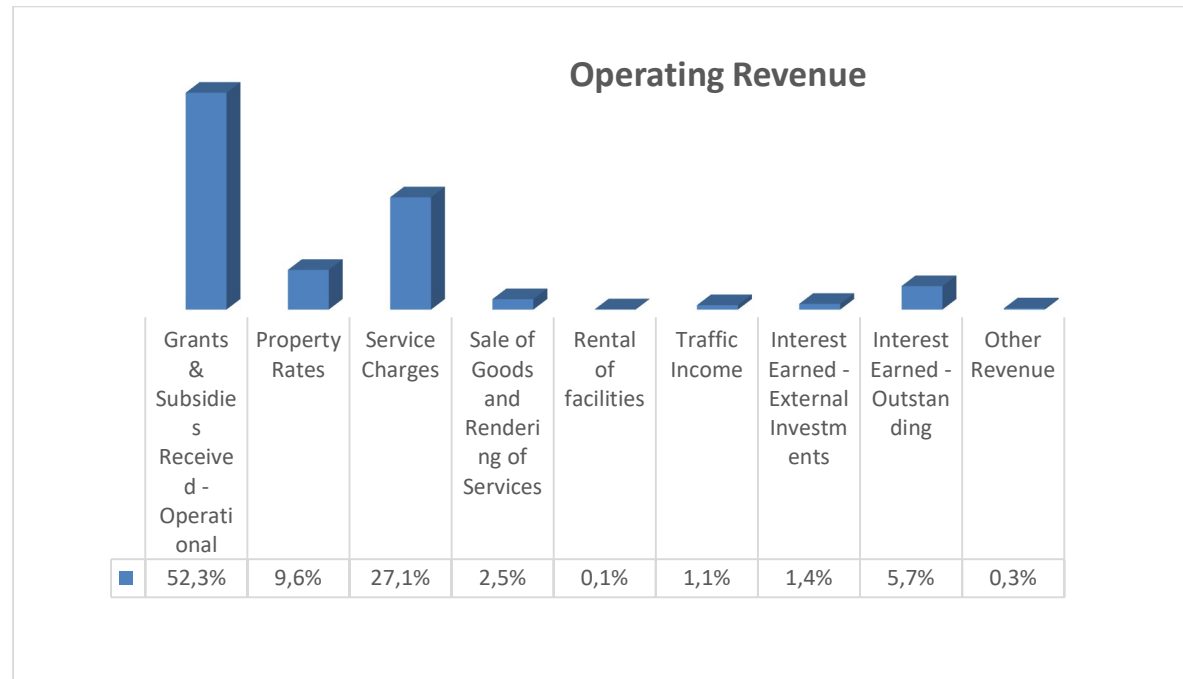
Below is the table reflecting the summary of revenue by source.

EC124 Amahlathi - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - May 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
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	49 465	62 168	-	-	-	-	6 000	6 000	68 168	57 151	60 580
Service charges - Water	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - Waste Management	2	13 469	13 469	-	-	-	-	-	-	13 469	14 278	15 134
Sale of Goods and Rendering of Services		6 185	7 053					-	-	7 053	6 524	6 906
Agency services		1 918	1 151					-	-	1 151	2 007	2 097
Interest		-	-					-	-	-	-	-
Interest earned from Receivables		7 779	8 205					-	-	8 205	1 061	1 124
Interest earned from Current and Non Current Assets		3 892	3 892					-	-	3 892	4 071	4 254
Dividends		-	-					-	-	-	-	-
Rent on Land		-	-					-	-	-	-	-
Rental from Fixed Assets		366	200					-	-	200	384	404
Licence and permits		3 066	1 841					-	-	1 841	3 207	3 351
Operational Revenue		133	853					-	-	853	138	151
Non-Exchange Revenue												
Property rates	2	26 746	26 746	-	-	-	-	-	-	26 746	29 335	32 227
Surcharges and Taxes		-	-					-	-	-	-	-
Fines, penalties and forfeits		29	17					-	-	17	30	31
Licences or permits		-	-					-	-	-	-	-
Transfer and subsidies - Operational		145 505	145 985					300	300	146 285	142 475	137 420
Interest		7 620	7 620					-	-	7 620	8 077	8 562
Fuel Levy		-	-					-	-	-	-	-
Operational Revenue		-	-					26 554	26 554	26 554	-	-
Gains on disposal of Assets		-	-					-	-	-	-	-
Other Gains		-	-					-	-	-	-	-
Discontinued Operations		-	-					-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		266 172	279 201	-	-	-	-	32 854	32 854	312 055	268 738	272 242

- Service charges – Electricity has been increased from R62 million to R68 million due to increased sales and decrease in distribution losses.
- The operational transfers have been increased from R145.9 million to R146.2 million due to the increase allocation of EPWP grant.
- Operating Revenue increase to R26 million to include provision for the first Eskom Debt Relief Write-off.

