



**THABAZIMBI**  
**LOCAL**  
**MUNICIPALITY**  
**DRAFT ANNUAL**  
**BUDGET 2022/23**

**MEDIUM TERM REVENUE AND  
EXPENDITURE FORECASTS**

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**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**THABAZIMBI LOCAL MUNICIPALITY**

**VISION**

*A MUNICIPALITY WITH A DIVERSIFIED ECONOMY IN THE PROVISION OF EXCELLENT  
SUSTAINABLE SERVICES*

**MISSION**

*TO BE A LEADING MUNICIPALITY IN THE PROVISION OF EXCELLENT SUSTAINABLE SERVICES  
IN COLLABORATION WITH STAKEHOLDERS*

**VALUES STATEMENT**

*HONESTY AND INTEGRITY, ACCOUNTABILITY, INNOVATIVE AND TRANSFORMATIVE, SAFE  
ENVIRONMENT, COLLABORATIVE, TRANSPARENCY AND FAIRNESS, COMMUNITY DRIVEN*

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

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**GLOSSARY OF TERMS AND ABBREVIATIONS**

**Allocations** – Money received from Provincial and National Treasury.

**Budget** – The financial plan of a municipality.

**Budget related policy** – Policy of a municipality affecting, or affected by, the budget. Examples include tariff policy, rates policy and credit control and debt policy.

**Budget Steering committee (BSC)** – Committee established to provide technical assistance to the Mayor in discharging the responsibilities set out in Section 53 of the MFMA.

**Capital Expenditure** – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

**Cash Flow Statement** – A statement showing when actual cash that will be received and spent by the municipality, and the month end cash and short-term investment balances.

**CGD** – Capital Grants and Donations.

**CPI** – Headline Consumer Price Index.

**CRR** – Capital Replacement Reserve.

**DMTN** – Domestic Medium Term Note.

**DORA** – Division of Revenue Act. Annual legislation, which shows the allocations from National to Local Government.

**DORB** – Division of Revenue Bill. Annual legislation tabled in parliament, but not enacted, which shows the allocations from National to Local Government.

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted at assisting municipalities with the costs of free basic services.

**GFS** – Government Finance Statistics. An internationally recognized classification system that facilitates comparisons between municipalities.

**IDP** – Integrated Development Plan. The main strategic planning document of a municipality.

**KPI** – Key Performance Indicators. Measures of service output and/or outcome.

**MBRR** – Municipal Budget Reporting Regulations.

**MFMA** – Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to Municipal Financial Management.

**MTREF** – Medium Term Revenue and Expenditure Framework, as prescribed by the MFMA. It sets out indicative revenue and projected expenditure for the budget year, plus two outer financial years.

**SDBIP** – Service Delivery Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**SFA** – Strategic Focus Areas. The main priorities of a municipality as set out in the IDP. Budgeted spending must contribute towards achievement of these Strategic Focus Areas.

**Portfolio Committee** – In line with Section 79 of the Structures Act, the Council Portfolio Committees process policies and bylaws relating to the functional areas within their terms of reference, and are responsible for implementation monitoring of these, as well as oversight of the functional areas. Portfolio Committees are also responsible for assessing and monitoring services delivery, ensuring that annual budgets are spent wisely, and that there is no wastage or corruption.

**Rates** – Local Government tax based on assessed valuation of a property.

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## **1. EXECUTIVE SUMMARY**

In terms of Section 24(1) of the Municipal Finance Management Act (MFMA) No. 56 of 2003, the council of the municipality must for each year approve an annual budget for the municipality before the start of the financial year. The deadlines set out in the MFMA for tabling and approving budgets are minimum compliance requirements; municipalities may table and approve their budgets earlier. The budget must be tabled for consultation at least 90 days (31 March) before the start of the financial year (1 July). It must be considered for approval at least 30 days (1 June) before the start of that year, and it must be approved before the start of the financial year (1 July).

In Section 17 it is further said that the budget must be a schedule in this prescribed format:

- a) Setting out realistically anticipated revenue for the budget year from each revenue source;
- b) Appropriating expenditure for the budget year under the different votes of the municipality;
- c) Setting out indicative revenue per revenue source and projected Expenditure by vote for the two financial years following the budget year
- d) Setting out estimated revenue and expenditure by vote for the current year; and
- e) Actual revenue and expenditure by vote for the financial year preceding the current year

The following document is the Annual Budget for the 2022/23 financial year. The municipality has focused on developing revenue enhancement strategies and cost containment measures on expense items to assist in improving the cash flow of the municipality. Expense categories such as contracted services; other materials and other expenditure have been restricted. A Budget Funding Plan was adopted to aid the municipality in reaching a funded budget. Due to the large portion of debt still owing to Eskom and Magalies, it is likely that the municipality will remain with an unfunded budget for the MTREF period.

