

**BA-PHALABORWA LOCAL MUNICIPALITY**

**SPECIAL ADJUSTMENT  
BUDGET 2024/25  
MTREF**

March 27

**2025**

**‘THE HOME OF MARULA AND WILDLIFE TOURISM’**



## **TABLE OF CONTENT**

### **Part 1: Special Adjustment budget**

Mayor's report.....	Page 4-8
Special adjustment budget resolution.....	Page 9-12
Executive summary.....	Page 13-20
Special adjustment budget tables.....	Page 21-40

### **Part 2: Supporting documentation.**

Adjustment to Financial Performance, Financial Position and Performance Indicators.....	Page 42-50
Adjustment to budget funding.....	Page 51
Adjustment to allocations and Grants Received .....	Page 52
Adjustment to expenditure on allocations and Grant programmes.....	Page 53 -55
Adjustment to Councillor Allowances and employees' benefits.....	Page 56-57
Adjustment to Revenue and Expenditure.....	Page 58-62
Adjustment to Monthly Cash Flow.....	Page 63-64
Adjustment to Capital Expenditure.....	Page 65-66
Other supporting documents.....	Page 67-74
Adjustment to Service Delivery and Budget Implementation Plan.....	Page 74-76
Municipal Manager's quality certification.....	Page 77

## **Abbreviations and Acronyms**

CPIX	Consumer Price Index
DORA	Division of Revenue Act
CoGTA	Department of Cooperative Governance and Traditional Affairs
EXCO	Executive Committee
DLGH	Department of Local Government and Housing
GRAP	General Recognised Accounting Practice
IDP	Integrated Development Plan
MFMA	Municipal Finance Management Act
MIG	Municipal Infrastructure Grant
INEG	Integrated National Electrification Grant
MPRA	Municipal Property Rates Act
MTREF	Medium Term Revenue and Expenditure Framework
NERSA	National Electricity Regulator of South Africa
NT	National Treasury
PPP	Public–Private Partnership
SALGA	South African Local Government Association
SDBIP	Service Delivery and Budget Implementation Plan
EEDSMG	Electricity Efficiency Demand System Management Grant

# PART ONE

Mayor's speech for tabling of the 2024/25 Special Adjustment Budget

**INTENTIONALLY LEFT BLANK**

### **Total Operating revenue budget decrease from R738,4 million to R736,5 million**

The following line items were affected:

- Service charges electricity will remain unchanged at R197,9 million
- Services charges refuse remained unchanged at R21,9 million
- Sales of Goods and Rendering of Services will reduce from R5,7 million to R3,8 million due to changes on Government Gazette No. 52381.
- Agency fees remained unchanged at R6,9 million.
- Interest earned from Receivables remained unchanged at R18,5 million
- Interest earned from Current and Non-Current Assets remained unchanged at R5,9 million.
- Rental of facilities and equipment remained unchanged at R365 thousand.
- Other revenue remained unchanged at R8,1 million
- The Municipal Property rates will remain unchanged at R194,7 million
- Fines and penalties will remain unchanged at R1,4 million
- Licenses and permits will remain unchanged at R6,4 million
- Transfers and subsidies operational remained unchanged at R 222,9 million.

### **Total Operating expenditure budget for 2024/25 to decrease from R817,8 million to R815,8 million**

The expenditure by type that were affected by the adjustment are as follows:

- The employees cost remained unchanged at R211,8 million
- Remuneration of councillors remained unchanged at R18,1 million
- Bulk purchases remained unchanged at R153,9 million
- Inventory consumed remained unchanged at R25,2 million
- Debt impairment remained unchanged at R105,5 million
- Depreciation remained unchanged at R83,6 million

- Finance charges remained unchanged at R20,6 million
- Contracted services will decrease from R83,2 million to R81.2 million due to changes on Government Gazette No.52381.
- Transfer & subsidies remained unchanged at R676 thousand.
- Other expenditure remained unchanged at R115,2 million.

The total capital budget will remain unchanged at R35.2 million.

**MUNICIPAL INFRASTRUCTURE GRANTS (MIG) PROJECTS WILL CHANGE AS FOLLOWS:**

Project Name	Original Budget 2024/25	Adjustment Budget 2024/25	Special Adjustment Budget 2024/25
Refurbishment of Namakgale Stadium	10 837 179.00	10 837 179.00	10 837 179.00
Selwane Sports Complex MIG	937 661.00	0.00	0.00
Installation of stormwater culvert at Tension Pilusa graveyard	6 900 000.00	6 315 771.00	6 315 771.00
Installation of stormwater culverts in Mashishimale Lejori, Makhushane, Lulekani access bridge to cemeteries and Humulani access bridge to cemetery	500 000.00	348 070.00	400 280.00
Upgrading of gravel to asphalt from Aubrey carwash via cemetery to Kanana	5 384 423.00	8 255 030.00	7 302 548.00
Upgrading of Honeyville to Dinoko Sebera from gravel to tar	6 687 241.00	9 361 061.00	8 884 601.00
Upgrading of roads from gravel to tar in Benfarm area	4 037 446.00	166 839.00	1 543 571.00
<b>Totals</b>	<b>35 283 950.00</b>	<b>35 283 950.00</b>	<b>35 283 950.00</b>

**Total MIG projects to remain the same at R35.3 million, however there are adjustments done within the projects.**

- Refurbishment of Namakgale stadium remain the same at R10,8 million.
- R952 thousands of Upgrading of gravel to asphalt from Aubrey carwash via cemetery to Kanana to Benfarm upgrading of street.
- R424 thousands of Upgrading of Honeyville to Dinoko Sebera from gravel to tar to Benfarm upgrading of street.
- R52 thousands Upgrading of Honeyville to Dinoko Sebera from gravel to tar to Installation of stormwater culverts in Lulekani.

**INTEGRATED ELECTRIFICATION PROGRAMME (INEP) CHANGED AS FOLLOWS:**

Project Name	Original Budget 2024/25	Special Adjustment Amount 2024/25	Final Budget 2024/25
Electrification of various villages	4 814 000.00	(1 926 000.00)	2 888 000.00

- The budget for Integrated National Electrification Project (INEP) will decrease due to changes on Government Gazette No.52381.



**PROJECTS FUNDED INTERNALLY REMAINS UNCHANGED AS FOLLOWS:**

Project Name	Original Budget 2024/25	Adjustment Amount 2024/25	Final Budget 2024/25
Office Furniture and Equipment	1 700 000.00		1 700 000.00
Procure Roadblock trailer fully fitted	425 000.00		425 000.00
Procure a trailer for refuse collection enhancement	200 000.00		200 000.00
Procure of LDV bakkie for environmental law enforcement	600 000.00		600 000.00
Development of Phalaborwa new landfill site Phase2	5 000 000.00		5 000 000.00
Construction of overhead line from ext 6 to Spar	3 200 000.00		3 200 000.00
Upgrading of internal streets in Tambo Phase 2	6 720 000.00		6 720 000.00
Construction of trapezoidal concrete drain (160m) at Potgieter stream	850 000.00		850 000.00
Establishment of new cemetery in Gravelotte	1 000 000.00		1 000 000.00
<b>Totals</b>	<b>19 695 000.00</b>	<b>-</b>	<b>19 695 000.00</b>

Internally funded projects remained unchanged at R19.7 million.

Honourable Speaker, the municipality must continue to implement the **cost containment regulation 2019** as previously approved by Council and also continue to implement the revenue enhancement strategy and financial recovery plan in order to improve our financial status and maintain healthy cash flows.

## Special Adjustment Budget Resolutions

### 1.1 SPECIAL ADJUSTMENT BUDGET for 2024/25

Council resolved that the adjustment and MTREF and its supporting tables of the Ba-Phalaborwa Municipality (LIM334) for the financial year 2024/25; be approved as set out on the following tables:

Table B1	Special Adjustment Budget summary
Table B2	Special Adjustment Budget financial performance – Standard Classification
Table B3	Special Adjustment Budget financial performance – Revenue and Expenditure by Municipal Vote
Table B4	Special Adjustment Budget financial performance – Revenue and Expenditure
Table B5	Special Adjustment Budget Capital Expenditure– Vote
Table B6	Special Adjustment Budget Financial Position
Table B7	Special Adjustment Budget Cash Flows
Table B8	Cash backed reserves/accumulated surplus reconciliation.
Table B9	Asset Management

### 1.2 Adjustment permitted in terms of Section 28 (2) of MFMA

Council resolved that the total budgeted annual Revenue decreased from **R738,4 million to R736,5 million** which excludes capital grant be approved.

Council resolved that the total budgeted annual operating Expenditure decreased from **817,8 million** to at R **R815,8 million** be approved.

Council resolved that the total budgeted Capital expenditure remains unchanged at **R55 million** be approved.

### 1.3 special adjustment budget supporting tables for 2024/25 MTREF.

Council resolved that the special adjustment budget of the Ba-Phalaborwa Municipality for the financial year **2024/25**, and indicative figures for two outer years **2024/25** and **2025/26** are approved as set out in the following tables.

Table SB1	Budgeted financial position.
Table SB2	Supporting details to financial position.
Table SB3	Special Adjustment - SDBIP- Performance objectives
Table SB4	Special Adjustment budget - performance indicators and benchmarks
Table SB5	Special Adjustment budget – Social, Economic, Demographic statistics and Assumptions
Table SB6	Special Adjustment budget – Funding Measurement
Table SB7	Special Adjustment budget – Transfers and Grant Receipts
Table SB8	Special Adjustment budget – Expenditure on Transfers and Grant Programme
Table SB9	Special Adjustment budget – Reconciliation of transfers, Grant Receipts and Unspent Funds
Table SB10	Special Adjustment budget – Transfers and Grant by the Municipality
Table SB11	Special Adjustment budget – Councillor and Staff benefits
Table SB12	Special Adjustment budget – Monthly Revenue and Expenditure (Municipal Votes)
Table SB13	Special Adjustment budget - Monthly Revenue and Expenditure (Functional Classification)
Table SB14	Special Adjustment budget – Monthly Revenue and Expenditure
Table SB15	Special Adjustment budget – Monthly Cash flows
Table SB16	Special Adjustment budget – Monthly Expenditure (Municipal Votes)
Table SB17	Special Adjustment budget – Monthly Capital expenditure (Functional Classification)
Table SB18a	Special Adjustment budget – Capital Expenditure on New Assets (Assets Class)

Table SB18b	Special Adjustment budget – Capital Assets on renewal of existing assets (Assets Class)
Table SB18c	Special Adjustment budget – Expenditure on Repairs and Maintenance (Assets Class)
Table SB19	Special Adjustment budget –List of Capital programme or projects affected. by Special Adjustment

#### **1.4 Revised Service Delivery and Budget Implementation Plan (SDBIP)**

Council note that the revised SDBIP will be tabled after the Special Adjustment Budget has been approved in line with MFMA section 54(1) (c).

#### **1.5 Budget Related Policies**

1. Property Rates Policy
2. Tariff Policy
3. Credit Control Policy
4. Debt Collection Policy
5. Indigent Household Consumer Subsidy policy
6. Virement policy
7. Budget policy
8. Petty Cash policy
9. Asset Management Policy
10. Bad Debts Write Off
11. Deposit Policy
12. Cash management and Investment Policy
13. Fleet management Policy

14. Electricity by-laws
15. Land use by-law
16. Electricity supply by-laws
17. Subsistence and travelling policy
18. Customer care Policy and Service Standards
19. Inventory Management Policy
20. Model SCM Policy for Infrastructure Procurement and Delivery Management
21. Sale and Disposal of Municipal Land/Property Policy
22. Unauthorized, Irregular, Fruitless and Wasteful Expenditure Policy
23. Supply Chain Management Policy

## **EXECUTIVE SUMMARY**

In accordance with Section 28 of the Municipal Finance Management Act, 56 of 2003, a municipality may revise an approved annual budget through an adjustment budget. In terms of Section 72 (3) of the MFMA, the Accounting Officer must as part of review, make recommendations as to whether an Special Adjustment Budget is necessary and recommends revised projections for revenue and expenditure to the extent that this may be necessary.

### **The section further provides that an Special Adjustment Budget may authorise the following:**

- a) Provide for any other expenditure within a prescribed framework.
- b) Correct any errors in the annual budget (Budget overstated and under-stated)
- c) Spending of funds that were unspent at the end of the past financial year where under-spending could not reasonably have been foreseen at the time to include correctly projected roll-over amounts when the annual budget for the current year was approved by Council.
- d) Appropriation of projected savings in one vote towards spending under another vote

The following table reflects the approved and revised budget revenue 2024/25

LIM334 Ba-Phalaborwa - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Revenue By Source</b>												
<b>Exchange Revenue</b>												
Service charges - Electricity	2	197 916	197 916	–	–	–	–	–	–	197 916	228 738	264 650
Service charges - Waste Management	2	21 914	21 914	–	–	–	–	–	–	21 914	22 877	24 181
Sale of Goods and Rendering of Services		784	5 698					(1 926)	(1 926)	3 772	828	875
Agency services		6 888	6 888					–	–	6 888	7 273	7 688
Interest earned from Receivables		18 470	18 470					–	–	18 470	19 505	20 617
Interest earned from Current and Non Current Assets		5 394	5 894					–	–	5 894	5 696	6 021
Rental from Fixed Assets		285	365					–	–	365	301	318
Operational Revenue		8 186	8 186					–	–	8 186	8 645	9 137
<b>Non-Exchange Revenue</b>												
Property rates	2	194 706	194 706	–	–	–	–	–	–	194 706	205 610	217 330
Fines, penalties and forfeits		1 438	1 438					–	–	1 438	1 519	1 606
Licences or permits		6 445	6 445					–	–	6 445	6 806	7 194
Transfer and subsidies - Operational		223 212	222 873					–	–	222 873	221 501	221 556
Interest		47 632	47 632					–	–	47 632	50 300	53 167
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>733 271</b>	<b>738 427</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 926)</b>	<b>(1 926)</b>	<b>736 501</b>	<b>779 599</b>	<b>834 339</b>

The above table reflect the total revenue of R736,5 million for Special Adjustment Budget 2024/25, which decreased by R1,9 million from R738,4 million to R736,5 due to changes on Government Gazette No.52381.

**The breakdown of Municipal Revenue per service which was affected by the Special Adjustment Budget for 2024/25 is illustrated bellow as follows:**

- Service charges electricity will remain unchanged at R197,9 million
- Services charges refuse remained unchanged at R21,9 million
- Sales of Goods and Rendering of Services will reduce from R5,7 million to R3,8 million due to changes on Government Gazette No. 52381.
- Agency fees remained unchanged at R6,9 million.
- Interest earned from Receivables remained unchanged at R18,5 million
- Interest earned from Current and Non-Current Assets remained unchanged at R5,9 million.
- Rental of facilities and equipment remained unchanged at R365 thousand.
- Other revenue remained unchanged at R8,1 million
- The Municipal Property rates will remain unchanged at R194,7 million
- Fines and penalties will remain unchanged at R1,4 million
- Licenses and permits will remain unchanged at R6,4 million
- Transfers and subsidies operational remained unchanged at R 222,9 million.

The municipality continues to implement the approved revenue enhancement strategy and its credit control policy by issuing a cut-off list monthly.

The municipality has also employed a debt collector to focus in the township in order to collect the long outstanding debt from those that are owing the municipality.