Operational grants constitute 52.3% of operating revenue; property rates and service charges 36.7% and other revenue 11%. This is an indication that the municipality is still heavily dependent on grants. Below is the graph depicting the split of total operating revenue.



7.1 OPERATING REVENUE BY FUNCTION

Below is the operating revenue by function.

EC124 Amahlathi - Table B2 Adjustments Budget Financial Performance (functional classification) - May 2025

Standard 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
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		180 407	188 661	-	-	-	-	26 554	26 554	215 215	182 134	180 602
Executive and council		150 128	142 947	-	-	-	-	26 554	26 554	169 501	149 983	145 330
Finance and administration		30 279	45 715	-	-	-	-	-	-	45 715	32 151	35 272
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		7 451	7 758	-	-	-	-	-	-	7 758	7 699	8 051
Community and social services		2 032	2 032	-	-	-	-	-	-	2 032	2 021	2 032
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		5 301	5 301	-	-	-	-	-	-	5 301	5 619	5 956
Housing		118	425	-	-	-	-	-	-	425	59	63
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		63 280	135 904	-	-	-	-	(55 700)	(55 700)	80 204	73 865	42 661
Planning and development		56 611	131 445	-	-	-	-	(56 000)	(56 000)	75 445	68 153	36 689
Road transport		6 323	4 320	-	-	-	-	300	300	4 620	5 349	5 591
Environmental protection		346	138	-	-	-	-	-	-	138	363	381
<i>Trading services</i>		74 573	81 970	-	-	-	-	6 000	6 000	87 970	79 679	87 168
Energy sources		54 325	67 028	-	-	-	-	6 000	6 000	73 028	65 401	72 033
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		20 247	14 941	-	-	-	-	-	-	14 941	14 278	15 134
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	325 710	414 293	-	-	-	-	(23 146)	(23 146)	391 147	343 377	318 482

The table below depicts the grants to be received by the Municipality during 2024/25 financial year.

7.2 Grants and subsidies

EC124 Amahlathi - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -

Description	Ref	Budget Year 2024/25							Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget A	Prior Adjusted 7 A1	Multi-year capital 8 B	Nat. or Prov. Govt 9 C	Other Adjusts. 10 D	Total Adjusts. 11 E	Adjusted Budget 12 F	Adjusted Budget	Adjusted Budget
R thousands										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		143 651	143 801	-	300	-	300	144 101	140 683	135 628
Local Government Equitable Share		138 370	138 370				-	138 370	136 786	131 397
Finance Management	3	2 200	2 200				-	2 200	2 200	2 400
Municipal Systems Improvement		-	-				-	-	-	-
EPWP Incentive		1 211	1 211		300		300	1 511	-	-
PMU 5%		1 870	1 870				-	1 870	1 697	1 831
Disaster Relief Grant		-	-				-	-	-	-
Energy Efficiency & Demand-Side Management Grant			150				-	150		
Provincial Government:		1 854	2 184	-	-	-	-	2 184	1 792	1 792
Sport and Recreation		1 792	1 792				-	1 792	1 792	1 792
Human Settlements	4	62	62				-	62		
Sela			330				-	330		
Other transfers and grants [insert description]	5						-	-		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Total Operating Transfers and Grants	6	145 505	145 985	-	300	-	300	146 285	142 475	137 420
Capital Transfers and Grants										
National Government:		59 538	73 620	-	-	-	-	73 620	59 639	46 240
Municipal Infrastructure Grant (MIG)		35 533	35 533				-	35 533	32 244	34 787
INEP Grant		1 860	1 860				-	1 860	8 250	7 453
Disaster Grant		19 145	33 377				-	33 377	19 145	-
Energy Efficiency & Demand-Side Management Grant		3 000	2 850				-	2 850	-	4 000
Other capital transfers [insert description]							-	-		
Provincial Government:		-	61 472	-	(56 000)	-	(56 000)	5 472	-	-
Office of the Premier			60 000		(56 000)		(56 000)	4 000		
Waste Grant			1 472				-	1 472		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Total Capital Transfers and Grants	6	59 538	135 092	-	(56 000)	-	(56 000)	79 092	59 639	46 240
TOTAL RECEIPTS OF TRANSFERS & GRANTS		205 043	281 077	-	(55 700)	-	(55 700)	225 377	202 114	183 660