Thabazimbi Local Municipality received qualified audit opinion for three consecutive years i.e 2018/19; 2019/20 and 2020/21. It should be noted that the municipality only had one major finding that resulted into the municipality maintaining the audit opinion. The contributor was trade payable. However, the municipality had developed an action plan to arrest the finding in order to achieve the unqualified audit opinion.

## THABAZIMBI LOCAL MUNICIPALITY

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The municipality is currently completing its Financial Recovery Plan on a monthly basis with Provincial Treasury to ensure that the municipality operates in a sound financial manner. Thabazimbi Local Municipality has been adhering to the repayment agreement signed with Eskom and Magalies Water Board.

The budgets projection were based on circular 112 (i.e. municipal budget circular for 2022/23 MTREF) According the said circular, the inflation target has been denoted on the below table:

### Macro-economic performance and projects, 2020-2025

<i>Fiscal</i>	<i>2021/21</i>	<i>2021/22</i>	<i>2022/23</i>	<i>2023/24</i>	<i>2024/25</i>
<i>year</i>					
	Actual	Estimates		Forecast	
<i>CPI</i>	2.8%	4.9%	4.0%	4.4%	4.5%
<i>Inflation</i>					

*Figure 1 Macro-economic performance and projects, 2020-2025*

### Consolidated Overview of the 2022/23 MTREF

<i>Description</i>	<i>Original Budget 2022/2023</i>	<i>Original Budget 2023/2024</i>	<i>Original Budget 2024/2025</i>
<i>Operating Revenue</i>	R 455 million	R 480 million	R 507.9 million
<i>Operating Expenditure</i>	R 419.8 million	R 424.5 million	R443.6 million
<i>Capital Expenditure</i>	R 116.9 million	R167.6 million	R 185.5 million

*Figure 2 Consolidated Overview of the 2022/23 MTREF*

Budgeted total operating revenue is R455 million and budgeted total operating expenditure is R419.8 million for the period of 2022/23. The total capital budget for the 2022/23 amounts to R116.9 million. The capital budget comprises of three grants, namely, Municipal Infrastructure Grant, Water Services Infrastructure Grant and Integrated National Electrification Programme.

**THABAZIMBI LOCAL MUNICIPALITY**  
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## **2. OPERATING BUDGET FRAMEWORK**

### **2.1. Operating Revenue**

#### **Summary of revenue classified by main revenue source**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>										
<b>Revenue By Source</b>											
Property rates	2	69 338	78 361	80 805	98 531	94 531	94 531	53 997	95 161	99 348	103 819
Service charges - electricity revenue	2	67 937	70 804	78 829	90 442	90 442	90 442	29 629	94 222	98 368	102 794
Service charges - water revenue	2	54 149	56 563	42 676	52 976	58 976	58 976	61 873	58 330	60 897	63 637
Service charges - sanitation revenue	2	23 570	24 856	25 178	24 615	26 615	26 615	18 736	29 228	30 514	31 887
Service charges - refuse revenue	2	16 797	15 151	15 953	15 914	15 914	15 914	11 491	17 924	18 713	19 555
Rental of facilities and equipment		2 958	423	426	428	428	428	197	461	481	503
Interest earned - external investments		1 305	1 465	399	353	353	353	342	533	556	581
Interest earned - outstanding debtors		25 003	21 909	28 051	27 954	27 954	27 954	18 474	28 820	30 088	31 442
Fines, penalties and forfeits		2 154	3 147	4 858	52	52	52	47	54	57	59
Licences and permits		19	1 300	370	1 832	1 832	1 832	5	1 906	1 990	2 079
Transfers and subsidies		89 399	116 941	128 143	113 557	113 557	113 557	106 851	126 417	136 446	148 880
Other revenue	2	2 122	500	1 475	980	1 980	1 980	1 553	2 467	2 575	2 691
Gains		65	(7 563)	(3 223)	–	–	–	–	–	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>354 815</b>	<b>383 857</b>	<b>403 940</b>	<b>427 635</b>	<b>432 635</b>	<b>432 635</b>	<b>303 194</b>	<b>455 523</b>	<b>480 033</b>	<b>507 928</b>

*Table 1 A4 Summary of revenue classified by main revenue source*

Thabazimbi Local Municipality requires sustainable revenue streams in order to improve the lives of its citizens. The municipality does continuously review revenue management processes to ensure that the projected revenue and cash flows are realized. The municipality does maximize the revenue generating potential of all revenue sources through adequate and effective controls.