The following table reflects the approved operating expenditure budget 2024/25, and the proposed revised budget

LIM334 Ba-Phalaborwa - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Expenditure By Type</b>	-											
Employee related costs		211 878	211 878	-	-	-	-	-	-	211 878	221 359	231 734
Remuneration of councillors		18 067	18 067					-	-	18 067	18 898	19 748
Bulk purchases - electricity		155 868	153 890	-	-	-	-	-	-	153 890	180 340	208 653
Inventory consumed		24 104	25 204	-	-	-	-	-	-	25 204	25 030	25 989
Debt impairment		105 500	105 500					-	-	105 500	111 408	111 408
Depreciation and amortisation		83 646	83 646					-	-	83 646	88 330	88 330
Interest		20 552	20 552					-	-	20 552	21 703	21 703
Contracted services		78 607	83 153	-	-	-	-	(1 926)	(1 926)	81 227	61 626	65 921
Transfers and subsidies		1 076	676					-	-	676	1 136	1 136
Operational costs		115 540	115 196					-	-	115 196	116 189	114 217
<b>Total Expenditure</b>		<b>814 838</b>	<b>817 762</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 926)</b>	<b>(1 926)</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>

Total Operating expenditure budget for 2024/25 will change from R817,8 million to R 815,8 million.

The following items on expenditure adjustments are as follows:

- The employees cost remained unchanged at R211,8 million

- Remuneration of councillors remained unchanged at R18,1 million
- Bulk purchases remained unchanged at R153,9 million
- Inventory consumed remained unchanged at R25,2 million
- Debt impairment remained unchanged at R105,5 million
- Depreciation remained unchanged at R83,6 million
- Finance charges remained unchanged at R20,6 million
- Contracted services will decrease from R83,2 million to R81.2 million due to changes on Government Gazette No.52381.
- Transfer & subsidies remained unchanged at R676 thousand.
- Other expenditure remained unchanged at R115,2 million.

## GRANTS AND SUBSIDIES 2024/25

Operational transfers and grants remains unchanged at R222.9 million

Capital transfers and grants remains unchanged at R35.3 million.

### LIM334 Ba-Phalaborwa - 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	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
<b>R thousands</b>		<b>A</b>	<b>A1</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>		
<b>RECEIPTS:</b>	1, 2									
–										
<u>Operating Transfers and Grants</u>										
<b>National Government:</b>		<b>223 212</b>	<b>222 873</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>222 873</b>	<b>221 501</b>	<b>221 556</b>
Local Government Equitable Share		216 586	216 247	–	–	–	–	216 247	216 560	211 458
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–	–	–	5 000
Expanded Public Works Programme Integrated Grant	–	1 769	1 769	–	–	–	–	1 769	–	–
Local Government Financial Management Grant	–	3 000	3 000	–	–	–	–	3 000	3 000	3 000
Municipal Infrastructure Grant	–	1 857	1 857	–	–	–	–	1 857	1 941	2 098
<b>Total Operating Transfers and Grants</b>	<b>6</b>	<b>223 212</b>	<b>222 873</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>222 873</b>	<b>221 501</b>	<b>221 556</b>
<u>Capital Transfers and Grants</u>										
<b>National Government:</b>		<b>40 098</b>	<b>35 284</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>35 284</b>	<b>45 156</b>	<b>47 853</b>
Municipal Infrastructure Grant (MIG)	–	35 284	35 284	–	–	–	–	35 284	36 881	39 853
Integrated National Electrification Programme Grant	–	4 814	–	–	–	–	–	–	8 275	8 000
<b>Total Capital Transfers and Grants</b>	<b>6</b>	<b>40 098</b>	<b>35 284</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>35 284</b>	<b>45 156</b>	<b>47 853</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>263 310</b>	<b>258 157</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>258 157</b>	<b>266 657</b>	<b>269 409</b>

**MUNICIPAL INFRASTRUCTURE GRANTS (MIG) PROJECTS WILL CHANGE AS FOLLOWS:**

<b>Project Name</b>	<b>Original Budget 2024/25</b>	<b>Adjustment Budget 2024/25</b>	<b>Special Adjustment Budget 2024/25</b>
Refurbishment of Namakgale Stadium	10 837 179.00	10 837 179.00	10 837 179.00
Selwane Sports Complex MIG	937 661.00	0.00	0.00
Installation of stormwater culvert at Tension Pilusa graveyard	6 900 000.00	6 315 771.00	6 315 771.00
Installation of stormwater culverts in Mashishimale Lejori, Makhushane, Lulekani access bridge to cemeteries and Humulani access bridge to cemetery	500 000.00	348 070.00	400 280.00
Upgrading of gravel to asphalt from Aubrey carwash via cemetery to Kanana	5 384 423.00	8 255 030.00	7 302 548.00
Upgrading of Honeyville to Dinoko Sebera from gravel to tar	6 687 241.00	9 361 061.00	8 884 601.00
Upgrading of roads from gravel to tar in Benfarm area	4 037 446.00	166 839.00	1 543 571.00
<b>Totals</b>	<b>35 283 950.00</b>	<b>35 283 950.00</b>	<b>35 283 950.00</b>

**INTEGRATED ELECTRIFICATION PROGRAMME (INEP) CHANGED AS FOLLOWS:**

<b>Project Name</b>	<b>Original Budget 2024/25</b>	<b>Special Adjustment Amount 2024/25</b>	<b>Final Budget 2024/25</b>
Electrification of various villages	4 814 000.00	( 1 926 000.00 )	2 888 000.00

**PROJECTS FUNDED INTERNALLY REMAINS UNCHANGED AS FOLLOWS AS FOLLOWS:**

Project Name	Original Budget 2024/25	Adjustment Amount 2024/25	Final Budget 2024/25
Office Furniture and Equipment	1 700 000.00		1 700 000.00
Procure Roadblock trailer fully fitted	425 000.00		425 000.00
Procure a trailer for refuse collection enhancement	200 000.00		200 000.00
Procure of LDV bakkie for environmental law enforcement	600 000.00		600 000.00
Development of Phalaborwa new landfill site	5 000 000.00		5 000 000.00
Construction of overhead line from ext 6 to Spar	3 200 000.00		3 200 000.00
Upgrading of internal streets in Tambo Phase 2	6 720 000.00		6 720 000.00
Construction of trapezoidal concrete drain (160m) at Potgieter stream	850 000.00		850 000.00
Establishment of new cemetery in Gravelotte	1 000 000.00		1 000 000.00
<b>Totals</b>	<b>19 695 000.00</b>	<b>-</b>	<b>19 695 000.00</b>

# **SPECIAL ADJUSTMENT BUDGET TABLES 2024/25**

## 1. SPECIAL ADJUSTMENT BUDGET TABLES

### 1.1. SPECIAL ADJUSTMENT BUDGET SUMMARY

#### LIM334 Ba-Phalaborwa - Table B1 Adjustments Budget Summary -

Description	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	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
<b>R thousands</b>											
<b><u>Financial Performance</u></b>											
Property rates	194 706	194 706	–	–	–	–	–	–	194 706	205 610	217 330
Service charges	219 830	219 830	–	–	–	–	–	–	219 830	251 615	288 831
Investment revenue	5 394	5 894	–	–	–	–	–	–	5 894	5 696	6 021
Transfers recognised - operational	223 212	222 873	–	–	–	–	–	–	222 873	221 501	221 556
Other own revenue	90 129	95 123	–	–	–	–	(1 926)	(1 926)	93 197	95 177	100 602
	<b>733 271</b>	<b>738 427</b>	–	–	–	–	<b>(1 926)</b>	<b>(1 926)</b>	<b>736 501</b>	<b>779 599</b>	<b>834 339</b>
<b>Total Revenue (excluding capital transfers and contributions)</b>											
Employee costs	211 878	211 878	–	–	–	–	–	–	211 878	221 359	231 734
Remuneration of councillors	18 067	18 067	–	–	–	–	–	–	18 067	18 898	19 748
Depreciation & asset impairment	189 146	189 146	–	–	–	–	–	–	189 146	199 738	199 738
Finance charges	20 552	20 552	–	–	–	–	–	–	20 552	21 703	21 703
Inventory consumed and bulk purchases	179 972	179 094	–	–	–	–	–	–	179 094	205 370	234 643
Transfers and subsidies	1 076	676	–	–	–	–	–	–	676	1 136	1 136
Other expenditure	194 147	198 349	–	–	–	–	(1 926)	(1 926)	196 423	177 814	180 138
<b>Total Expenditure</b>	<b>814 838</b>	<b>817 762</b>	–	–	–	–	<b>(1 926)</b>	<b>(1 926)</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/(Deficit)</b>	(81 567)	(79 335)	–	–	–	–	–	–	(79 335)	(66 419)	(54 501)
Transfers and subsidies - capital (monetary allocations)	40 098	35 284	–	–	–	–	–	–	35 284	45 156	47 853
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(41 469)</b>	<b>(44 051)</b>	–	–	–	–	–	–	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(41 469)</b>	<b>(44 051)</b>	–	–	–	–	–	–	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>
<b><u>Capital expenditure &amp; funds sources</u></b>											
Capital expenditure	59 793	54 979	–	–	–	–	–	–	54 979	66 576	56 853

Transfers recognised - capital	40 098	35 284	-	-	-	-	-	-	35 284	45 156	47 853
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	19 695	19 695	-	-	-	-	-	-	19 695	21 420	9 000
<b>Total sources of capital funds</b>	<b>59 793</b>	<b>54 979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54 979</b>	<b>66 576</b>	<b>56 853</b>
<b><u>Financial position</u></b>											
Total current assets	623 056	164 867	-	-	-	-	5 726	5 726	170 593	744 846	771 544
Total non current assets	1 285 447	1 248 477	-	-	-	-	-	-	1 248 477	1 347 774	1 338 051
Total current liabilities	511 529	446 691	-	-	-	-	5 726	5 726	452 417	538 159	538 159
Total non current liabilities	208 418	189 796	-	-	-	-	-	-	189 796	218 005	218 005
Community wealth/Equity	<b>1 184 218</b>	<b>823 416</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>823 416</b>	<b>1 338 983</b>	<b>1 357 118</b>
<b><u>Cash flows</u></b>											
Net cash from (used) operating	(15 165)	8 139	-	-	-	-	722	722	8 861	74 706	80 563
Net cash from (used) investing	(68 762)	(64 596)	-	-	-	-	6 055	6 055	(58 541)	(76 562)	(65 381)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>(39 837)</b>	<b>(2 020)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 777</b>	<b>6 777</b>	<b>4 757</b>	<b>44 262</b>	<b>63 606</b>
<b><u>Cash backing/surplus reconciliation</u></b>											
Cash and investments available	270 136	(22 420)	-	-	-	-	6 777	6 777	(15 643)	414 484	436 695
Application of cash and investments	(12 244)	318 512	-	-	-	-	(258 319)	(258 319)	60 192	(113 624)	(119 617)
<b>Balance - surplus (shortfall)</b>	<b>282 380</b>	<b>(340 931)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>265 096</b>	<b>265 096</b>	<b>(75 835)</b>	<b>528 109</b>	<b>556 313</b>
<b><u>Asset Management</u></b>											
Asset register summary (WDV)	1 193 795	1 193 343	-	-	-	-	-	-	1 193 343	1 251 905	1 242 183
Depreciation	83 646	83 646	-	-	-	-	-	-	83 646	88 330	88 330
Renewal and Upgrading of Existing Assets	14 875	11 004	-	-	-	-	1 377	1 377	12 381	-	11 700
Repairs and Maintenance	15 141	18 373	-	-	-	-	-	-	18 373	5 198	3 758
<b><u>Free services</u></b>											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	1 634	17 246	-	-	-	-	-	-	17 246	18 638	19 892
<b><u>Households below minimum service level</u></b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-



Total revenue of R733,3 million for Special Adjustment Budget 2024/25, will increase by R5,2 million R738,4 million due to changes on Government Gazette No. 52381.

### **Total Operating revenue budget decrease from R738,4 million to R736,5 million**

The following line items were affected:

- Service charges electricity will remain unchanged at R197,9 million
- Services charges refuse remained unchanged at R21,9 million
- Sales of Goods and Rendering of Services will reduce from R5,7 million to R3,8 million due to changes on Government Gazette No. 52381.
- Agency fees remained unchanged at R6,9 million.
- Interest earned from Receivables remained unchanged at R18,5 million
- Interest earned from Current and Non-Current Assets remained unchanged at R5,9 million.
- Rental of facilities and equipment remained unchanged at R365 thousand.
- Other revenue remained unchanged at R8,1 million
- The Municipal Property rates will remain unchanged at R194,7 million
- Fines and penalties will remain unchanged at R1,4 million
- Licenses and permits will remain unchanged at R6,4 million
- Transfers and subsidies operational remained unchanged at R 222,9 million.

### **Total Operating expenditure budget for 2024/25 to decrease from R817,8 million to R815,8 million**

The expenditure by type that were affected by the adjustment are as follows:

- The employees cost remained unchanged at R211,8 million

- Remuneration of councillors remained unchanged at R18,1 million
- Bulk purchases remained unchanged at R153,9 million
- Inventory consumed remained unchanged at R25,2 million
- Debt impairment remained unchanged at R105,5 million
- Depreciation remained unchanged at R83,6 million
- Finance charges remained unchanged at R20,6 million
- Contracted services will decrease from R83,2 million to R81.2 million due to changes on Government Gazette No.52381.
- Transfer & subsidies remained unchanged at R676 thousand.
- Other expenditure remained unchanged at R115,2 million.

## 1.2 SPECIAL ADJUSTMENT BUDGET FINANCIAL PERFORMANCE (FUNCTIONAL CLASSIFICATION)

LIM334 Ba-Phalaborwa - Table B2 Adjustments Budget Financial Performance (functional classification) -

Standard 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	1, 4	A	A1	B	C	D	E	F	G	H		
<b>Revenue - Functional</b>												
<b>Governance and administration</b>		481 434	481 675	-	-	-	-	-	-	481 675	495 676	506 121
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		481 434	481 675	-	-	-	-	-	-	481 675	495 676	506 121
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		6 672	6 722	-	-	-	-	-	-	6 722	7 046	7 448
Community and social services		227	277	-	-	-	-	-	-	277	240	253
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		6 445	6 445	-	-	-	-	-	-	6 445	6 806	7 194
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		40 731	40 781	-	-	-	-	-	-	40 781	40 745	43 984
Planning and development		275	275	-	-	-	-	-	-	275	290	307
Road transport		40 457	40 507	-	-	-	-	-	-	40 507	40 455	43 677
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		244 532	244 532	-	-	-	-	(1 926)	(1 926)	242 606	281 288	324 640
Energy sources		209 912	209 912	-	-	-	-	(1 926)	(1 926)	207 986	244 994	286 277
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		34 620	34 620	-	-	-	-	-	-	34 620	36 294	38 363
<b>Other</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	773 369	773 711	-	-	-	-	(1 926)	(1 926)	771 785	824 755	882 192
<b>Expenditure - Functional</b>	-											
<b>Governance and administration</b>		364 312	364 930	-	-	-	-	-	-	364 930	390 928	387 065

Executive and council		55 413	55 921	-	-	-	-	-	-	55 921	59 084	61 012
Finance and administration		274 491	275 373	-	-	-	-	-	-	275 373	294 665	287 914
Internal audit		34 409	33 636	-	-	-	-	-	-	33 636	37 179	38 139
<b>Community and public safety</b>		<b>71 815</b>	<b>68 601</b>	-	-	-	-	-	-	<b>68 601</b>	<b>75 773</b>	<b>74 644</b>
Community and social services		23 432	21 556	-	-	-	-	-	-	21 556	24 514	25 020
Sport and recreation		4 151	5 353	-	-	-	-	-	-	5 353	4 459	3 461
Public safety		23 486	23 316	-	-	-	-	-	-	23 316	24 723	25 837
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		20 745	18 375	-	-	-	-	-	-	18 375	22 077	20 326
<b>Economic and environmental services</b>		<b>144 798</b>	<b>147 213</b>	-	-	-	-	-	-	<b>147 213</b>	<b>121 941</b>	<b>135 472</b>
Planning and development		37 604	36 555	-	-	-	-	-	-	36 555	30 630	31 551
Road transport		107 194	110 658	-	-	-	-	-	-	110 658	91 310	103 922
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>233 913</b>	<b>237 018</b>	-	-	-	-	(1 926)	(1 926)	<b>235 092</b>	<b>257 376</b>	<b>291 659</b>
Energy sources		223 459	226 285	-	-	-	-	(1 926)	(1 926)	224 359	247 477	282 170
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		10 454	10 734	-	-	-	-	-	-	10 734	9 899	9 489
<b>Other</b>		<b>-</b>	<b>-</b>	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>814 838</b>	<b>817 762</b>	-	-	-	-	(1 926)	(1 926)	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(41 469)</b>	<b>(44 051)</b>	-	-	-	-	-	-	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

- The above table illustrates expenditure special adjustment budget by municipal classification.