8. OPERATING EXPENDITURE FRAMEWORK

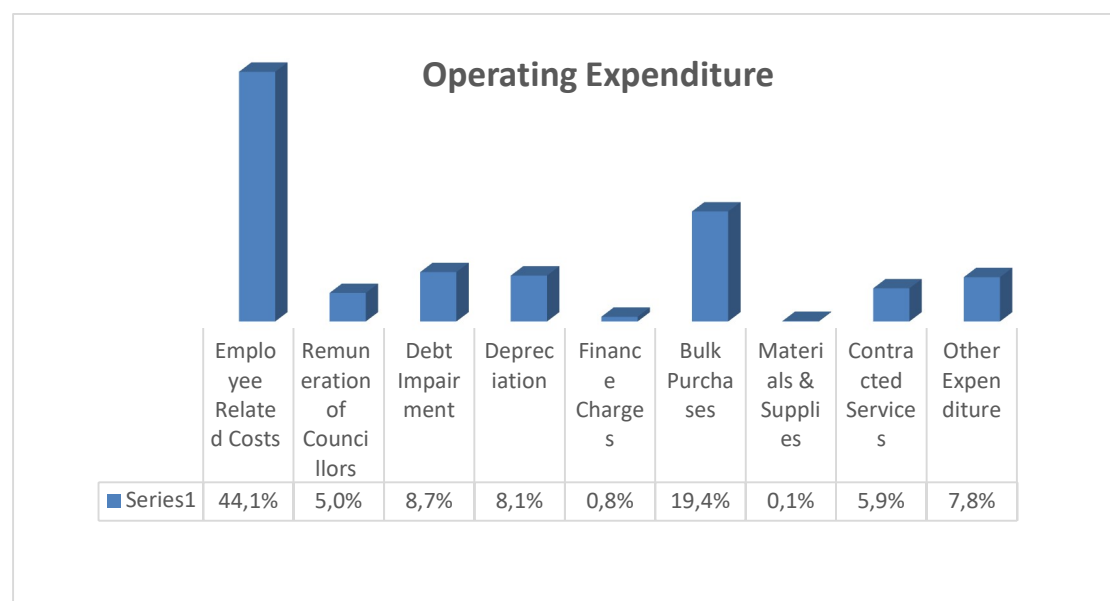
The table below depicts the high-level summary of the Mid-year adjustments budget classified per main type.

EC124 Amahlathi - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - May 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
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		141 493	131 521	-	-	-	-	-	-	131 521	147 978	154 575
Remuneration of councillors		15 031	15 031	-	-	-	-	-	-	15 031	15 722	16 430
Bulk purchases - electricity		57 965	57 965	-	-	-	-	-	-	57 965	60 631	63 360
Inventory consumed		521	281	-	-	-	-	-	-	281	388	399
Debt impairment		26 000	26 000	-	-	-	-	-	-	26 000	25 500	25 000
Depreciation and amortisation		24 186	24 186	-	-	-	-	-	-	24 186	24 704	26 895
Interest		3 000	2 500	-	-	-	-	-	-	2 500	3 150	2 150
Contracted services		17 491	17 472	-	-	-	-	-	-	17 472	14 301	7 916
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		-	-	-	-	-	-	-	-	-	-	-
Operational costs		22 958	23 347	-	-	-	-	-	-	23 347	19 179	16 917
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	1	-	-	-	-	-	-	1	-	-
Total Expenditure		308 645	298 303	-	-	-	-	-	-	298 303	311 552	313 640

- There has been no changes to operating expenditure

Employee costs constitute 44.1% of operational expenditure; non-cash items constitute 16.8%; Bulk Purchases 19.4% and these are the expenditure items with bigger percentage share in operating expenditure. Below is the graph depicting the split of total operating expenditure.



9. CAPITALEXPENDITURE

The following table provides a breakdown of budgeted capital expenditure by function.

EC124 Amahlathi - Table B5 Adjustments Capital Expenditure Budget by vote and funding - May 2025