The municipality's draft budget strategy is built around the following key concepts:

- National Treasury's guidelines in this regard in terms of the relevant Circulars, particularly circular 112
- Division of Revenue Bill 2022
- Tariff Policies;
- Efficient revenue management, which aim to ensure better annual collection rates for property rates and other service charges;
- Determining the tariff escalation rate by calculating the revenue requirement of each service taking into consideration the affordability of these tariffs;
- Budget Funding Plan



## THABAZIMBI LOCAL MUNICIPALITY

### DRAFT ANNUAL BUDGET 2022/23

Operating grants and transfers totals to R126.4 million in the 2022/23 financial year, the allocations are as follows:

<i>Description</i>	<i>Original Budget 2022/2023</i>	<i>Original Budget 2023/2024</i>	<i>Original Budget 2024/2025</i>
<i>Equitable share</i>	R 122 million	R 133.3 million	R 145.7 million
<i>Financial Management Grant (FMG)</i>	R 3.1 million	R 3.1 million	R 3.1 million
<i>Expanded Public Works Programme Integrated Grant (EPWP)</i>	R 1.2 million		
<b>TOTAL</b>	<b>R 126.4 million</b>	<b>R 136.4 million</b>	<b>R 148.8 million</b>

*Figure 3 Operating grants and transfers per DORA*

Revenue generated from property rates and service charges forms a significant percentage of the revenue basket for the municipality.

#### **2.1.1. Property Rates**

The figure budgeted for property rates were calculated using the year to date 2021/22 actual figures and audited financial statements for 2020/21. A 4% inflation rate was used to reach a figure of R95.1 million. The following categories form part of Property Rates: Agricultural; Business; Industrial; Mines; Residential; Vacant Land. Property Rates are informed by the Tariff Policy and Indigent Policy.

#### **2.1.2. Electricity Revenue**

The draft budgeted figure for electricity was calculated using the year to date 2021/22 actual figures and audited financial statements for 2020/21. There has been no formal communication from NERSA with regards to the percentage inflation changes thus CPI inflation of 4% as per treasury circular 112 was used. The municipality has installed additional smart prepaid meters which allows the municipality to collect 100% of prepaid electricity utilised.

Indigent contributions and electricity losses have been factored into the budget.

The above factors result in a budgeted amount for electricity revenue of R94.2 million for the 2022/23 financial year.

Since a large number of our electricity services are on prepaid meters, it thus that electricity revenue collection will be higher as compared to previous years. It is on this vain, that the municipality anticipates a 90% collection of the electricity billed to the customers/users.

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**2.1.3. Water Revenue**

Water revenue for the 2022/23 financial year is budgeted at R 58.3 million. The draft budgeted for water revenue were calculated using the year to date 2021/22 actual figures and audited financial statements for 2020/21. In determining the R58.3 million budgeted amount, the following was taken into account:

- a) Water losses
- b) Collection rate for water
- c) Indigent contributions
- d) Net water revenue amount plus CPI

Magalies Water Board is the sole service provider of water to Thabazimbi Local Municipality. At the date drafting this draft budget, the municipality had not yet received any inputs from Magalies Water Board regarding the changes in the rates. The municipality had thus proactively catered an increase of 4% in line with CPI inflation forecast denoted on the executive summary.

During 2021/22 financial year, the municipality phased-in the water prepaid meters. This will assist in reducing non-payment of water, since the water prepaid meter is pay as you use principle. Municipality therefore anticipate an increase in cash collection of the water services billed to customers in 2022/23.

**2.1.4. Sanitation and Refuse**

The increase in sanitation and refuse respectively, was calculated based on the actual revenue to date generated in 2021/22 and audited financial statements for 2020/21. A tariff increase of 4% was applied for sanitation and refuse. The budgeted sanitation amount to R29.2 million and budgeted for refuse amounts to R17.9 million for the 2022/23 financial year.