### 1.3 SPECIAL ADJUSTMENT BUDGET FINANCIAL PERFORMANCE (REVENUE AND EXPENDITURE BY MUNICIPAL VOTE)

LIM334 Ba-Phalaborwa - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote 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		A	A1	B	C	D	E	F	G	H		
<b>Revenue by Vote</b>	1											
Vote 1 - Executive and Councillors		–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Budget and Treasury Office		481 149	481 310	–	–	–	–	–	–	481 310	495 375	505 803
Vote 3 - Corporate Services		285	365	–	–	–	–	–	–	365	301	318
Vote 4 - Community and Social Services		8 105	8 155	–	–	–	–	–	–	8 155	8 559	9 047
Vote 5 - Planning and Development Services		275	275	–	–	–	–	–	–	275	290	307
Vote 6 - Technical Services		283 555	283 605	–	–	–	–	(1 926)	(1 926)	281 679	320 229	366 718
<b>Total Revenue by Vote</b>	2	<b>773 369</b>	<b>773 711</b>	–	–	–	–	(1 926)	(1 926)	<b>771 785</b>	<b>824 755</b>	<b>882 192</b>
<b>Expenditure by Vote</b>	1											
Vote 1 - Executive and Councillors		92 665	92 329	–	–	–	–	–	–	92 329	99 208	102 213
Vote 2 - Budget and Treasury Office		186 491	187 695	–	–	–	–	–	–	187 695	195 558	197 081
Vote 3 - Corporate Services		87 700	87 578	–	–	–	–	–	–	87 578	98 807	90 533
Vote 4 - Community and Social Services		88 427	86 853	–	–	–	–	–	–	86 853	91 902	91 190
Vote 5 - Planning and Development Services		34 314	33 280	–	–	–	–	–	–	33 280	27 481	28 266
Vote 6 - Technical Services		325 242	330 026	–	–	–	–	(1 926)	(1 926)	328 100	333 062	379 557
<b>Total Expenditure by Vote</b>	2	<b>814 838</b>	<b>817 762</b>	–	–	–	–	(1 926)	(1 926)	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(41 469)</b>	<b>(44 051)</b>	–	–	–	–	–	–	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

The above table illustrates expenditure special adjustment budget per municipal vote.

- The executive and Councillors have no revenue and R92,3 million expenditure to be funded from other votes.
- Budget and treasury have R481,3 million revenue and R187,7 million expenditure.
- Corporate services have R365 thousand revenue with R87,6 million expenditure.
- Community services has R8,2 million revenue with R86,9 million expenditure.
- Planning and development has R275 thousand revenue with R33,3 million expenditure.
- Technical Services has R281,8 million revenue and R328,1 million expenditure.

## 1.4 BUDGETED FINANCIAL PERFORMANCE

LIM334 Ba-Phalaborwa - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

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	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Revenue By Source</b>												
<b>Exchange Revenue</b>												
Service charges - Electricity	2	197 916	197 916	–	–	–	–	–	–	197 916	228 738	264 650
Service charges - Waste Management	2	21 914	21 914	–	–	–	–	–	–	21 914	22 877	24 181
Sale of Goods and Rendering of Services		784	5 698					(1 926)	(1 926)	3 772	828	875
Agency services		6 888	6 888					–	–	6 888	7 273	7 688
Interest earned from Receivables		18 470	18 470					–	–	18 470	19 505	20 617
Interest earned from Current and Non Current Assets		5 394	5 894					–	–	5 894	5 696	6 021
Rental from Fixed Assets		285	365					–	–	365	301	318
Operational Revenue		8 186	8 186					–	–	8 186	8 645	9 137
<b>Non-Exchange Revenue</b>												
Property rates	2	194 706	194 706	–	–	–	–	–	–	194 706	205 610	217 330
Fines, penalties and forfeits		1 438	1 438					–	–	1 438	1 519	1 606
Licences or permits		6 445	6 445					–	–	6 445	6 806	7 194
Transfer and subsidies - Operational		223 212	222 873					–	–	222 873	221 501	221 556
Interest		47 632	47 632					–	–	47 632	50 300	53 167
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>733 271</b>	<b>738 427</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 926)</b>	<b>(1 926)</b>	<b>736 501</b>	<b>779 599</b>	<b>834 339</b>
<b>Expenditure By Type</b>	-											
Employee related costs		211 878	211 878	–	–	–	–	–	–	211 878	221 359	231 734
Remuneration of councillors		18 067	18 067					–	–	18 067	18 898	19 748
Bulk purchases - electricity		155 868	153 890	–	–	–	–	–	–	153 890	180 340	208 653
Inventory consumed		24 104	25 204	–	–	–	–	–	–	25 204	25 030	25 989
Debt impairment		105 500	105 500					–	–	105 500	111 408	111 408
Depreciation and amortisation		83 646	83 646					–	–	83 646	88 330	88 330
Interest		20 552	20 552					–	–	20 552	21 703	21 703

Contracted services		78 607	83 153	-	-	-	-	(1 926)	(1 926)	81 227	61 626	65 921
Transfers and subsidies		1 076	676					-	-	676	1 136	1 136
Operational costs		115 540	115 196					-	-	115 196	116 189	114 217
<b>Total Expenditure</b>		<b>814 838</b>	<b>817 762</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 926)</b>	<b>(1 926)</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/(Deficit)</b>		<b>(81 567)</b>	<b>(79 335)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(79 335)</b>	<b>(66 419)</b>	<b>(54 501)</b>
Transfers and subsidies - capital (monetary allocations)		40 098	35 284					-	-	35 284	45 156	47 853
Transfers and subsidies - capital (in-kind - all)		-	-					-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>1</b>	<b>(41 469)</b>	<b>(44 051)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

### Total Operating revenue budget decrease from R738,4 million to R736,5 million

The following line items were affected:

- Service charges electricity will remain unchanged at R197,9 million
- Services charges refuse remained unchanged at R21,9 million
- Sales of Goods and Rendering of Services will reduce from R5,7 million to R3,8 million due to changes on Government Gazette No. 52381.
- Agency fees remained unchanged at R6,9 million.
- Interest earned from Receivables remained unchanged at R18,5 million
- Interest earned from Current and Non-Current Assets remained unchanged at R5,9 million.
- Rental of facilities and equipment remained unchanged at R365 thousand.
- Other revenue remained unchanged at R8,1 million
- The Municipal Property rates will remain unchanged at R194,7 million
- Fines and penalties will remain unchanged at R1,4 million
- Licenses and permits will remain unchanged at R6,4 million
- Transfers and subsidies operational remained unchanged at R 222,9 million.

## **Total Operating expenditure budget for 2024/25 to decrease from R817,8 million to R815,8 million**

The expenditure by type that were affected by the adjustment are as follows:

- The employees cost remained unchanged at R211,8 million
- Remuneration of councillors remained unchanged at R18,1 million
- Bulk purchases remained unchanged at R153,9 million
- Inventory consumed remained unchanged at R25,2 million
- Debt impairment remained unchanged at R105,5 million
- Depreciation remained unchanged at R83,6 million
- Finance charges remained unchanged at R20,6 million
- Contracted services will decrease from R83,2 million to R81.2 million due to changes on Government Gazette No.52381.
- Transfer & subsidies remained unchanged at R676 thousand.
- Other expenditure remained unchanged at R115,2 million.



## 1.5 ADJUSTMENT CAPITAL EXPENDITURE BUDGET BY VOTE AND FUNDING

LIM334 Ba-Phalaborwa - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

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		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Executive and Councillors		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1 700	1 700	-	-	-	-	-	-	1 700	3 500	4 000
Vote 4 - Community and Social Services		7 225	7 225	-	-	-	-	-	-	7 225	11 200	5 000
Vote 5 - Planning and Development Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		50 868	46 054	-	-	-	-	-	-	46 054	51 876	47 853
<b>Capital single-year expenditure sub-total</b>		<b>59 793</b>	<b>54 979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54 979</b>	<b>66 576</b>	<b>56 853</b>
<b>Total Capital Expenditure - Vote</b>		<b>59 793</b>	<b>54 979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54 979</b>	<b>66 576</b>	<b>56 853</b>
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		<b>1 700</b>	<b>1 700</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 700</b>	<b>3 500</b>	<b>4 000</b>
Finance and administration		1 700	1 700	-	-	-	-	-	-	1 700	3 500	4 000
<b>Community and public safety</b>		<b>13 575</b>	<b>12 637</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12 637</b>	<b>1 200</b>	<b>-</b>
Community and social services		1 000	1 000	-	-	-	-	-	-	1 000	1 000	-
Sport and recreation		11 775	10 837	-	-	-	-	-	-	10 837	-	-
Health		800	800	-	-	-	-	-	-	800	200	-
<b>Economic and environmental services</b>		<b>31 504</b>	<b>32 442</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32 442</b>	<b>37 914</b>	<b>35 567</b>
Road transport		31 504	32 442	-	-	-	-	-	-	32 442	37 914	35 567
<b>Trading services</b>		<b>13 014</b>	<b>8 200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 200</b>	<b>23 962</b>	<b>17 286</b>
Energy sources		8 014	3 200	-	-	-	-	-	-	3 200	13 962	12 286
Waste management		5 000	5 000	-	-	-	-	-	-	5 000	10 000	5 000
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional</b>	3	<b>59 793</b>	<b>54 979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54 979</b>	<b>66 576</b>	<b>56 853</b>
<b>Funded by:</b>												
National Government		40 098	35 284	-	-	-	-	-	-	35 284	45 156	47 853
<b>Transfers recognised - capital</b>	4	<b>40 098</b>	<b>35 284</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35 284</b>	<b>45 156</b>	<b>47 853</b>

Borrowing		-	-					-	-	-	-	-
Internally generated funds		19 695	19 695					-	-	19 695	21 420	9 000
Total Capital Funding		59 793	54 979	-	-	-	-	-	-	54 979	66 576	56 853

- Total capital expenditure remains unchanged R54,9 million.

## 1.6 SPECIAL ADJUSTMENT BUDGET FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b>ASSETS</b>												
<b>Current assets</b>												
Cash and cash equivalents		(60 237)	(22 420)					6 777	6 777	(15 643)	23 862	43 206
Trade and other receivables from exchange transactions	1	261 864	90 365	-	-	-	-	-	-	90 365	240 589	241 742
Receivables from non-exchange transactions	1	330 373	-	-	-	-	-	-	-	330 373	390 623	393 490
Current portion of non-current receivables	2	29	-					-	-	29	30	30
Inventory		20 926	17 030	-	-	-	-	-	-	17 030	17 030	17 030
VAT		61 892	69 390					(1 051)	(1 051)	68 339	64 124	67 458
Other current assets		8 210	10 500					-	-	10 500	8 587	8 587
<b>Total current assets</b>		<b>623 056</b>	<b>164 867</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 726</b>	<b>5 726</b>	<b>500 995</b>	<b>744 846</b>	<b>771 544</b>
<b>Non current assets</b>												
Investments		-	-					-	-	-	-	-
Investment property		463 697	472 392					-	-	472 392	485 027	485 027
Property, plant and equipment	3	821 424	775 870	-	-	-	-	-	-	775 870	862 407	852 684
Biological assets		-	-					-	-	-	-	-
Living and non-living resources		-	-					-	-	-	-	-
Heritage assets		333	317					-	-	317	348	348
Intangible assets		(6)	(102)					-	-	(102)	(8)	(8)
Trade and other receivables from exchange transactions		-	-					-	-	-	-	-
Non-current receivables from non-exchange transactions		-	-					-	-	-	-	-
Other non-current assets		-	-					-	-	-	-	-
<b>Total non current assets</b>		<b>1 285 447</b>	<b>1 248 477</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 248 477</b>	<b>1 347 774</b>	<b>1 338 051</b>
<b>TOTAL ASSETS</b>		<b>1 908 503</b>	<b>1 413 344</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 726</b>	<b>5 726</b>	<b>1 749 471</b>	<b>2 092 620</b>	<b>2 109 595</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft	-	-	-					-	-	-	-	-
Financial liabilities		(1 866)	(278)	-	-	-	-	-	-	(278)	1 014	1 014

Consumer deposits		5 059	5 267					–	–	5 267	5 291	5 291
Trade and other payables from exchange transactions		445 755	388 271	–	–	–	–	5 726	5 726	393 997	466 393	466 393
Trade and other payables from non-exchange transactions		–	340	–	–	–	–	–	–	340	–	–
Provisions		6 280	6 025					–	–	6 025	6 569	6 569
VAT		56 302	47 067					–	–	47 067	58 892	58 892
Other current liabilities		–	–					–	–	–	–	–
<b>Total current liabilities</b>		<b>511 529</b>	<b>446 691</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>5 726</b>	<b>5 726</b>	<b>452 417</b>	<b>538 159</b>	<b>538 159</b>
<b>Non current liabilities</b>												
Borrowing	1	44 646	24 752	–	–	–	–	–	–	24 752	46 700	46 700
Provisions	1	119 692	113 637	–	–	–	–	–	–	113 637	125 197	125 197
Long term portion of trade payables		–	–					–	–	–	–	–
Other non-current liabilities		44 080	51 407					–	–	51 407	46 108	46 108
<b>Total non current liabilities</b>		<b>208 418</b>	<b>189 796</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>189 796</b>	<b>218 005</b>	<b>218 005</b>
<b>TOTAL LIABILITIES</b>		<b>719 948</b>	<b>636 487</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>5 726</b>	<b>5 726</b>	<b>642 213</b>	<b>756 164</b>	<b>756 164</b>
<b>NET ASSETS</b>	2	<b>1 188 556</b>	<b>776 856</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(0)</b>	<b>(0)</b>	<b>1 107 258</b>	<b>1 336 456</b>	<b>1 353 431</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		1 171 428	811 223	–	–	–	–	–	–	811 223	1 325 604	1 343 740
Funds and Reserves		12 790	12 193	–	–	–	–	–	–	12 193	13 379	13 379
Other		–	–					–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>1 184 218</b>	<b>823 416</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>823 416</b>	<b>1 338 983</b>	<b>1 357 118</b>