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Single-year expenditure to be adjusted	2											
Vote 1 - Executive & Council		400	650	-	-	-	-	-	-	650	450	400
Vote 2 - Finance and Admin		950	1 128	-	-	-	-	-	-	1 128	-	-
Vote 3 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Sport & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	1 500	1 500	1 500	1 000	-
Vote 7 - Housing		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Planning & Development		54 678	49 765	-	-	-	-	-	-	49 765	47 889	19 287
Vote 9 - Road Transport		-	79 145	-	-	-	-	(58 000)	(58 000)	21 145	-	-
Vote 10 - Energy Sources		5 560	6 110	-	-	-	-	2 000	2 000	8 110	8 250	11 453
Vote 11 - Waste Management		560	4 048	-	-	-	-	-	-	4 048	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140
Total Capital Expenditure - Vote		62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140
Capital Expenditure - Functional												
Governance and administration		1 350	1 778	-	-	-	-	-	-	1 778	450	400
Executive and council		400	650	-	-	-	-	-	-	650	450	400
Finance and administration		950	1 128	-	-	-	-	-	-	1 128	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	1 500	1 500	1 500	1 000	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	1 500	1 500	1 500	1 000	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		54 678	128 910	-	-	-	-	(58 000)	(58 000)	70 910	47 889	19 287
Planning and development		54 678	49 765	-	-	-	-	-	-	49 765	47 889	19 287
Road transport		-	79 145	-	-	-	-	(58 000)	(58 000)	21 145	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		6 120	10 158	-	-	-	-	2 000	2 000	12 158	8 250	11 453
Energy sources		5 560	6 110	-	-	-	-	2 000	2 000	8 110	8 250	11 453
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		560	4 048	-	-	-	-	-	-	4 048	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140
Funded by:												
National Government		59 538	73 620	-	-	-	-	-	-	73 620	56 139	30 740
Provincial Government		-	62 072	-	-	-	-	(56 000)	(56 000)	6 072	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	59 538	135 692	-	-	-	-	(56 000)	(56 000)	79 692	56 139	30 740
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		2 610	5 155	-	-	-	-	1 500	1 500	6 655	1 450	400
Total Capital Funding		62 148	140 846	-	-	-	-	(54 500)	(54 500)	86 346	57 589	31 140

9.1 ADJUSTED CAPITAL PROJECTS

Description of Project	Final Budget 2024/25	Mid-year Adjustments Budget 2024/25	Special Adjustments Budget 2024/25	Movement	Funding
Vehicles (Cherry Picker)	700 000,00	1 400 000,00	1 400 000,00	-	Own
Furniture and Office Equipment	950 000,00	950 000,00	950 000,00	-	Own
Vehicles	400 000,00	650 000,00	650 000,00	-	Own
Machinery and Equipment	560 000,00	560 000,00	560 000,00	-	Own
Vehicles (Traffic)	-	600 000,00	600 000,00	-	Own
Computer Equipment	-	178 000,00	178 000,00	-	Own
Waste Trucks	-	1 416 500,00	1 416 500,00	-	Own
Total Own funded Capital Assets	2 610 000,00	5 754 500,00	5 754 500,00	-	
KKH recreation Centre	4 600 000,00	5 236 000,00	5 236 000,00	-	MIG
Mbaxa Community Hall	2 300 000,00	2 474 000,00	2 474 000,00	-	MIG
Mlungisi Sportfield	5 400 000,00	5 400 000,00	5 400 000,00	-	MIG
Paving of Xholorha Internal Roads	13 232 850,00	13 850 000,00	13 850 000,00	-	MIG
Phumlani Community Hall	2 000 000,00	190 000,00	190 000,00	-	MIG
Municipal Offices	8 000 000,00	8 192 850,00	8 192 850,00	-	MIG
Ngqeqe Internal Roads		190 000,00	190 000,00	-	MIG
Total MIG Projects	35 532 850,00	35 532 850,00	35 532 850,00	-	
Mandlakapheli Village roads, Langdraai Village Road and	-	2 742 092,00	2 742 092,00	-	Disaster - RO
Sutterheim - Landfill Site Road	-	935 513,00	935 513,00	-	Disaster - RO
Upper & Lower Ngqumeya road and Tshoxa road in Keisk	-	2 471 253,00	2 471 253,00	-	Disaster - RO
Kubusie road from area 5 to Mahanjane] & Ohlson farm	-	2 853 741,00	2 853 741,00	-	Disaster - RO
Bridge between Rhawini and Bongweni	-	811 570,00	811 570,00	-	Disaster - RO
Amabele Roads, Stanhope Road, Jersey vale Roads & Ga	-	1 868 167,00	1 868 167,00	-	Disaster - RO
Mlungisi township roads (old location, Mbulelo Ndondo &	-	2 549 863,00	2 549 863,00	-	Disaster - RO
Total 2023/24 Disaster Grant Projects	-	14 232 199,00	14 232 199,00	-	
Toise Road and Storm water Project	19 145 000,00	-	-	-	Disaster
Regraveling Cenyu Village Internal Roads	-	3 500 000,00	3 500 000,00	-	Disaster
Regraveling Goshen Internal Roads	-	2 970 000,00	2 970 000,00	-	Disaster
Regraveling Emagcumeni Village	-	1 450 000,00	1 450 000,00	-	Disaster
Regraveling Pumlanzi Village, Bumbane & Kom Internal Ro	-	4 000 000,00	4 000 000,00	-	Disaster
Regraveling Road from Peer to Nxawe & Road from Mat	-	3 200 000,00	3 200 000,00	-	Disaster
Regraveling Road to Sophumelele & Ngxondorheni Villag	-	3 500 000,00	3 500 000,00	-	Disaster
Regraveling Kubusie gravel road from area 5 to Mahanja	-	525 000,00	525 000,00	-	Disaster
Total Disaster Grant Projects	19 145 000,00	19 145 000,00	19 145 000,00	-	
STR KKH Roads	-	35 000 000,00	1 500 000,00	- 33 500 000,00	OTP
STR KKH Electricity		5 000 000,00	500 000,00	- 4 500 000,00	OTP
STR Stutterheim Electricity		10 000 000,00	1 000 000,00	- 9 000 000,00	OTP
STR Stutterheim Roads		10 000 000,00	1 000 000,00	- 9 000 000,00	OTP
Total Small Town Revitalisation Projects	-	60 000 000,00	4 000 000,00	(56 000 000,00)	
11kv Upgrade Electricity Project	1 860 000,00	1 860 000,00	1 860 000,00	-	INEP
Total INEP Projects	1 860 000,00	1 860 000,00	1 860 000,00	-	
Demand Side Project	3 000 000,00	2 850 000,00	2 850 000,00	-	EEDSM
Total EEDSM Projects	3 000 000,00	2 850 000,00	2 850 000,00	-	
Landfill Site	-	1 471 802,00	1 471 802,00	-	DEDEA
Total Grant Waste Grant Projects	-	1 471 802,00	1 471 802,00	-	
Total	62 147 850,00	140 846 351,00	84 846 351,00	(56 000 000,00)	