**2.1.5. Indigent Support**

The municipality will be providing free basic services as indicated in the table below:

<i>Service</i>	<i>Free Basic Package per indigent household</i>
<i>Water</i>	6kl
<i>Electricity</i>	50kwh
<i>Sanitation</i>	100% free
<i>Refuse</i>	100% free
<i>Property Rates</i>	100% free

*Figure 4 Free Basic Services: Basic Social Services Package*

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The free basic services will be implemented as per the municipality's indigent policy. The indigent register is updated annually and the policy is reviewed annually.

### 2.1.6. Interest Earned

Interest earned (i.e. income) comprises of two component namely, interest from external investment and outstanding debtors. The budgeted Interest earned on external investments is anticipated to amount to R533 thousand and interest on outstanding debtors is projected at R28.8 million for the 2022/23 financial year.

### 2.1.7. Other Revenue

The draft budgeted figure for other revenue amounting to R2.4 million were calculated using the year to date 2021/22 actual figures and audited financial statements for 2020/21 as well as the 4% CPI inflation.

## 2.2. Operating Expenditure

### Summary of expenditure classified by main expenditure source

Description  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Expenditure By Type</u></b>	-										
Employee related costs	2	118 089	124 464	135 737	145 464	146 974	146 974	99 591	156 718	163 613	170 976
Remuneration of councillors		9 548	8 897	9 354	11 050	9 550	9 550	5 146	9 932	10 369	10 835
Debt impairment	3	-	-	922	7 591	7 591	7 591	67	7 895	8 242	8 613
Depreciation & asset impairment	2	34 469	13 440	31 433	46 423	32 423	32 423	-	35 665	37 234	38 910
Finance charges		12 583	31 383	30 408	13 500	13 500	13 500	4 448	14 040	14 658	15 317
Bulk purchases - electricity	2	69 782	64 569	75 019	91 884	91 884	91 884	51 647	82 680	86 318	90 202
Inventory consumed	8	2 212	100	4 261	-	51 525	51 525	77	51 484	48 529	50 713
Contracted services		26 535	27 261	42 470	41 802	45 052	45 052	28 722	42 120	35 444	37 039
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	103 026	224 222	250 594	147 209	15 937	15 937	96 986	19 275	20 123	21 029
Losses		-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>376 243</b>	<b>494 336</b>	<b>580 198</b>	<b>504 922</b>	<b>414 435</b>	<b>414 435</b>	<b>286 684</b>	<b>419 808</b>	<b>424 530</b>	<b>443 634</b>

Table 2 A4 Summary of expenditure classified by main expenditure source

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The municipality's framework for the 2021/22 budget and MTREF is informed by the following:

**2.2.1. Employee Related Costs**

The figure for employee related costs has increased by 4.9%. Confirmation from The Bargaining Council stated that employee related costs should increase by 4.9% for the 2022/23 financial year. Savings will be expected in 2022/23 on the overall employee costs due to significant cost containment measures that are expected from the reduction of unnecessary overtime claims. All managers are expected to monitor and restrict overtime and uncontrolled travelling of employees to minimum levels.

**2.2.2. Remuneration of Councillors**

The amount budgeted for Councillors for the 2022/23 financial year has a growth rate of 4% which the municipality used to account for an expected increase in upper limits during the 2022/23 financial year.

**2.2.3. Bulk Purchases**

The amount of R82.9 million is made up of electricity bulk purchases. Bulk water has been accounted for as inventory thus is accounted for under "Other Material"; this is as per National Treasury circulars and guidelines. The bulk electricity budgeted figures have been increased by CPI 4% due to there being no final confirmation for an increase from NERSA and Eskom.

Thabazimbi Local Municipality has entered into a repayment agreement with Eskom and Magalie's Water in relation to historic debt, for which provision was made for in the 2022/23 budget.

**2.2.4. Provision for depreciation and asset impairment**

Provision for depreciation and asset impairment has been informed by the municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Depreciation has been budgeted for by using the 2020/21 audited financial statements and a 10% annual increase thereafter was used to derive the budgeted figure. Budget appropriations in this regard total R35.6 million for the 2022/21 financial year.

**2.2.5. Finance charges**

Consist of interest charged on the historic debt for Eskom and Magalies. The municipality is in agreement with Eskom and Magalies that interest will not be payable, as long as the payment agreements are adhered to. Thus, the interest is only stated for financial purposes. Finance charges amounts to R14 million.