## 1.7 SPECIAL ADJUSTMENT BUDGET CASH FLOWS

LIM334 Ba-Phalaborwa - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		163 553	163 553					–	–	163 553	205 610	217 330
Service charges		188 174	188 174					–	–	188 174	251 849	289 078
Other revenue		24 027	29 021					(1 926)	(1 926)	27 095	25 372	26 818
Transfers and Subsidies - Operational	1	223 212	222 873					–	–	222 873	221 501	221 556
Transfers and Subsidies - Capital	1	40 098	35 284					–	–	35 284	45 156	47 853
Interest		5 394	5 894					–	–	5 894	5 696	6 021
Dividends		–	–					–	–	–	–	–
<b>Payments</b>												
Suppliers and employees		(655 930)	(633 368)					2 648	2 648	(630 720)	(676 579)	(724 193)
Finance charges		(2 617)	(2 617)					–	–	(2 617)	(2 763)	(2 763)
Transfers and Subsidies	1	(1 076)	(676)					–	–	(676)	(1 136)	(1 136)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(15 165)</b>	<b>8 139</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>722</b>	<b>722</b>	<b>8 861</b>	<b>74 706</b>	<b>80 563</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		–	–					–	–	–	–	–
Decrease (increase) in non-current receivables		–	–					–	–	–	–	–
Decrease (increase) in non-current investments		–	–					–	–	–	–	–
<b>Payments</b>												
Capital assets		(68 762)	(64 596)					6 055	6 055	(58 541)	(76 562)	(65 381)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(68 762)</b>	<b>(64 596)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>6 055</b>	<b>6 055</b>	<b>(58 541)</b>	<b>(76 562)</b>	<b>(65 381)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		–	–					–	–	–	–	–
Borrowing long term/refinancing		–	–					–	–	–	–	–
Increase (decrease) in consumer deposits		–	–					–	–	–	–	–
<b>Payments</b>												
Repayment of borrowing		–	–					–	–	–	–	–
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(83 927)</b>	<b>(56 457)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>6 777</b>	<b>6 777</b>	<b>(49 680)</b>	<b>(1 857)</b>	<b>15 182</b>
Cash/cash equivalents at the year begin:	2	44 090	54 438					–	–	54 438	46 118	48 424
Cash/cash equivalents at the year end:	2	(39 837)	(2 020)					6 777	6 777	4 757	44 262	63 606

## 1.8 CASH BACKED RESERVES /ACCUMULATED SURPLUS RECONCILIATION

LIM334 Ba-Phalaborwa - Table B8 Cash backed reserves/accumulated surplus reconciliation -

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		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	(39 837)	(2 020)	–	–	–	–	6 777	6 777	4 757	44 262	63 606
Other current investments > 90 days		309 973	(20 400)	–	–	–	–	–	–	(20 400)	370 223	373 090
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–	–
<b>Cash and investments available:</b>		<b>270 136</b>	<b>(22 420)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>6 777</b>	<b>6 777</b>	<b>(15 643)</b>	<b>414 484</b>	<b>436 695</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		–	340	–	–	–	–	–	–	340	–	–
Unspent borrowing										–		
Statutory requirements										–		
Other working capital requirements	2	(12 244)	318 171					(258 319)	(258 319)	59 852	(113 624)	(119 617)
Other provisions										–		
Long term investments committed		–	–					–	–	–	–	–
Reserves to be backed by cash/investments		–	–					–	–	–	–	–
<b>Total Application of cash and investments:</b>		<b>(12 244)</b>	<b>318 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(258 319)</b>	<b>(258 319)</b>	<b>60 192</b>	<b>(113 624)</b>	<b>(119 617)</b>
<b>Surplus(shortfall)</b>		<b>282 380</b>	<b>(340 931)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>265 096</b>	<b>265 096</b>	<b>(75 835)</b>	<b>528 109</b>	<b>556 313</b>

## 1.9 ASSET MANAGEMENT

LIM334 Ba-Phalaborwa - Table B9 Asset Management -

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	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<b>R thousands</b>												
<b>CAPITAL EXPENDITURE</b>												
<b><u>Total New Assets to be adjusted</u></b>	1	44 918	43 975	-	-	-	-	(1 377)	(1 377)	43 536	66 576	45 153
Roads Infrastructure		25 692	30 652	-	-	-	-	(1 429)	(1 429)	29 223	37 914	23 867
Storm water Infrastructure		1 350	1 198	-	-	-	-	52	52	1 250	-	-
Electrical Infrastructure		8 014	3 200	-	-	-	-	-	-	3 200	13 962	12 286
Infrastructure		35 056	35 050	-	-	-	-	(1 377)	(1 377)	33 673	51 876	36 153
Community Facilities		1 000	1 000	-	-	-	-	-	-	1 000	1 000	-
Sport and Recreation Facilities		938	-	-	-	-	-	-	-	938	-	-
Community Assets		1 938	1 000	-	-	-	-	-	-	1 938	1 000	-
Furniture and Office Equipment		1 700	1 700	-	-	-	-	-	-	1 700	3 500	4 000
Transport Assets		1 225	1 225	-	-	-	-	-	-	1 225	200	-
Land		5 000	5 000	-	-	-	-	-	-	5 000	10 000	5 000
<b><u>Total Renewal of Existing Assets to be adjusted</u></b>	2	-	-	-	-	-	-	-	-	-	-	-
<b><u>Total Upgrading of Existing Assets to be adjusted</u></b>	2a	14 875	11 004	-	-	-	-	1 377	1 377	12 381	-	11 700
Roads Infrastructure		4 037	167	-	-	-	-	1 377	1 377	1 544	-	11 700
Infrastructure		4 037	167	-	-	-	-	1 377	1 377	1 544	-	11 700
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		10 837	10 837	-	-	-	-	-	-	10 837	-	-
Community Assets		10 837	10 837	-	-	-	-	-	-	10 837	-	-
<b><u>Total Capital Expenditure to be adjusted</u></b>	4	59 793	54 979	-	-	-	-	-	-	55 917	66 576	56 853
Roads Infrastructure		29 729	30 819	-	-	-	-	(52)	(52)	30 766	37 914	35 567
Storm water Infrastructure		1 350	1 198	-	-	-	-	52	52	1 250	-	-
Electrical Infrastructure		8 014	3 200	-	-	-	-	-	-	3 200	13 962	12 286
Infrastructure		39 093	35 217	-	-	-	-	-	-	35 217	51 876	47 853
Community Facilities		1 000	1 000	-	-	-	-	-	-	1 000	1 000	-
Sport and Recreation Facilities		11 775	10 837	-	-	-	-	-	-	11 775	-	-
Community Assets		12 775	11 837	-	-	-	-	-	-	12 775	1 000	-
Furniture and Office Equipment		1 700	1 700	-	-	-	-	-	-	1 700	3 500	4 000
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-

Transport Assets		1 225	1 225	-	-	-	-	-	-	1 225	200	-
Land		5 000	5 000	-	-	-	-	-	-	5 000	10 000	5 000
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	<b>4</b>	<b>59 793</b>	<b>54 979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55 917</b>	<b>66 576</b>	<b>56 853</b>
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>5</b>	<b>1 193 795</b>	<b>1 193 343</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 193 343</b>	<b>1 251 905</b>	<b>1 242 183</b>
Roads Infrastructure		420 036	217 805					(52)	(52)	217 753	445 822	443 475
Storm water Infrastructure		(39 947)	19 202					52	52	19 255	(43 226)	(43 226)
Electrical Infrastructure		4 226	104 412					-	-	104 412	9 896	8 220
Infrastructure		384 315	341 419	-	-	-	-	-	-	341 419	412 491	408 469
Community Assets		278 692	217 870					-	-	217 870	279 011	278 011
Heritage Assets		333	317					-	-	317	348	348
Investment properties		463 697	472 392					-	-	472 392	485 027	485 027
Other Assets		(36 343)	63 720					-	-	63 720	(38 153)	(38 153)
Biological or Cultivated Assets		-	-					-	-	-	-	-
Intangible Assets		(6)	(102)					-	-	(102)	(8)	(8)
Computer Equipment		(3 047)	(410)					-	-	(410)	(3 203)	(3 203)
Furniture and Office Equipment		1 854	2 154					-	-	2 154	3 653	4 153
Machinery and Equipment		9 988	9 988					-	-	9 988	10 427	10 427
Transport Assets		10 942	6 285					-	-	6 285	10 334	10 134
Land		83 372	79 711					-	-	79 711	91 977	86 977
Zoo's, Marine and Non-biological Animals		-	-					-	-	-	-	-
Living Resources		-	-					-	-	-	-	-
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>5</b>	<b>1 193 795</b>	<b>1 193 343</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 193 343</b>	<b>1 251 905</b>	<b>1 242 183</b>
<b>EXPENDITURE OTHER ITEMS</b>												
<u>Depreciation &amp; asset impairment</u>		83 646	83 646	-	-	-	-	-	-	83 646	88 330	88 330
<u>Repairs and Maintenance by asset class</u>	<b>3</b>	<b>15 141</b>	<b>18 373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18 373</b>	<b>5 198</b>	<b>3 758</b>
Roads Infrastructure		6 950	6 950	-	-	-	-	-	-	6 950	-	-
Electrical Infrastructure		3 000	3 556	-	-	-	-	-	-	3 556	-	-
Solid Waste Infrastructure		1 213	3 213	-	-	-	-	-	-	3 213	1 000	1 000
Information and Communication Infrastructure		500	770	-	-	-	-	-	-	770	500	500
<b>Infrastructure</b>		<b>11 663</b>	<b>14 489</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14 489</b>	<b>1 500</b>	<b>1 500</b>
Community Facilities		1 373	1 248	-	-	-	-	-	-	1 248	2 129	689



Sport and Recreation Facilities		200	200	-	-	-	-	-	-	200	200	200
<b>Community Assets</b>		1 573	1 448	-	-	-	-	-	-	1 448	2 329	889
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		400	200	-	-	-	-	-	-	200	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
<b>Other Assets</b>		400	200	-	-	-	-	-	-	200	-	-
<b>Furniture and Office Equipment</b>		380	400	-	-	-	-	-	-	400	65	65
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		1 125	1 836	-	-	-	-	-	-	1 836	1 305	1 305
<b>Living Resources</b>		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>		<b>98 788</b>	<b>102 019</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102 019</b>	<b>93 529</b>	<b>92 089</b>

# **PART TWO**

# **SPECIAL ADJUSTMENT BUDGET**

# **SUPPORTING TABLES**

## 2.1. SUPPORTING DETAILS TO BUDGETED FINANCIAL PERFORMANCE

LIM334 Ba-Phalaborwa - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' -

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		A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H		
<b>REVENUE ITEMS</b>												
<b>Non-exchange revenue by source</b>												
<b>Property rates</b>												
Total Property Rates		210 319	210 319					-	-	210 319	222 096	234 756
<i>Less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)</i>		15 612	15 612					-	-	15 612	16 486	17 426
<b>Net Property Rates</b>		<b>194 706</b>	<b>194 706</b>	-	-	-	-	-	-	<b>194 706</b>	<b>205 610</b>	<b>217 330</b>
<b>Exchange revenue service charges</b>												
<b>Service charges - Electricity</b>												
Total Service charges - Electricity		199 357	199 357					-	-	199 357	230 656	266 869
<i>Less Revenue Foregone (in excess of 50 kwh per indigent household per month)</i>		1 441	1 441					-	-	1 441	1 918	2 219
<i>Less Cost of Free Basis Services (50 kwh per indigent household per month)</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Net Service charges - Electricity</b>		<b>197 916</b>	<b>197 916</b>	-	-	-	-	-	-	<b>197 916</b>	<b>228 738</b>	<b>264 650</b>
<b>Service charges - Waste Management</b>												
Total refuse removal revenue		22 106	22 106					-	-	22 106	23 111	24 428
Total landfill revenue		-	-					-	-	-	-	-
<i>Less Revenue Foregone (in excess of one removal a week to indigent households)</i>		192	192					-	-	192	234	247
<i>Less Cost of Free Basis Services (removed once a week to indigent households)</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Service charges - Waste Management</b>		<b>21 914</b>	<b>21 914</b>	-	-	-	-	-	-	<b>21 914</b>	<b>22 877</b>	<b>24 181</b>
-												

<b>EXPENDITURE ITEMS</b>												
<b>Employee related costs</b>												
Basic Salaries and Wages		116 294	116 341					-	-	116 341	120 420	126 041
Pension and UIF Contributions		24 009	23 977					-	-	23 977	24 110	25 250
Medical Aid Contributions		12 190	12 210					-	-	12 210	13 029	13 643
Overtime		4 455	4 382					-	-	4 382	7 858	8 227
Performance Bonus		9 233	9 231					-	-	9 231	9 594	10 046
Motor Vehicle Allowance		21 020	21 090					-	-	21 090	23 425	24 526
Cellphone Allowance		2 004	2 054					-	-	2 054	1 994	2 088
Housing Allowances		897	994					-	-	994	861	901
Other benefits and allowances		7 148	6 616					-	-	6 616	7 653	8 013
Payments in lieu of leave		10 170	10 410					-	-	10 410	8 558	8 960
Long service awards		76	76					-	-	76	76	80
Post-retirement benefit obligations	4	-	-					-	-	-	-	-
Entertainment		-	-					-	-	-	-	-
Scarcity		-	-					-	-	-	-	-
Acting and post related allowance		4 381	4 496					-	-	4 496	3 782	3 960
In kind benefits		-	-					-	-	-	-	-
<b>sub-total</b>		<b>211 878</b>	<b>211 878</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>211 878</b>	<b>221 359</b>	<b>231 734</b>
Less: Employees costs capitalised to PPE		-	-					-	-	-	-	-
<b>Total Employee related costs</b>	1	<b>211 878</b>	<b>211 878</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>211 878</b>	<b>221 359</b>	<b>231 734</b>
<b>Depreciation and amortisation</b>												
Depreciation of Property, Plant & Equipment		83 544	83 544					-	-	83 544	88 222	88 222
Lease amortisation		102	102					-	-	102	108	108
Capital asset impairment		-	-					-	-	-	-	-
<b>Total Depreciation and amortisation</b>	1	<b>83 646</b>	<b>83 646</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>83 646</b>	<b>88 330</b>	<b>88 330</b>
<b>Bulk purchases</b>												
Electricity Bulk Purchases		155 868	153 890					-	-	153 890	180 340	208 653
<b>Total bulk purchases</b>	1	<b>155 868</b>	<b>153 890</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>153 890</b>	<b>180 340</b>	<b>208 653</b>
<b>Transfers and grants</b>												
Cash transfers and grants		676	676					-	-	676	1 136	1 136
Non-cash transfers and grants		400	400					-	-	400	-	-
<b>Total transfers and grants</b>		<b>1 076</b>	<b>1 076</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 076</b>	<b>1 136</b>	<b>1 136</b>