9.2 REPAIRS AND MAINTENANCE

The repairs and maintenance have remained unchanged at R2,9 million.

EC124 Amahlathi - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - May 2025

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 7 A1	Accum. Funds 8 B	Multi-year capital 9 C	Unfore. Unavoid. 10 D	Nat. or Prov. Govt 11 E	Other Adjusts. 12 F	Total Adjusts. 13 G	Adjusted Budget 14 H	Adjusted Budget	Adjusted Budget
R thousands		A										
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		1 750	1 390	-	-	-	-	-	-	1 390	2 000	1 800
Roads Infrastructure		900	550	-	-	-	-	-	-	550	1 100	1 100
Roads		900	550	-	-	-	-	-	-	550	1 100	1 100
Road Structures		-	-	-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		50	30	-	-	-	-	-	-	30	50	50
Drainage Collection		50	30	-	-	-	-	-	-	30	50	50
Storm water Conveyance		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		800	810	-	-	-	-	-	-	810	850	650
Power Plants		100	50	-	-	-	-	-	-	50	150	150
HV Substations		-	-	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		700	760	-	-	-	-	-	-	760	700	500
MV Substations		-	-	-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Community Assets		150	100	-	-	-	-	-	-	100	-	-
Community Facilities		150	100	-	-	-	-	-	-	100	-	-
Halls		-	-	-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-	-	-
Museums		-	-	-	-	-	-	-	-	-	-	-
Galleries		-	-	-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria		150	100	-	-	-	-	-	-	100	-	-
Police		-	-	-	-	-	-	-	-	-	-	-
Other assets		515	360	-	-	-	-	-	-	360	216	216
Operational Buildings		515	360	-	-	-	-	-	-	360	216	216
Municipal Offices		500	350	-	-	-	-	-	-	350	200	200
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		15	10	-	-	-	-	-	-	10	16	16
Machinery and Equipment		50	50	-	-	-	-	-	-	50	-	-
Machinery and Equipment		50	50	-	-	-	-	-	-	50	-	-
Transport Assets		1 300	995	-	-	-	-	-	-	995	1 053	1 067
Transport Assets		1 300	995	-	-	-	-	-	-	995	1 053	1 067
Total Repairs and Maintenance Expenditure to be	1	3 765	2 895	-	-	-	-	-	-	2 895	3 269	3 084

10. QUALITY CERTIFICATE

I Dr. Z Shasha, Municipal Manager of Amahlathi Local Municipality hereby certify that the Mid-year adjustments budget and supporting documentation have been prepared in accordance with Municipal Finance Management Act and regulations made under that Act, and that the Special adjustments budget and supporting documentation are consistent with the integrated development plan of the municipality.

Print Name: Dr. Z Shasha

Municipal Manager of: Amahlathi Municipality

Demarcation Code: EC124

Signature:_____

Date: 28 May 2025