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**2.2.6. Contracted Services**

The table below provides a summary of items budgeted for as contracted services:

<b>CONTRACTED SERVICES LINE ITEMS</b>	
<b>DESCRIPTION</b>	<b>R</b>
<b>Munsoft</b>	3 000 000.00
<b>Payday</b>	350 000.00
<b>Legal Service Costs</b>	5 000 000.00
<b>Fuel</b>	1 500 000.00
<b>IT Services</b>	8 000 000.00
<b>Security Services</b>	3 500 000.00
<b>Biometric System</b>	300 000.00
<b>Asset Register</b>	2 000 000.00
<b>Supplementary Valuation Roll</b>	1 000 000.00
<b>Record Management System</b>	200 000.00
<b>Human Resource Training</b>	100 000.00
<b>Calibration of Licencing Equipment</b>	20 000.00
<b>Digging of graves</b>	1 500 000.00
<b>Removal of Illegal dumps</b>	1 000 000.00
<b>Medical Examinations</b>	200 000.00
<b>EAP Professional Services</b>	200 000.00
<b>Local Economic Development Support</b>	500 000.00
<b>Wildlife (Game) and Land Management System</b>	500 000.00
<b>Land Audit</b>	1 000 000.00
<b>Development of Human Settlements Sector Plan</b>	850 000.00
<b>Council support booking management system</b>	600 000.00
<b>Repairs &amp; Maintenance</b>	10 800 000.00
<b>TOTAL</b>	<b>42 120 000.00</b>

*Figure 5 Budgeted Expenditure Contracted Services*

**2.2.7. Repairs and Maintenance**

The amount budgeted for repairs and maintenance for financial year 2022/23 is R18.8 million. The municipality is required to project this figure as a percentage of PPE value; however, this is an unrealistic method of calculation given the financial situation of the municipality. In future budget periods the municipality intends to increase the budget allocation for repairs and maintenance based on the asset management plan. The budgeted figure for repairs and maintenance is split across two segments, as follows:

- Contracted services – R10.8 million
- Other material – R8 million

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**2.2.8. Inventory Consumed**

Consists of the following line items:

DESCRIPTION	R
Cleaning Materials	200 000.00
Technical Services Stationery	50 000.00
Corporate Services Stationery	50 000.00
Town Planning Stationery	50 000.00
Budget & Treasury and Municipal Managers Office Stationery	100 000.00
Community Services Stationery	50 000.00
COVID 19 Relief	200 000.00
Communications Department Equipment	300 000.00
Bulk Purchases Water	42 484 000.00
Repairs and Maintenance: Materials and Supplies	8 000 000.00
<b>TOTAL</b>	<b>51 484 000.00</b>

*Figure 6 Budgeted Expenditure Inventory Consumed*

**2.2.9. Other Expenditure**

The table below provides a summary of items budgeted for as other expenditure:

OTHER EXPENDITURE LINE ITEMS DESCRIPTION	R
Office Rent	800 000.00
Lease Payments Printers	3 000 000.00
Operating Leases: Other Assets	250 000.00
HR Job Evaluation and Vetting	200 000.00
IDP Public Participation	250 000.00
Promotion Of Tourism	150 000.00
Advertising	300 000.00
Bank Charges	250 000.00
Communication: Cellular: Contract (Subscription and Calls)	14 576.64
OHS Function	100 000.00
Audit Fees	4 500 000.00
Insurance	2 000 000.00
Mayor Bursaries	100 000.00
PMU Administration	1 878 650.00
Printing and Publication	100 000.00
Audit Committee Expenses	250 000.00
<b>Skills Levy</b>	<b>181 858.56</b>

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OTHER EXPENDITURE LINE ITEMS	
DESCRIPTION	R
Domestic Accommodation	900 000.00
Travel and Subsistence	350 000.00
Protective Clothing	1 000 000.00
Human Resource COIDA	500 000.00
Implementation of SLPUMA	700 000.00
Township Establishment	500 000.00
Establishment of Geographic Information System (GIS)	1 000 000.00
<b>TOTAL</b>	<b>19 275 085.20</b>

*Figure 7 Budgeted Expenditure Other Expenditure*

**OHS Function:** This amount consists of items such as fire extinguishers, first aid boxes and contents supplies to the value of R100 thousand.