<b>Contracted services</b>												
Outsourced Services		33 915	31 611					-	-	31 611	36 081	36 684
Consultants and Professional Services		23 504	23 104					-	-	23 104	16 738	16 858
Contractors		21 188	28 438					(1 926)	(1 926)	26 512	8 806	12 379
<b>Total contracted services</b>		<b>78 607</b>	<b>83 153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 926)</b>	<b>(1 926)</b>	<b>81 227</b>	<b>61 626</b>	<b>65 921</b>
<b>Operational Costs</b>	-											
Collection costs		1 200	1 350					-	-	1 350	-	-
Contributions to 'other' provisions		1 200	800					-	-	800	1 000	1 000
Audit fees		7 500	8 300					-	-	8 300	7 500	7 500
Other Operational Costs		105 640	104 746					-	-	104 746	107 689	105 717
<b>Total Other Operational Costs</b>	1	<b>115 540</b>	<b>115 196</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 196</b>	<b>116 189</b>	<b>114 217</b>
<b>Repairs and Maintenance by Expenditure Item</b>	14											
Employee related costs		-	-					-	-	-	-	-
Inventory Consumed (Project Maintenance)		15 141	18 373					-	-	18 373	5 198	3 758
Contracted Services		-	-					-	-	-	-	-
Other Expenditure		-	-					-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	15	<b>15 141</b>	<b>18 373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18 373</b>	<b>5 198</b>	<b>3 758</b>
<b>Inventory Consumed</b>	-											
Inventory Consumed - Water		-	-	-	-	-	-	-	-	-	-	-
Inventory Consumed - Other		24 104	25 204	-	-	-	-	-	-	25 204	25 030	25 989
<b>Total Inventory Consumed &amp; Other Material</b>	-	<b>24 104</b>	<b>25 204</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25 204</b>	<b>25 030</b>	<b>25 989</b>

## 2.2. SUPPORTING DETAILS TO FINANCIAL POSITION BUDGET

LIM334 Ba-Phalaborwa - Supporting Table SB2 Supporting detail to 'Financial Position Budget' -

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		A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H		
<b>ASSETS</b>												
<b><u>Trade and other receivables from exchange transactions</u></b>												
Electricity		240 482	108 453					-	-	108 453	218 340	218 686
Water		-	-					-	-	-	-	-
Waste		206 278	210 320					-	-	210 320	215 722	217 026
Waste Water		12 706	12 706					-	-	12 706	13 417	14 182
Other trade receivables from exchange transactions		(11 350)	14 485					-	-	14 485	(11 850)	(13 112)
<b>Gross: Trade and other receivables from exchange transactions</b>		<b>448 115</b>	<b>345 964</b>	-	-	-	-	-	-	<b>345 964</b>	<b>435 629</b>	<b>436 781</b>
<b>Less: Impairment for debt</b>	1	<b>(186 252)</b>	<b>(255 598)</b>	-	-	-	-	-	-	<b>(255 598)</b>	<b>(195 040)</b>	<b>(195 040)</b>
Impairment for Electricity		(69 212)	(87 267)					-	-	(87 267)	(72 564)	(72 564)
Impairment for Water		-	-					-	-	-	-	-
Impairment for Waste		(111 374)	(156 885)					-	-	(156 885)	(116 550)	(116 550)
Impairment for Waste Water		-	-					-	-	-	-	-
Impairment for other trade receivables from exchange transactions		(5 665)	(11 446)					-	-	(11 446)	(5 925)	(5 925)
<b>Total net Trade and other receivables from Exchange Transactions</b>		<b>261 864</b>	<b>90 365</b>	-	-	-	-	-	-	<b>90 365</b>	<b>240 589</b>	<b>241 742</b>
<b><u>Receivables from non-exchange transactions</u></b>												
Property rates		444 969	631 234					-	-	631 234	511 325	514 192
Less: Impairment of Property rates		(114 624)	(582 645)					-	-	(582 645)	(120 731)	(120 731)
<b>Net Property rates</b>		<b>330 345</b>	<b>48 590</b>	-	-	-	-	-	-	<b>48 590</b>	<b>390 594</b>	<b>393 461</b>
Other receivables from non-exchange transactions		32 859	-					-	-	32 859	34 371	34 371
Impairment for other receivables from non-exchange transactions		(32 831)	-					-	-	(32 831)	(34 341)	(34 341)
<b>Net other receivables from non-exchange transactions</b>		<b>28</b>	<b>-</b>	-	-	-	-	-	-	<b>28</b>	<b>29</b>	<b>29</b>
<b>Total net Receivables from non-exchange transactions</b>		<b>330 373</b>	<b>48 590</b>	-	-	-	-	-	-	<b>48 618</b>	<b>390 623</b>	<b>393 490</b>
<b><u>Inventory</u></b>												
<b>Agricultural</b>												
<b>Opening Balance</b>		-	-					-	-	-	-	-
Acquisitions		-	-					-	-	-	-	-

Issues	13	-	-					-	-	-	-	-
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
<b>Closing balance - Agricultural</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Consumables</b>												
<b>Standard Rated</b>												
<b>Opening Balance</b>		-	-					-	-	-	(1 479)	(3 018)
Acquisitions		-	-					-	-	-	-	-
Issues	13	(1 479)	(1 479)					-	-	(1 479)	(1 539)	(1 600)
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
<b>Closing balance - Consumables Standard Rated</b>		(1 479)	(1 479)	-	-	-	-	-	-	(1 479)	(3 018)	(4 619)
<b>Zero Rated</b>												
<b>Opening Balance</b>		-	-					-	-	-	-	-
Acquisitions		-	-					-	-	-	-	-
Issues	13	-	-					-	-	-	-	-
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
<b>Closing balance - Consumables Zero Rated</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Finished Goods</b>												
<b>Opening Balance</b>		-	-					-	-	-	-	-
Acquisitions		-	-					-	-	-	-	-
Issues	13	-	-					-	-	-	-	-
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
<b>Closing balance - Finished Goods</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Materials and Supplies</b>												
<b>Opening Balance</b>		20 926	15 481					-	-	15 481	16 961	18 500
Acquisitions		24 104	25 204					-	-	25 204	25 030	25 989
Issues	13	(22 624)	(23 724)					-	-	(23 724)	(23 491)	(24 389)
Adjustments	14	-	-					-	-	-	-	-
Write-offs	15	-	-					-	-	-	-	-
<b>Closing balance - Materials and Supplies</b>		22 405	16 961	-	-	-	-	-	-	16 961	18 500	20 100
<b>Work-in-progress</b>												

<b>Opening Balance</b>		-	-					-	-	-	-	-
Materials		-	-					-	-	-	-	-
Transfers		-	-					-	-	-	-	-
<b>Closing balance - Work-in-progress</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Housing Stock</b>												
<b>Opening Balance</b>		-	-					-	-	-	-	-
Acquisitions		-	-					-	-	-	-	-
Transfers		-	-					-	-	-	-	-
Sales		-	-					-	-	-	-	-
<b>Closing Balance - Housing Stock</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Land</b>												
Opening Balance		-	1 549					-	-	1 549	1 549	1 549
Acquisitions		-	-					-	-	-	-	-
Sales		-	-					-	-	-	-	-
Adjustments		-	-					-	-	-	-	-
Correction of Prior period errors		-	-					-	-	-	-	-
Transfers		-	-					-	-	-	-	-
<b>Closing Balance - Land</b>		-	1 549	-	-	-	-	-	-	1 549	1 549	1 549
<b>Closing Balance - Inventory &amp; Consumables</b>		20 926	17 030	-	-	-	-	-	-	17 030	17 030	17 030
<b>Property, plant &amp; equipment</b>												
PPE at cost/valuation (excl. finance leases)		2 075 165	2 049 504					-	-	2 049 504	2 174 655	2 164 933
Leases recognised as PPE	2	-	-					-	-	-	-	-
Less: Accumulated depreciation		(1 253 741)	(1 273 634)					-	-	(1 273 634)	(1 312 249)	(1 312 249)
<b>Total Property, plant &amp; equipment</b>	1	821 424	775 870	-	-	-	-	-	-	775 870	862 407	852 684
<b>LIABILITIES</b>												
<b>Current liabilities - Financial liabilities</b>												
Short term loans (other than bank overdraft)		(3 074)	(2 591)					-	-	(2 591)	2 277	2 277
Current portion of long-term liabilities		1 208	2 313					-	-	2 313	(1 264)	(1 264)
<b>Total Current liabilities - Financial liabilities</b>		(1 866)	(278)	-	-	-	-	-	-	(278)	1 014	1 014
<b>Trade and other payables</b>												
Trade and other payables from exchange transactions		445 755	388 271					5 726	5 726	393 997	466 393	466 393
Other trade payables from exchange transactions		-	-					-	-	-	-	-
Trade payables from Non-exchange transactions: Unspent conditional Grants		-	340					-	-	340	-	-



Trade payables from Non-exchange transactions: Other		-	-					-	-	-	-	-
VAT		56 302	47 067					-	-	47 067	58 892	58 892
<b>Total Trade and other payables</b>	1	<b>502 057</b>	<b>435 678</b>	-	-	-	-	<b>5 726</b>	<b>5 726</b>	<b>441 404</b>	<b>525 285</b>	<b>525 285</b>
<b><u>Non current liabilities - Financial liabilities</u></b>												
Borrowing	3	44 646	24 752					-	-	24 752	46 700	46 700
Other financial liabilities		3 438	1 132					-	-	1 132	3 597	3 597
<b>Total Non current liabilities - Financial liabilities</b>		<b>48 085</b>	<b>25 884</b>	-	-	-	-	-	-	<b>25 884</b>	<b>50 297</b>	<b>50 297</b>
<b><u>Provisions - non current</u></b>												
Retirement benefits		44 080	51 407					-	-	51 407	46 108	46 108
Refuse landfill site rehabilitation		112 292	106 867					-	-	106 867	117 457	117 457
Other		7 400	6 770					-	-	6 770	7 740	7 740
<b>Total Provisions - non current</b>		<b>163 772</b>	<b>165 045</b>	-	-	-	-	-	-	<b>165 045</b>	<b>171 305</b>	<b>171 305</b>
<b>CHANGES IN NET ASSETS</b>												
<b><u>Accumulated surplus/(Deficit)</u></b>												
Accumulated surplus/(Deficit) - opening balance		1 212 897	855 274					-	-	855 274	1 346 868	1 350 388
GRAP adjustments		-	-					-	-	-	-	-
Restated balance		1 212 897	855 274	-	-	-	-	-	-	855 274	1 346 868	1 350 388
Surplus/(Deficit)		(41 469)	(44 051)	-	-	-	-	-	-	(44 051)	(21 263)	(6 648)
<b>Accumulated Surplus/(Deficit)</b>	1	<b>1 171 428</b>	<b>811 223</b>	-	-	-	-	-	-	<b>811 223</b>	<b>1 325 604</b>	<b>1 343 740</b>
<b><u>Reserves</u></b>												
Revaluation	-	12 790	12 193					-	-	12 193	13 379	13 379
<b>Total Reserves</b>	2	<b>12 790</b>	<b>12 193</b>	-	-	-	-	-	-	<b>12 193</b>	<b>13 379</b>	<b>13 379</b>
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>1 184 218</b>	<b>823 416</b>	-	-	-	-	-	-	<b>823 416</b>	<b>1 338 983</b>	<b>1 357 118</b>

## 2.3 SUPPORTING INFORMATION TO BUDGETED PERFORMANCE INDICATORS AND BENCHMARKS

LIM334 Ba-Phalaborwa - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks -

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
<b><u>Borrowing Management</u></b>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				12.9%	12.9%	12.9%	13.2%	12.5%
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%
<b><u>Safety of Capital</u></b>									
Gearing	Long Term Borrowing/ Funds & Reserves				349.1%	203.0%	203.0%	349.1%	349.1%
<b><u>Liquidity</u></b>									
Current Ratio	Current assets/current liabilities				121.8%	36.9%	110.7%	138.4%	143.4%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				121.8%	36.9%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				0.5	-0.1	0.7	0.8	0.8
<b><u>Revenue Management</u></b>									
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				155.3%	87.9%	132.9%	153.6%	144.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash and Investments					-1260.3%	-21573.4%	9278.1%	1186.8%	825.8%
<b><u>Other Indicators</u></b>									
	Total Volume Losses (kW)								
Electricity Distribution Losses (2)	Total Volume Losses (kW) non technical								

	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
	Bulk Purchase								
Water Volumes :System input	Water treatment works								
	Natural sources								
	Total Volume Losses (kℓ)								
Water Distribution Losses (2)	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Employee costs	Employee costs/(Total Revenue - capital revenue)				28.9%	28.7%	28.8%	28.4%	27.8%
Remuneration	Total remuneration/(Total Revenue - capital revenue)								
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				2.1%	2.5%	2.5%	0.7%	0.5%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				17.7%	17.7%	17.7%	17.5%	16.5%
<b>IDP regulation financial viability indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				658.2%	662.8%	661.1%	699.8%	748.9%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				35.7%	12.2%	12.3%	30.9%	29.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

## 2.4 SPECIAL ADJUSTMENT BUDGET - FUNDING MEASUREMENT

LIM334 Ba-Phalaborwa - Supporting Table SB6 Adjustments Budget - funding measurement -

Description	Ref	MFMA section	2021/22	2022/23	2023/24	Medium Term Revenue and Expenditure Framework				
R thousands			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2025/26	Budget Year +2 2026/27
<b>Funding measures</b>	–	–								
Cash/cash equivalents at the year end - R'000	1	18(1)b				(39 837)	(2 020)	4 757	44 262	63 606
Cash + investments at the yr end less applications - R'000	2	18(1)b				282 380	(340 931)	(75 835)	528 109	556 313
Cash year end/monthly employee/supplier payments	3	18(1)b				–	–	–	–	–
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				(41 469)	(44 051)	–	–	–
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	3.0%	4.3%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	77.3%	77.6%	77.5%	90.7%	91.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				34.2%	33.3%	33.5%	36.0%	37.8%
Capital payments % of capital expenditure	8	18(1)c;19				115.0%	117.5%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a							50.0%	1.0%
Long term receivables % change - incr(decr)	12	18(1)a							18.4%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)				1.3%	1.5%	1.5%	0.4%	0.3%
Asset renewal % of capital budget	14	20(1)(vi)				0.0%	0.0%	0.0%	0.0%	0.0%

## 2.5 TRANSFERS AND GRANTS RECEIVED

LIM334 Ba-Phalaborwa - 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	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7 A1	8 B	9 C	10 D	11 E	12 F		
<b>RECEIPTS:</b>	1, 2									
–										
<b><u>Operating Transfers and Grants</u></b>										
<b>National Government:</b>		223 212	222 873	–	–	–	–	222 873	221 501	221 556
Local Government Equitable Share		216 586	216 247	–	–	–	–	216 247	216 560	211 458
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–	–	–	5 000
Expanded Public Works Programme Integrated Grant	–	1 769	1 769	–	–	–	–	1 769	–	–
Local Government Financial Management Grant	–	3 000	3 000	–	–	–	–	3 000	3 000	3 000
Municipal Infrastructure Grant	–	1 857	1 857			–	–	1 857	1 941	2 098
<b>Total Operating Transfers and Grants</b>	6	223 212	222 873	–	–	–	–	222 873	221 501	221 556
<b><u>Capital Transfers and Grants</u></b>										
<b>National Government:</b>		40 098	35 284	–	–	–	–	35 284	45 156	47 853
Municipal Infrastructure Grant (MIG)	–	35 284	35 284	–	–	–	–	35 284	36 881	39 853
Integrated National Electrification Programme Grant	–	4 814	–	–	–	–	–	–	8 275	8 000
<b>Total Capital Transfers and Grants</b>	6	40 098	35 284	–	–	–	–	35 284	45 156	47 853
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		263 310	258 157	–	–	–	–	258 157	266 657	269 409

## 2.6 EXPENDITURE ON TRANSFERS AND GRANTS PROGRAMME

LIM334 Ba-Phalaborwa - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme -

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	2 A1	3 B	4 C	5 D	6 E	7 F		
R thousands										
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<u>Operating expenditure of Transfers and Grants</u>										
<b>National Government:</b>		223 212	222 873	–	–	–	–	221 016	221 501	221 556
Local Government Equitable Share		216 586	216 247	–	–	–	–	216 247	216 560	211 458
Energy Efficiency and Demand Side Management Grant	–	–	–	–	–	–	–	–	–	5 000
Expanded Public Works Programme Integrated Grant	–	1 769	1 769	–	–	–	–	1 769	–	–
Local Government Financial Management Grant	–	3 000	3 000	–	–	–	–	3 000	3 000	3 000
Municipal Infrastructure Grant	–	1 857	1 857						1 941	2 098
<b>Total operating expenditure of Transfers and Grants:</b>		223 212	222 873	–	–	–	–	221 016	221 501	221 556
<u>Capital expenditure of Transfers and Grants</u>										
<b>National Government:</b>		40 098	35 284	–	–	–	–	35 284	45 156	47 853
Municipal Infrastructure Grant (MIG)	–	35 284	35 284	–	–	–	–	35 284	36 881	39 853
Integrated National Electrification Programme Grant	–	4 814	–	–	–	–	–	–	8 275	8 000
<b>Total capital expenditure of Transfers and Grants</b>		40 098	35 284	–	–	–	–	35 284	45 156	47 853
<b>Total capital expenditure of Transfers and Grants</b>		263 310	258 157	–	–	–	–	256 300	266 657	269 409

## 2.7 RECONCILIATIONS OF TRANSFERS, GRANTS RECEIPTS AND UNSPENT FUNDS

LIM334 Ba-Phalaborwa - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds -

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
R thousands		A	2 A1	3 B	4 C	5 D	6 E	7 F		
<b>Operating transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts		(223 212)	222 873	-	-	-	-	222 873	(221 501)	(221 556)
Repayment of grants										
<b>Conditions met - transferred to revenue</b>		<b>(446 424)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(443 002)</b>	<b>(443 111)</b>
Conditions still to be met - transferred to liabilities		223 212	222 873	-	-	-	-	222 873	221 501	221 556
<b>Total operating transfers and grants revenue</b>		<b>(446 424)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(443 002)</b>	<b>(443 111)</b>
<b>Total operating transfers and grants - CTBM</b>	2	<b>223 212</b>	<b>222 873</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>222 873</b>	<b>221 501</b>	<b>221 556</b>
<b>Capital transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts		(40 098)	(35 284)	-	-	-	-	(35 284)	(45 156)	(47 853)
<b>Conditions met - transferred to revenue</b>		<b>(80 196)</b>	<b>(35 284)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(75 382)</b>	<b>(90 312)</b>	<b>(95 707)</b>
Conditions still to be met - transferred to liabilities		40 098		-	-	-	-	40 098	45 156	47 853
<b>Total capital transfers and grants revenue</b>		<b>(80 196)</b>	<b>(35 284)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(75 382)</b>	<b>(90 312)</b>	<b>(95 707)</b>
<b>Total capital transfers and grants - CTBM</b>		<b>40 098</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40 098</b>	<b>45 156</b>	<b>47 853</b>
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		<b>(526 620)</b>	<b>(35 284)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(75 382)</b>	<b>(533 314)</b>	<b>(538 818)</b>
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		<b>263 310</b>	<b>222 873</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>262 971</b>	<b>266 657</b>	<b>269 409</b>

2.8 TRANSFERS AND GRANTS MADE BY THE MUNICIPALITY.

LIM334 Ba-Phalaborwa - Supporting Table SB10 Adjustments Budget - transfers and grants made by the municipality -

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 6 A1	Accum. Funds 7 B	Multi-year capital 8 C	Unfore. Unavoid. 9 D	Nat. or Prov. Govt 10 E	Other Adjusts. 11 F	Total Adjusts. 12 G	Adjusted Budget 13 H	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Groups of Individuals External Bursaries [insert description] [insert description]		1 076	676					-	-	676	1 136	1 136
Total Non-Cash Grants To Groups Of Individuals:		1 076	676	-	-	-	-	-	-	676	1 136	1 136
TOTAL CASH TRANSFERS	5	1 076	-	-	-	-	-	-	-	-	-	-
TOTAL NON-CASH TRANSFERS TO OTHER ORGANISATIONS:		-	-	-	-	-	-	-	-	-	-	-
TOTAL NON-CASH TRANSFERS	5	-	-	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS		1 076	-	-	-	-	-	-	-	-	-	-



## 2.9 COUNCILLORS AND STAFF BENEFITS

LIM334 Ba-Phalaborwa - Supporting Table SB11 Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	Budget Year 2024/25									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
<b><u>Councillors (Political Office Bearers plus Other)</u></b>											
Basic Salaries and Wages		12 088	12 088					-	-	12 088	0.0%
Cellphone Allowance		1 785	1 785					-	-	1 785	
Housing Allowances		-	-					-	-	-	
Other benefits and allowances		4 194	4 194					-	-	4 194	
<b>Sub Total - Councillors</b>		<b>18 067</b>	<b>18 067</b>			-		-	-	<b>18 067</b>	<b>0.0%</b>
<b>% increase</b>			-							-	
<b><u>Senior Managers of the Municipality</u></b>											
Basic Salaries and Wages		4 583	4 583					-	-	4 583	0.0%
Pension and UIF Contributions		13	13					-	-	13	0.0%
Motor Vehicle Allowance		1 528	1 528					-	-	1 528	0.0%
Cellphone Allowance		152	152					-	-	152	0.0%
Housing Allowances		-	-					-	-	-	
Other benefits and allowances		129	129					-	-	129	
Payments in lieu of leave		-	-					-	-	-	
Long service awards		-	-					-	-	-	
Post-retirement benefit obligations		-	-					-	-	-	
Entertainment		-	-					-	-	-	
Scarcity		-	-					-	-	-	
Acting and post related allowance		-	60					-	-	60	
In kind benefits		-	-					-	-	-	
<b>Sub Total - Senior Managers of Municipality</b>		<b>6 404</b>	<b>6 404</b>	-		-		-	-	<b>6 404</b>	<b>0.0%</b>
<b>% increase</b>			-							-	
<b><u>Other Municipal Staff</u></b>											
Basic Salaries and Wages		111 712	111 759					-	-	111 759	0.0%
Pension and UIF Contributions		23 997	23 965					-	-	23 965	-0.1%
Medical Aid Contributions		12 190	12 210					-	-	12 210	0.2%
Overtime		4 455	4 382					-	-	4 382	-1.6%
Performance Bonus		9 233	9 231					-	-	9 231	

Motor Vehicle Allowance		19 493	19 563					-	-	19 563	0.4%
Cellphone Allowance		1 852	1 902					-	-	1 902	2.7%
Housing Allowances		897	994					-	-	994	
Other benefits and allowances		7 019	6 487					-	-	6 487	
Payments in lieu of leave		10 170	10 410					-	-	10 410	2.4%
Long service awards		76	76					-	-	76	0.0%
Post-retirement benefit obligations	5	-	-					-	-	-	
Entertainment		-	-					-	-	-	
Scarcity		-	-					-	-	-	
Acting and post related allowance		4 381	4 436					-	-	4 436	
In kind benefits		-	-					-	-	-	
<b>Sub Total - Other Municipal Staff</b>		<b>205 475</b>	<b>205 415</b>	-	-	-	-	-	-	<b>205 415</b>	<b>0.0%</b>
<b>% increase</b>											
<b>Total Parent Municipality</b>		<b>229 945</b>	<b>229 885</b>	-	-	-	-	-	-	<b>229 885</b>	<b>0.0%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>229 945</b>	<b>229 885</b>	-	-	-	-	-	-	<b>229 885</b>	<b>0.0%</b>
<b>% increase</b>											
<b>TOTAL MANAGERS AND STAFF</b>		<b>211 878</b>	<b>211 818</b>	-	-	-	-	-	-	<b>211 818</b>	<b>0.0%</b>

## 2.10 Monthly revenues and Expenditure per Municipal vote - SB12

LIM334 Ba-Phalaborwa - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote)

Description	Re f	Budget Year 2024/25												Medium Term Revenue and Expenditur e Framework		
		July	August	Sept.	October	Novembe r	Decembe r	January	Februar y	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcom e	Outcom e	Outcom e	Outcom e	Outcome	Outcome	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjusted Budget	Adjuste d Budget	Adjuste d Budget
<b>R thousands</b>																
<b>Revenue by Vote</b>																
Vote 1 - Executive and Councillors		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Budget and Treasury Office		106 546	21 327	21 764	20 972	20 667	93 042	40 109	40 109	40 109	40 109	40 109	(3 554)	481 310	495 375	505 803
Vote 3 - Corporate Services		128	19	63	158	3	18	30	30	30	30	30	(176)	365	301	318
Vote 4 - Community and Social Services		31	39	22	35	34	35	703	703	703	703	703	4 722	8 430	8 850	9 354
Vote 5 - Planning and Development Services		99	119	77	48	23	22	–	–	–	–	–	–	–	–	–
Vote 6 - Technical Services		15 962	12 514	17 856	18 087	16 026	21 825	23 473	23 473	23 473	23 473	23 473	62 042	281 679	320 229	366 718
<b>Total Revenue by Vote</b>		<b>122 767</b>	<b>34 018</b>	<b>39 783</b>	<b>39 300</b>	<b>36 752</b>	<b>114 942</b>	<b>64 315</b>	<b>64 315</b>	<b>64 315</b>	<b>64 315</b>	<b>64 315</b>	<b>63 034</b>	<b>771 785</b>	<b>824 755</b>	<b>882 192</b>
<b>Expenditure by Vote</b>																
Vote 1 - Executive and Councillors		4 997	6 774	4 956	6 721	4 964	6 286	7 694	7 694	7 694	7 694	7 694	19 161	92 329	99 208	102 213
Vote 2 - Budget and Treasury Office		3 194	8 528	7 850	8 579	10 510	5 484	15 641	15 641	15 641	15 641	15 641	65 343	187 695	195 558	197 081
Vote 3 - Corporate Services		7 768	4 555	7 400	4 353	6 463	4 436	7 298	7 298	7 298	7 298	7 298	16 112	87 578	98 807	90 533
Vote 4 - Community and Social Services		4 736	6 140	5 991	6 679	5 386	7 308	10 011	10 011	10 011	10 011	10 011	33 836	120 133	119 383	119 456
Vote 5 - Planning and Development Services		1 085	1 063	1 673	1 391	1 068	2 624	–	–	–	–	–	–	–	–	–
Vote 6 - Technical Services		18 521	26 906	24 163	21 377	23 469	23 783	27 342	27 342	27 342	27 342	27 342	53 173	328 100	333 062	379 557
<b>Total Expenditure by Vote</b>		<b>40 301</b>	<b>53 967</b>	<b>52 033</b>	<b>49 101</b>	<b>51 861</b>	<b>49 920</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>187 625</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/ (Deficit)</b>		<b>82 466</b>	<b>(19 949)</b>	<b>(12 250)</b>	<b>(9 802)</b>	<b>(15 109)</b>	<b>65 022</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(124 591)</b>	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

## 2.11 Monthly revenue and expenditure by standard classifications

LIM334 Ba-Phalaborwa - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification)

Description - Standard classification	Re f	Budget Year 2024/25												Medium Term Revenue and Expenditur e Framework		
		July	August	Sept.	October	Novembe r	Decembe r	January	February	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcom e	Outcom e	Outcom e	Outcom e	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjusted Budget	Adjuste d Budget	Adjuste d Budget
R thousands																
<b>Revenue - Functional</b>																
<b>Governance and administration</b>		106 674	21 345	21 828	21 130	20 670	93 060	40 140	40 140	40 140	40 140	40 140	(3 730)	481 675	495 676	506 121
Finance and administration		106 674	21 345	21 828	21 130	20 670	93 060	40 140	40 140	40 140	40 140	40 140	(3 730)	481 675	495 676	506 121
<b>Community and public safety</b>		568	576	557	572	34	572	560	560	560	560	560	1 042	6 722	7 046	7 448
Community and social services		31	39	20	35	16	35	23	23	23	23	23	(14)	277	240	253
Public safety		537	537	537	537	18	537	537	537	537	537	537	1 056	6 445	6 806	7 194
<b>Economic and environmental services</b>		1 783	806	320	723	3 692	4 533	3 398	3 398	3 398	3 398	3 398	11 932	40 781	40 745	43 984
Planning and development		99	119	77	48	23	22	23	23	23	23	23	(228)	275	290	307
Road transport		1 684	687	243	676	3 669	4 511	3 376	3 376	3 376	3 376	3 376	12 160	40 507	40 455	43 677
<b>Trading services</b>		14 278	11 827	17 616	17 411	12 357	17 314	20 217	20 217	20 217	20 217	20 217	50 716	242 606	281 288	324 640
Energy sources		11 844	9 226	14 992	14 776	9 706	14 654	17 332	17 332	17 332	17 332	17 332	46 127	207 986	244 994	286 277
Waste management		2 435	2 601	2 624	2 635	2 651	2 660	2 885	2 885	2 885	2 885	2 885	4 589	34 620	36 294	38 363
<b>Other</b>		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>		123 304	34 555	40 320	39 837	36 752	115 479	64 315	64 315	64 315	64 315	64 315	59 961	771 785	824 755	882 192
<b>Expenditure - Functional</b>																
<b>Governance and administration</b>		15 804	19 734	20 098	19 402	21 736	16 023	30 411	30 411	30 411	30 411	30 411	100 078	364 930	390 928	387 065
Executive and council		3 081	3 942	2 954	4 179	2 710	4 202	4 660	4 660	4 660	4 660	4 660	11 553	55 921	59 084	61 012
Finance and administration		10 962	13 084	15 250	12 932	16 973	9 920	22 948	22 948	22 948	22 948	22 948	81 514	275 373	294 665	287 914
Internal audit		1 761	2 709	1 894	2 291	2 053	1 901	2 803	2 803	2 803	2 803	2 803	7 011	33 636	37 179	38 139
<b>Community and public safety</b>		3 084	5 181	4 682	4 912	4 599	6 219	5 717	5 717	5 717	5 717	5 717	11 340	68 601	75 773	74 644
Community and social services		414	2 634	1 430	1 771	1 577	1 498	1 796	1 796	1 796	1 796	1 796	3 251	21 556	24 514	25 020
Sport and recreation		17	46	550	252	431	1 301	446	446	446	446	446	525	5 353	4 459	3 461
Public safety		1 543	1 523	1 543	1 809	1 619	1 892	1 943	1 943	1 943	1 943	1 943	3 673	23 316	24 723	25 837