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**2.3. Capital Expenditure**

**Capital Project Budget 2022/2023**

	<b>Project Name</b>	<b>2022/23 Budget</b>
<b>MIG</b>		
	<i>Skierlik Paving of bus route</i>	18 000 000.00
	<i>Northam Extension 5 Updrading of internal streets Phase 2</i>	3 559 318.00
	<i>Rooiberg Paving of internal streets (Phase 2)</i>	10 000 000.00
	<i>Northam construction of a transfer station</i>	4 135 032.00
	<i>PMU Management Fees</i>	1 878 650.00
	<b>TOTAL</b>	<b>37 573 000.00</b>
<b>WSIG 6B</b>		
	<i>Regorogile upgrading of water network (Ward 9,10)</i>	8 000 000.00
	<i>Construction of VIP toilets in Rooiberg, Skierlik and Meriting Phase 1</i>	7 000 000.00
	<i>Northam Upgrading of Water Reticulation (Ward 7, 8)</i>	8 000 000.00
	<i>Upgrading of bulk water pipeline between Thabazimbi Pumpstation and Thabazimbi Y-piece</i>	31 320 000.00
	<b>TOTAL</b>	<b>54 320 000.00</b>
<b>INEP</b>		
	<i>Construction 3km 11kv overhead line Phase 2</i>	2 000 000.00
	<i>Pre-Engineering of Smashblock 20MVA substation</i>	23 000 000.00
	<b>TOTAL</b>	<b>25 000 000.00</b>

Figure 8 Capital Project Budget 2022/2023



**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**  
**Capital Project Budget 2023/2024**

<b>MIG GRANT 2023/24</b>	
<i>Rooiberg Paving of internal streets (Phase 2)</i>	16 000 000.00
<i>Construction of Northam Landfill Site</i>	11 177 300.00
<i>Rooiberg communal stand pipes</i>	10 000 000.00
<i>PMU Management Fees</i>	1 956 700.00
<b>TOTAL</b>	<b>39 134 000.00</b>
<b>WSIG</b>	
<i>Upgrading of bulk water pipeline between Thabazimbi Pumpstation and Thabazimbi Y-piece</i>	16 000 000.00
<i>Upgrade of the Thabazimbi and Regorogile bulk water supply and associated infrastructure</i>	15 510 000.00
<i>Upgrade of the Rooiberg bulk water supply and associated infrastructure.</i>	16 980 000.00
<i>Upgrade of the Northam bulk water supply and associated infrastructure</i>	20 000 000.00
<i>Regorogile upgrading of water network Phase 2(Ward 9,10,12)</i>	30 000 000.00
<b>TOTAL</b>	<b>98 490 000.00</b>
<b>INEP</b>	
<i>Construction of Smashblock 20 MVA substation</i>	30 000 000.00
<b>TOTAL</b>	<b>30 000 000.00</b>

Figure 9 Capital Project Budget 2023/2024

**2024/2025 Capital Budget**

<b>MIG</b>	
<i>Construction of Northam Landfill Site</i>	15 000 000.00
<i>Upgrading of park at Regorogile</i>	8 000 000.00
<i>Regorogile construction of a transfer station</i>	6 000 000.00

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**  
**2024/2025 Capital Budget**

	<i>Thabazimbi Water Argumentation</i>	3 754 300.00
	<i>Rooiberg Paving of internal streets (Phase 2)</i>	6 000 000.00
	<i>PMU Management Fees</i>	2 039 700.00
	<b>TOTAL</b>	<b>40 794 000.00</b>
<b>WSIG</b>		
	<i>Skierlik Water Supply</i>	25 000 000.00
	<i>Construction of a Package Plant at Thabazimbi booster pump station and 1Ml storage tank</i>	18 000 000.00
	<i>Leeupoort and Raphuti Water Augmentation Project</i>	7 000 000.00
	<i>Regorogile upgrading of water supply network Phase 2</i>	13 000 000.00
	<i>Northam upgrading of water reticulation Phase 2</i>	15 000 000.00
	<i>Thabazimbi upgrading of water network Phase 1</i>	24 954 000.00
	<b>TOTAL</b>	<b>102 954 000.00</b>
	<b>INEP</b>	
	<i>Construction 3km 11kv overhead line Phase 2</i>	15 000 000.00
	<i>Upgrade and refurbishment of central substation</i>	18 269 000.00
	<i>Eletrification of households at Regorogile Ext 8 &amp; 9 Phase 2</i>	8 527 000.00
	<b>TOTAL</b>	<b>41 796 000.00</b>

Figure 10 2024/2025 Capital Budget

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Capital expenditure projects will be funded through:

- Municipal Infrastructure Grant (MIG)
- Water Service Infrastructure Grant (WSIG)
- Integrated National Electrification Programme (INEP)