Health		1 110	978	1 158	1 080	973	1 528	1 531	1 531	1 531	1 531	1 531	3 891	18 375	22 077	20 326
<b>Economic and environmental services</b>		<b>4 666</b>	<b>11 666</b>	<b>8 455</b>	<b>10 001</b>	<b>10 853</b>	<b>11 888</b>	<b>12 268</b>	<b>12 268</b>	<b>12 268</b>	<b>12 268</b>	<b>12 268</b>	<b>28 345</b>	<b>147 213</b>	<b>121 941</b>	<b>135 472</b>
Planning and development		1 378	1 280	1 904	1 640	1 311	2 897	3 046	3 046	3 046	3 046	3 046	10 913	36 555	30 630	31 551
Road transport		3 288	10 386	6 552	8 361	9 541	8 991	9 222	9 222	9 222	9 222	9 222	17 432	110 658	91 310	103 922
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Trading services</b>		<b>16 747</b>	<b>18 280</b>	<b>18 798</b>	<b>14 786</b>	<b>14 672</b>	<b>15 791</b>	<b>19 591</b>	<b>19 591</b>	<b>19 591</b>	<b>19 591</b>	<b>19 591</b>	<b>38 064</b>	<b>235 092</b>	<b>257 376</b>	<b>291 659</b>
Energy sources		16 151	17 385	18 431	13 962	14 226	15 585	18 697	18 697	18 697	18 697	18 697	35 136	224 359	247 477	282 170
Waste management		596	894	367	824	446	205	894	894	894	894	894	2 928	10 734	9 899	9 489
<b>Other</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Expenditure - Functional</b>		<b>40 301</b>	<b>54 861</b>	<b>52 033</b>	<b>49 101</b>	<b>51 861</b>	<b>49 920</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>177 826</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/ (Deficit)</b>		<b>83 003</b>	<b>(20 306)</b>	<b>(11 713)</b>	<b>(9 265)</b>	<b>(15 109)</b>	<b>65 559</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(117 866)</b>	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

## 2.12 MONTHLY REVENUE AND EXPENDITURE

### LIM334 Ba-Phalaborwa - Supporting Table SB14 Adjustments Budget - monthly revenue and expenditure

Description	Re f	Budget Year 2024/25												Medium Term Revenue and Expenditur e Framework		
		July	August	Sept.	October	Novembe r	Decembe r	January	Februar y	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcom e	Outcom e	Outcom e	Outcom e	Outcome	Outcome	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjuste d Budget	Adjusted Budget	Adjuste d Budget	Adjuste d Budget
		R thousands														
<u>Revenue By Source</u>																
Exchange Revenue																
Service charges - Electricity		11 693	9 157	14 923	13 993	9 287	13 056	16 493	16 493	16 493	16 493	16 493	43 343	197 916	228 738	264 650
Service charges - Waste Management		1 586	1 748	1 765	1 769	1 779	1 781	1 826	1 826	1 826	1 826	1 826	2 355	21 914	22 877	24 181
Sale of Goods and Rendering of Services		146	203	120	115	64	71	314	314	314	314	314	1 482	3 772	828	875
Agency services		574	574	574	574	17	574	574	574	574	574	574	1 131	6 888	7 273	7 688
Interest earned from Receivables		930	853	859	865	887	913	1 539	1 539	1 539	1 539	1 539	5 468	18 470	19 505	20 617
Interest earned from Current and Non Current Assets		877	673	554	456	491	676	491	491	491	491	491	(288)	5 894	5 696	6 021
Rental from Fixed Assets		74	19	63	82	3	18	30	30	30	30	30	(45)	365	301	318
Operational Revenue		4	5	3	3	41	48	682	682	682	682	682	4 672	8 186	8 645	9 137
Non-Exchange Revenue																
Property rates		12 402	17 516	17 533	17 338	17 532	17 389	16 226	16 226	16 226	16 226	16 226	13 870	194 706	205 610	217 330
Fines, penalties and forfeits		120	120	120	120	120	120	120	120	120	120	120	120	1 438	1 519	1 606
Licences or permits		537	537	537	537	18	537	537	537	537	537	537	1 056	6 445	6 806	7 194
Transfer and subsidies - Operational		90 567	349	785	792	557	72 504	18 573	18 573	18 573	18 573	18 573	(35 544)	222 873	221 501	221 556
Interest		3 078	3 096	3 178	3 173	3 217	3 254	3 969	3 969	3 969	3 969	3 969	8 789	47 632	50 300	53 167
Total Revenue		15 737	34 848	41 014	39 816	34 012	110 940	61 375	61 375	61 375	61 375	61 375	46 409	736 501	779 599	834 339
<u>Expenditure By Type</u>																
Employee related costs		14 044	13 526	14 283	15 632	14 170	15 631	17 657	17 657	17 657	17 657	17 657	36 310	211 878	221 359	231 734
Remuneration of councillors		1 365	1 365	1 365	1 365	1 365	1 434	1 506	1 506	1 506	1 506	1 506	2 278	18 067	18 898	19 748
Bulk purchases - electricity		13 538	13 032	15 316	9 827	10 969	12 189	12 824	12 824	12 824	12 824	12 824	14 897	153 890	180 340	208 653
Inventory consumed		990	1 904	1 502	1 808	3 568	2 086	2 100	2 100	2 100	2 100	2 100	2 844	25 204	25 030	25 989
Debt impairment		8 792	8 792	8 792	8 792	8 792	8 792	8 792	8 792	8 792	8 792	8 792	8 792	105 500	111 408	111 408

Depreciation and amortisation	6 971	13 290	6 667	7 005	6 762	7 296	6 971	6 971	6 971	6 971	6 971	804	83 646	88 330	88 330
Interest	1 713	1 713	1 713	1 713	1 713	1 713	1 713	1 713	1 713	1 713	1 713	1 713	20 552	21 703	21 703
Contracted services	2 586	3 916	5 931	5 584	3 617	3 539	6 769	6 769	6 769	6 769	6 769	22 209	81 227	61 626	65 921
Transfers and subsidies	36	2	56	56	56	56	56	56	56	56	56	131	676	1 136	1 136
Operational costs	7 742	6 931	6 969	7 881	11 409	7 745	9 600	9 600	9 600	9 600	9 600	18 520	115 196	116 189	114 217
<b>Total Expenditure</b>	<b>57 776</b>	<b>64 471</b>	<b>62 594</b>	<b>59 662</b>	<b>62 422</b>	<b>60 481</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>67 986</b>	<b>108 499</b>	<b>815 836</b>	<b>846 018</b>	<b>888 840</b>
<b>Surplus/(Deficit)</b>	<b>(42 039)</b>	<b>(29 623)</b>	<b>(21 580)</b>	<b>(19 847)</b>	<b>(28 410)</b>	<b>50 459</b>	<b>(6 611)</b>	<b>(6 611)</b>	<b>(6 611)</b>	<b>(6 611)</b>	<b>(6 611)</b>	<b>(62 090)</b>	<b>(79 335)</b>	<b>(66 419)</b>	<b>(54 501)</b>
Transfers and subsidies - capital (monetary allocations)	1 411	400	2 940	715	3 351	3 351	2 940	2 940	2 940	2 940	2 940	8 413	35 284	45 156	47 853
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(40 628)</b>	<b>(29 222)</b>	<b>(18 639)</b>	<b>(19 132)</b>	<b>(25 058)</b>	<b>53 811</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(3 671)</b>	<b>(53 678)</b>	<b>(44 051)</b>	<b>(21 263)</b>	<b>(6 648)</b>

## 2.13 MONTHLY CASH FLOWS

LIM334 Ba-Phalaborwa - Supporting Table SB15 Adjustments Budget - monthly cash flow -

Monthly cash flows	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	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Cash Receipts By Source</b>	1															
Property rates		5 833	7 552	6 030	6 722	6 586	5 106	13 629	13 629	13 629	13 629	13 629	57 576	163 553	205 610	217 330
Service charges - electricity revenue		7 642	5 582	7 515	9 213	6 549	5 482	13 839	13 839	13 839	13 839	13 839	54 889	166 068	228 738	264 650
Service charges - refuse		617	460	519	594	503	486	1 842	1 842	1 842	1 842	1 842	9 717	22 106	23 111	24 428
		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		30	6	6	7	8	6	30	30	30	30	30	149	365	301	318
Interest earned - external investments		491	491	491	491	491	491	491	491	491	491	491	491	5 894	5 696	6 021
Fines, penalties and forfeits		120	120	120	120	120	120	120	120	120	120	120	120	1 438	1 519	1 606
Licences and permits		537	537	537	537	537	537	537	537	537	537	537	537	6 445	6 806	7 194
Agency services		574	574	574	574	574	574	574	574	574	574	574	574	6 888	7 273	7 688
Transfers and Subsidies - Operational		91 176	4 116	554	456	18 573	72 532	18 573	18 573	18 573	18 573	18 573	(57 396)	222 873	221 501	221 556
Other revenue		50 000	762	309	454	243	25 150	997	997	997	997	997	(69 943)	11 958	9 473	10 013
<b>Cash Receipts by Source</b>		<b>157 021</b>	<b>20 200</b>	<b>16 655</b>	<b>19 168</b>	<b>34 183</b>	<b>110 484</b>	<b>50 632</b>	<b>50 632</b>	<b>50 632</b>	<b>50 632</b>	<b>50 632</b>	<b>(3 285)</b>	<b>607 589</b>	<b>710 028</b>	<b>760 802</b>
<b>Other Cash Flows by Source</b>																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		22 141	2 940	2 940	2 940	2 940	2 940	2 940	2 940	2 940	2 940	2 940	(16 260)	35 284	45 156	47 853
<b>Total Cash Receipts by Source</b>		<b>179 162</b>	<b>23 140</b>	<b>19 595</b>	<b>22 109</b>	<b>37 123</b>	<b>113 425</b>	<b>53 573</b>	<b>53 573</b>	<b>53 573</b>	<b>53 573</b>	<b>53 573</b>	<b>(19 545)</b>	<b>642 873</b>	<b>755 184</b>	<b>808 656</b>
<b>Cash Payments by Type</b>																
Employee related costs		12 715	6 866	16 747	5 052	17 584	19 859	17 779	17 779	17 779	17 779	17 779	45 631	213 349	222 724	233 099
Remuneration of councillors		578	975	1 010	1 008	1 027	1 454	1 506	1 506	1 506	1 506	1 506	4 488	18 067	18 898	19 748
Finance charges		218	218	218	218	218	218	218	218	218	218	218	218	2 617	2 763	2 763
Bulk purchases - Electricity	2	11 909	20 069	12 733	16 668	17 500	10 115	13 084	13 084	13 084	13 084	13 084	2 596	157 010	207 391	239 951
Acquisitions - water & other inventory	3	1 810	1 810	1 810	1 810	1 810	1 810	1 810	1 810	1 810	1 810	1 810	1 810	21 720	28 785	29 888
		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		7 774	7 774	7 774	7 774	7 774	7 774	7 774	7 774	7 774	7 774	7 774	7 774	93 291	70 824	75 764
Transfers and grants - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other		56	56	56	56	56	56	56	56	56	56	56	56	676	1 136	1 136



Other expenditure	25 455	18 863	18 896	16 761	23 056	26 544	10 607	10 607	10 607	10 607	10 607	(55 326)	127 283	127 957	125 743
<b>Cash Payments by Type</b>	<b>60 515</b>	<b>56 632</b>	<b>59 244</b>	<b>49 347</b>	<b>69 025</b>	<b>67 830</b>	<b>52 834</b>	<b>52 834</b>	<b>52 834</b>	<b>52 834</b>	<b>52 834</b>	<b>7 248</b>	<b>634 012</b>	<b>680 478</b>	<b>728 093</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	4 878	4 878	4 878	4 878	4 878	6 380	4 878	4 878	4 878	4 878	4 878	3 377	58 541	76 562	65 381
Repayment of borrowing	1 700	1 700	1 700	1 700	1 700	1 700	1 700	1 700	1 700	1 700	1 700	1 700	20 400	(20 400)	(20 400)
Other Cash Flows/Payments	531	—	—	—	—	—	—	—	—	—	—	(531)	—	—	—
<b>Total Cash Payments by Type</b>	<b>67 624</b>	<b>63 210</b>	<b>65 823</b>	<b>55 925</b>	<b>75 603</b>	<b>75 911</b>	<b>59 413</b>	<b>59 413</b>	<b>59 413</b>	<b>59 413</b>	<b>59 413</b>	<b>11 793</b>	<b>712 953</b>	<b>736 641</b>	<b>773 074</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>111 537</b>	<b>(40 070)</b>	<b>(46 227)</b>	<b>(33 816)</b>	<b>(38 480)</b>	<b>37 514</b>	<b>(5 840)</b>	<b>(5 840)</b>	<b>(5 840)</b>	<b>(5 840)</b>	<b>(5 840)</b>	<b>(31 338)</b>	<b>(70 080)</b>	<b>18 543</b>	<b>35 582</b>
Cash/cash equivalents at the month/year beginning:	54 438	165 975	125 905	79 678	45 862	7 382	44 896	39 056	33 216	27 376	21 536	15 696	54 438	(15 643)	2 901
Cash/cash equivalents at the month/year end:	165 975	125 905	79 678	45 862	7 382	44 896	39 056	33 216	27 376	21 536	15 696	(15 643)	(15 643)	2 901	38 482

## 2.14 Monthly Capital Expenditure by Municipal Vote

LIM334 Ba-Phalaborwa - Supporting Table SB16 Adjustments Budget - monthly capital expenditure (municipal vote) -

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	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Single-year expenditure appropriation</b>																
Vote 1 - Executive and Councillors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		190	142	548	142	224	393	142	142	142	142	142	(647)	1 700	3 500	4 000
Vote 4 - Community and Social Services		602	129	258	602	602	602	602	602	602	602	602	1 420	7 225	11 200	5 000
Vote 5 - Planning and Development Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		6 947	313	158	560	2 976	8 660	3 838	3 838	3 838	3 838	3 838	7 250	46 054	51 876	47 853
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>	3	7 739	584	963	1 303	3 802	9 655	4 582	4 582	4 582	4 582	4 582	8 023	54 979	66 576	56 853
<b>Total Capital Expenditure</b>	2	7 739	584	963	1 303	3 802	9 655	4 582	4 582	4 582	4 582	4 582	8 023	54 979	66 576	56 853

## 2.15 Monthly Capital Expenditure by Standard Classification

LIM334 Ba-Phalaborwa - Supporting Table SB17 Adjustments Budget - monthly capital expenditure (functional classification) -

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	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Capital Expenditure - Functional																
Governance and administration		190	142	548	142	224	393	142	142	142	142	142	(647)	1 700	3 500	4 000
Executive and council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Finance and administration		190	142	548	142	224	393	142	142	142	142	142	(647)	1 700	3 500	4 000
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Community and public safety		1 053	1 099	1 227	1 053	1 053	1 053	1 053	1 053	1 053	1 053	1 053	833	12 637	1 200	–
Community and social services		83	129	258	83	83	83	83	83	83	83	83	(137)	1 000	1 000	–
Sport and recreation		903	903	903	903	903	903	903	903	903	903	903	903	10 837	–	–
Public safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		67	67	67	67	67	67	67	67	67	67	67	67	800	200	–
Economic and environmental services		6 947	313	158	2 703	2 914	7 551	2 703	2 703	2 703	2 703	2 703	(1 663)	32 442	37 914	35 567
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		6 947	313	158	2 703	2 914	7 551	2 703	2 703	2 703	2 703	2 703	(1 663)	32 442	37 914	35 567
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		683	683	683	976	479	1 526	683	683	683	683	683	(247)	8 200	23 962	17 286
Energy sources		267	267	267	560	62	1 109	267	267	267	267	267	(664)	3 200	13 962	12 286
Water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		417	417	417	417	417	417	417	417	417	417	417	417	5 000	10 000	5 000
Other		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional		8 874	2 237	2 617	4 874	4 670	10 523	4 582	4 582	4 582	4 582	4 582	(1 724)	54 979	66 576	56 853

## 2.16 ADJUSTMENTS ON CAPITAL EXPENDITURE (NEW ASSETS)

LIM334 Ba-Phalaborwa - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class -

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	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>												
-												
<b>Infrastructure</b>		<b>35 056</b>	<b>35 050</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 377)</b>	<b>(1 377)</b>	<b>33 673</b>	<b>51 876</b>	<b>36 153</b>
Roads Infrastructure		25 692	30 652	-	-	-	-	(1 429)	(1 429)	29 223	37 914	23 867
<i>Roads</i>		18 792	24 336					(1 429)	(1 429)	22 907	31 014	23 867
<i>Road Structures</i>		6 900	6 316					-	-	6 316	6 900	-
<i>Road Furniture</i>		-	-					-	-	-	-	-
<i>Capital Spares</i>		-	-					-	-	-	-	-
Storm water Infrastructure		1 350	1 198	-	-	-	-	52	52	1 250	-	-
<i>Drainage Collection</i>		850	850					-	-	850	-	-
<i>Storm water Conveyance</i>		500	348					52	52	400	-	-
<i>Attenuation</i>		-	-					-	-	-	-	-
Electrical Infrastructure		8 014	3 200	-	-	-	-	-	-	3 200	13 962	12 286
<i>Power Plants</i>		-	-					-	-	-	-	-
<i>HV Substations</i>		-	-					-	-	-	-	-
<i>HV Switching Station</i>		-	-					-	-	-	-	-
<i>HV Transmission Conductors</i>		-	-					-	-	-	-	-
<i>MV Substations</i>		-	-					-	-	-	-	-
<i>MV Switching Stations</i>		-	-					-	-	-	-	-
<i>MV Networks</i>		3 200	3 200					-	-	3 200	-	-
<i>LV Networks</i>		4 814	-					-	-	4 814	8 275	8 000

Capital Spares	-	-	-	-	-	-	-	-	-	5 687	4 286
<b>Community Assets</b>	<b>1 938</b>	<b>1 000</b>	-	-	-	-	-	-	1 000	<b>1 000</b>	-
Community Facilities	1 000	1 000	-	-	-	-	-	-	1 000	1 000	-
Halls	-	-	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	1 000	1 000	-	-	-	-	-	-	1 000	1 000	-
Police	-	-	-	-	-	-	-	-	-	-	-
PurIs	-	-	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	<b>938</b>	-	-	-	-	-	-	-	<b>938</b>	-	-
Indoor Facilities	938	-	-	-	-	-	-	-	938	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-	-	-

<i>Unimproved Property</i>		-	-					-	-	-	-	-
<b><u>Furniture and Office Equipment</u></b>		1 700	1 700	-	-	-	-	-	-	1 700	3 500	4 000
Furniture and Office Equipment		1 700	1 700					-	-	1 700	3 500	4 000
<b><u>Machinery and Equipment</u></b>		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-					-	-	-	-	-
<b><u>Transport Assets</u></b>		1 225	1 225	-	-	-	-	-	-	1 225	200	-
Transport Assets		1 225	1 225					-	-	1 225	200	-
<b><u>Land</u></b>		5 000	5 000	-	-	-	-	-	-	5 000	10 000	5 000
Land		5 000	5 000					-	-	5 000	10 000	5 000
<b>Total Capital Expenditure on new assets to be adjusted</b>	1	44 918	43 975	-	-	-	-	(1 377)	(1 377)	42 598	66 576	45 153

## 2.17 EXPENDITURE ON REPAIRS AND MAINTENANCE BY ASSET CLASS

LIM334 Ba-Phalaborwa - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class -

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		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>												
<b>Infrastructure</b>		<b>11 663</b>	<b>14 489</b>	-	-	-	-	-	-	<b>14 489</b>	<b>1 500</b>	<b>1 500</b>
Roads Infrastructure		6 950	6 950	-	-	-	-	-	-	6 950	-	-
Roads		6 950	6 950	-	-	-	-	-	-	6 950	-	-
Road Structures		-	-	-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3 000	3 556	-	-	-	-	-	-	3 556	-	-
Power Plants		-	-	-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-	-	-
MV Substations		-	556	-	-	-	-	-	-	556	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-	-	-
LV Networks		3 000	3 000	-	-	-	-	-	-	3 000	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		1 213	3 213	-	-	-	-	-	-	3 213	1 000	1 000
Landfill Sites		1 213	3 213	-	-	-	-	-	-	3 213	1 000	1 000
Waste Transfer Stations		-	-	-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		500	770	-	-	-	-	-	-	770	500	500
Data Centres		-	-	-	-	-	-	-	-	-	-	-
Core Layers		500	770	-	-	-	-	-	-	770	500	500
Distribution Layers		-	-	-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		<b>1 573</b>	<b>1 448</b>	-	-	-	-	-	-	<b>1 448</b>	<b>2 329</b>	<b>889</b>
Community Facilities		1 373	1 248	-	-	-	-	-	-	1 248	2 129	689
Halls		650	675	-	-	-	-	-	-	675	50	50

Centres		-	-					-	-	-	-	-
Libraries		-	-					-	-	-	-	-
Cemeteries/Crematoria		723	573					-	-	573	2 079	639
Sport and Recreation Facilities		200	200	-	-	-	-	-	-	200	200	200
Indoor Facilities		200	200					-	-	200	200	200
Outdoor Facilities		-	-					-	-	-	-	-
Capital Spares		-	-					-	-	-	-	-
<b>Other assets</b>		<b>400</b>	<b>200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>200</b>	<b>-</b>	<b>-</b>
Operational Buildings		400	200	-	-	-	-	-	-	200	-	-
Municipal Offices		-	-					-	-	-	-	-
Pay/Enquiry Points		-	-					-	-	-	-	-
Building Plan Offices		400	200					-	-	200	-	-
Workshops		-	-					-	-	-	-	-
<b>Furniture and Office Equipment</b>		<b>380</b>	<b>400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>400</b>	<b>65</b>	<b>65</b>
Furniture and Office Equipment		380	400					-	-	400	65	65
<b>Machinery and Equipment</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Machinery and Equipment		-	-					-	-	-	-	-
<b>Transport Assets</b>		<b>1 125</b>	<b>1 836</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 836</b>	<b>1 305</b>	<b>1 305</b>
Transport Assets		1 125	1 836					-	-	1 836	1 305	1 305
<b>Land</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Land		-	-					-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Zoo's, Marine and Non-biological Animals		-	-					-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure to be adjusted</b>	<b>1</b>	<b>15 141</b>	<b>18 373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18 373</b>	<b>5 198</b>	<b>3 758</b>



## 2.18 ADJUSTMENT ON BUDGET- DEPRECIATION BY ASSET CLASS

LIM334 Ba-Phalaborwa - Supporting Table SB18d Adjustments Budget - depreciation by asset class -

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b><u>Depreciation by Asset Class/Sub-class</u></b>												
-												
<b><u>Infrastructure</u></b>		<b>48 626</b>	<b>48 626</b>	-	-	-	-	-	-	<b>48 626</b>	<b>51 349</b>	<b>51 349</b>
Roads Infrastructure		35 262	35 262	-	-	-	-	-	-	35 262	37 237	37 237
Roads		9 024	9 024					-	-	9 024	9 529	9 529
Road Structures		390	390					-	-	390	412	412
Road Furniture		25 848	25 848					-	-	25 848	27 295	27 295
Capital Spares		-	-					-	-	-	-	-
Storm water Infrastructure		2 997	2 997	-	-	-	-	-	-	2 997	3 165	3 165
Drainage Collection		21	21					-	-	21	22	22
Storm water Conveyance		2 976	2 976					-	-	2 976	3 143	3 143
Attenuation		-	-					-	-	-	-	-
Electrical Infrastructure		10 366	10 366	-	-	-	-	-	-	10 366	10 947	10 947
Power Plants		-	-					-	-	-	-	-
HV Transmission Conductors		-	-					-	-	-	-	-
MV Substations		4 960	4 960					-	-	4 960	5 238	5 238
MV Switching Stations		281	281					-	-	281	297	297
MV Networks		4 456	4 456					-	-	4 456	4 705	4 705
LV Networks		669	669					-	-	669	707	707
Capital Spares		-	-					-	-	-	-	-
<b><u>Community Assets</u></b>		<b>13 759</b>	<b>13 759</b>	-	-	-	-	-	-	<b>13 759</b>	<b>14 529</b>	<b>14 529</b>
Community Facilities		11 016	11 016	-	-	-	-	-	-	11 016	11 633	11 633
Halls		315	315					-	-	315	333	333
Centres		-	-					-	-	-	-	-
Libraries		-	-					-	-	-	-	-
Cemeteries/Crematoria		63	63					-	-	63	67	67
Police		-	-					-	-	-	-	-
Public Ablution Facilities		10 637	10 637					-	-	10 637	11 233	11 233
Capital Spares		-	-					-	-	-	-	-

Sport and Recreation Facilities		2 743	2 743	-	-	-	-	-	-	2 743	2 897	2 897
Indoor Facilities		-	-					-	-	-	-	-
Outdoor Facilities		2 743	2 743					-	-	2 743	2 897	2 897
Capital Spares		-	-					-	-	-	-	-
<b>Other assets</b>		<b>13 778</b>	<b>13 778</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13 778</b>	<b>14 549</b>	<b>14 549</b>
Operational Buildings		13 778	13 778	-	-	-	-	-	-	13 778	14 549	14 549
Municipal Offices		13 778	13 778					-	-	13 778	14 549	14 549
Pay/Enquiry Points		-	-					-	-	-	-	-
Building Plan Offices		-	-					-	-	-	-	-
<b>Intangible Assets</b>		<b>102</b>	<b>102</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102</b>	<b>108</b>	<b>108</b>
Servitudes		-	-					-	-	-	-	-
Licences and Rights		102	102	-	-	-	-	-	-	102	108	108
Water Rights		-	-					-	-	-	-	-
Effluent Licenses		-	-					-	-	-	-	-
Solid Waste Licenses		-	-					-	-	-	-	-
Computer Software and Applications		102	102					-	-	102	108	108
Load Settlement Software Applications		-	-					-	-	-	-	-
Unspecified		-	-					-	-	-	-	-
<b>Computer Equipment</b>		<b>1 598</b>	<b>1 598</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 598</b>	<b>1 688</b>	<b>1 688</b>
Computer Equipment		1 598	1 598					-	-	1 598	1 688	1 688
<b>Furniture and Office Equipment</b>		<b>778</b>	<b>778</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>778</b>	<b>821</b>	<b>821</b>
Furniture and Office Equipment		778	778					-	-	778	821	821
<b>Machinery and Equipment</b>		<b>1 976</b>	<b>1 976</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 976</b>	<b>2 087</b>	<b>2 087</b>
Machinery and Equipment		1 976	1 976					-	-	1 976	2 087	2 087
<b>Transport Assets</b>		<b>3 030</b>	<b>3 030</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 030</b>	<b>3 200</b>	<b>3 200</b>
Transport Assets		3 030	3 030					-	-	3 030	3 200	3 200
<b>Land</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Land		-	-					-	-	-	-	-
<b>Total Depreciation to be adjusted</b>	1	<b>83 646</b>	<b>83 646</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>83 646</b>	<b>88 330</b>	<b>88 330</b>

## 2.19 ADJUSTMENTS BUDGET – CAPITAL EXPENDITURE ON UPGRADING OF EXISTING ASSETS BY ASSET CLASS

LIM334 Ba-Phalaborwa - Supporting Table SB18e Adjustments Budget - capital expenditure on upgrading of existing assets by asset class -

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		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>												
<b>–</b>												
<b>Infrastructure</b>		4 037	167	–	–	–	–	1 377	1 377	1 544	–	11 700
Roads Infrastructure		4 037	167	–	–	–	–	1 377	1 377	1 544	–	11 700
Roads		4 037	167					1 377	1 377	1 544	–	11 700
Road Structures		–	–					–	–	–	–	–
Road Furniture		–	–					–	–	–	–	–
Capital Spares		–	–					–	–	–	–	–
<b>Community Assets</b>		10 837	10 837	–	–	–	–	–	–	10 837	–	–
Sport and Recreation Facilities		10 837	10 837	–	–	–	–	–	–	10 837	–	–
Indoor Facilities		–	–					–	–	–	–	–
Outdoor Facilities		10 837	10 837					–	–	10 837	–	–
Capital Spares		–	–					–	–	–	–	–
<b>Zoo's, Marine and Non-biological Animals</b>		–	–	–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–						–	–	–	–	–
<b>Living resources</b>		–	–	–	–	–	–	–	–	–	–	–
Mature		–	–	–	–	–	–	–	–	–	–	–
Policing and Protection		–	–					–	–	–	–	–
Zoological plants and animals		–	–					–	–	–	–	–
Immature		–	–	–	–	–	–	–	–	–	–	–
Policing and Protection		–	–					–	–	–	–	–
Zoological plants and animals		–	–					–	–	–	–	–
<b>Total Capital Expenditure on upgrading of existing assets to be adjusted</b>	1	14 875	11 004	–	–	–	–	1 377	1 377	12 381	–	11 700

## OVERVIEW OF SPECIAL ADJUSTMENT BUDGET ASSUMPTIONS

The Special Adjustment Budget always focuses on service delivery programmes in line with current challenges faced by the municipality such as electricity infrastructure and dilapidated roads infrastructure.

The following decisions remains unchanged considering service delivery issues:

- Collection of electricity revenue must be prioritised in Phalaborwa town.
- Continuous implementation of policies such as credit control and debt collection policy to reach the acceptable collection norm.
- Continuous Implementation of approved funding plan, financial recovery plan and cost containment regulations as approved by Council.

### 4. OVERVIEW OF SPECIAL ADJUSTMENT BUDGET FUNDING

#### 4.1.1 Tariff schedule

The tariff schedule for 2024/25 on all services remains unchanged.

#### 4.1.2 Government Grant and Subsidies allocation

Government grants reduced from R263.3 million to R263.0 million.

### 5. REVISED SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)

- The revised SDBIP will be attached once finalised and approved.

## 6. LEGISLATION COMPLIANCE STATUS

### 6.1 Compliance to Municipal Finance Management Act (MFMA, 56 of 2003 )

The MFMA came into effect on 01 July 2004. This legislation provides for significant changes in the way municipalities in South Africa manage their financial affairs. The legislation not only deals with Financial Management issues but also with general management issues.

## 7. MUNICIPAL MANAGER'S QUALITY

### QUALITY CERTIFICATE

I **Ms ME Mphachoe**, Acting Municipal Manager of **BA-PHALABORWA LOCAL MUNICIPALITY (LIM334)** hereby certify that the special adjustment budget and its supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the Regulations made under the Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the Municipality.

Print Name

Motialepula Mphachoe

Municipal Manager of

Ba-Phalaborwa Local Municipality LIM334

Signature

Mphachoe

Date

31 March 2025