**Consolidated Overview of the 2022/23 MTREF**

	<b>Original Budget 2022/2023</b>	<b>Original Budget 2023/2024</b>	<b>Original Budget 2024/2025</b>
<b>Operating Revenue</b>	R 455 million	R 480 million	R 507.9 million
<b>Operating Expenditure</b>	R 419.8 million	R 424.5 million	R443.6 million
<b>Surplus/ (Shortfall)</b>	R35.7 million	R 55.5 million	R 64.2 million

*Figure 11 Consolidated Overview of the 2022/23 MTREF*

The operating expenditure for 2022/23 is R419.8 million, which is less than the operating income of R455 million, resulting in a surplus of R35.7 million.

Strategic measures to increase the operating surplus over the MTREF period will be articulated in the updated financial recovery plan.

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

### 3. ANNUAL BUDGET TABLES

The following pages present the budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulation

#### Explanatory notes to MBRR Table A1 - Budget Summary

<i>Description</i>	<i>2018119</i>	<i>2019120</i>	<i>2020121</i>	<i>Current Year 2021/22</i>				<i>2022/23 Medium Term Revenue &amp; Expenditure Framework</i>		
<i>R thousands</i>	<i>Audited</i>	<i>Audited</i>	<i>Audited</i>	<i>Original</i>	<i>Adjusted</i>	<i>Full Year</i>	<i>Pre-audit</i>	<i>Budget Year</i>	<i>Budget Year</i>	<i>Budget Year</i>
	<i>Outcome</i>	<i>Outcome</i>	<i>Outcome</i>	<i>Budget</i>	<i>Budget</i>	<i>Forecast</i>	<i>outcome</i>	<i>2022/23</i>	<i>+1 2023/24</i>	<i>+2 2024/25</i>
<i>Financial Performance</i>										
<i>Property rates</i>	69 338	78 361	80 805	98 531	94 531	94 531	53 997	95 161	99 348	103 819
<i>Service charges</i>	162 454	167 374	162 635	183 946	191 946	191 946	121 729	199 704	208 491	217 873
<i>Investment revenue</i>	1 305	1 465	399	353	353	353	342	533	556	581
<i>Transfers recognised - operational</i>	89 399	116 941	128 143	113 557	113 557	113 557	106 851	126 417	136 446	148 880
<i>Other own revenue</i>	32 320	19 715	31 957	31 247	32 247	32 247	20 276	33 708	35 191	36 775
<i>Total Revenue (excluding capital transfers and contributions)</i>	<b>354 815</b>	<b>383 857</b>	<b>403 940</b>	<b>427 635</b>	<b>432 635</b>	<b>432 635</b>	<b>303 194</b>	<b>455 523</b>	<b>480 033</b>	<b>507 928</b>
<i>Employee costs</i>	118 089	124 464	135 737	145 464	146 974	146 974	99 591	156 718	163 613	170 976
<i>Remuneration of councillors</i>	9 548	8 897	9 354	11 050	9 550	9 550	5 146	9 932	10 369	10 835
<i>Depreciation &amp; asset impairment</i>	34 469	13 440	31 433	46 423	32 423	32 423		35 665	37 234	38 910
<i>Finance charges</i>	12 583	31 383	30 408	13 500	13 500	13 500	4 448	14 040	14 658	15 317
<i>Inventory consumed and bulk purchases</i>	71 993	64 669	79 280	91 884	143 409	143 409	51 724	134 164	134 847	140 915
<i>Other expenditure</i>	129 561	251 483	293 986	196 602	68 580	68 580	125 776	69 290	63 809	66 681
<i>Total Expenditure</i>	376 243	494 336	580 198	504 922	414 435	414 435	286 684	419 808	424 530	443 634
<i>Surplus/(Deficit)</i>	- 21	- 110	- 176	- 77	18 200	18 200	16 511	35 715	55 502	64 294
	428	479	258	287						
<i>Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)</i>	32 783	75 683	83 448	125 212	125 212	125 212	5 185	116 893	167 624	185 544
<i>Transfers and subsidies - capital (monetary allocations)</i>										
<i>Surplus/(Deficit) after capital transfers &amp; contributions</i>										
<i>Share of surplus/ (deficit) of associate</i>	11 355	- 34 796		47 925	143 412	143 412	21 696	152 608	223 126	249 838
<i>Surplus/(Deficit) for the year</i>	11 355	- 34 796		47 925	143 412	143 412	21 696	152 608	223 126	249 838

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

<i>Description</i>	<i>2018119</i>	<i>2019120</i>	<i>2020121</i>	<i>Current Year 2021/22</i>				<i>2022/23 Medium Term Revenue &amp; Expenditure Framework</i>		
<i>R thousands</i>	<i>Audited</i>	<i>Audited</i>	<i>Audited</i>	<i>Original</i>	<i>Adjusted</i>	<i>Full Year</i>	<i>Pre-audit</i>	<i>Budget</i>	<i>Budget Year</i>	<i>Budget Year</i>
	<i>Outcome</i>	<i>Outcome</i>	<i>Outcome</i>	<i>Budget</i>	<i>Budget</i>	<i>Forecast</i>	<i>outcome</i>	<i>Year</i>	<i>+1 2023/24</i>	<i>+2 2024/25</i>
								<i>2022/23</i>		
<i>Capital expenditure &amp; funds sources</i>										
<i>Capital expenditure</i>						125 212	125 212	115 014	165 667	183 504
<i>Transfers recognised - capital</i>						125 212	125 212	115 014	165 667	183 504
<i>Borrowing</i>										
<i>Internally generated funds</i>										
<i>Total sources of capital funds</i>						125 212	125 212	115 014	165 667	183 504
<i>Financial position</i>										
<i>Total current assets</i>	243 832	186 638	229 309	234 144	417 005	417 005	347 103	254 888	145 258	158 083
<i>Total non-current assets</i>	741 044	796 564	735 791	852 471	1 771 229	1 771 229	844 398	913 965	128 433	144 595
<i>Total current liabilities</i>	588 718	599 153	641 937	537 110	1 002 430	1 002 430	705 301	465 320		
<i>Total noncurrent liabilities</i>	37 480	34 108	36 275	81 002	182 862	182 862	36 230	101 861		
<i>Community wealth/Equity</i>	362 024	357 228	291 013	591 957	961 218	961 218	515 316	554 854	223 126	249 838
<i>Cash flows</i>										
<i>Net cash from (used) operating</i>	26 308	23 374	28 450	254 289	500 551	497 351	159 396	127 395	199 101	224 731
<i>Net cash from (used) investing</i>						- 125 212	- 125 212	-115 014	- 165 667	- 183 504
<i>Net cash from (used) financing</i>										
<i>Cash/cash equivalents at the year end</i>	-	-	28 043	323 700	446 762	443 562	161 097	14 392	47 825	89 052
	31 311	5 626								
<i>Cash backing/surplus reconciliation</i>										
<i>Cash and investments available</i>	31 781	- 4 501	2 011	- 163 384	- 165 433	- 165 433	97 461	- 168 362	- 162 581	- 163 608
<i>Application of cash and investments</i>	451 589	456 674	466 216	240 022	596 502	601 822	344 789	120 762	- 44 296	- 255 289
<i>Balance - surplus (shortfall)</i>	- 419 808	- 461 175	- 464 205	- 403 406	- 761 935	- 767 255	- 247 328	-289 124	81 715	91 681

*Table 3 A1 - Budget Summary*

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Table A1 is a budget summary and provides a concise overview of the municipality budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).

The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:

The operating surplus/deficit (after Total Expenditure) is positive over the MTREF  
Capital expenditure is balanced by capital funding sources, of which transfers recognized is reflected on the Financial Performance Budget;

# THABAZIMBI LOCAL MUNICIPALITY

## DRAFT ANNUAL BUDGET 2022/23

**MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification).**

Functional Classification Description	Ref	2018/19	2019/20	2020/21	Budgeted Financial Performance (revenue and expenditure by standard classification). Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>									
<b><u>Revenue - Functional</u></b>										
<b><i>Governance and administration</i></b>		<b>232 848</b>	<b>–</b>	<b>245 704</b>	<b>333 872</b>	<b>330 872</b>	<b>333 872</b>	<b>331 292</b>	<b>397 327</b>	<b>431 979</b>
Executive and council		88 064	–	167 651	202 553	203 553	202 553	204 481	264 936	293 630
Finance and administration		144 784	–	78 053	131 319	127 319	131 319	126 811	132 391	138 349
Internal audit		–	–	–	–	–	–	–	–	–
<b><i>Community and public safety</i></b>		<b>380</b>	<b>–</b>	<b>741</b>	<b>293</b>	<b>293</b>	<b>2 120</b>	<b>2 259</b>	<b>2 358</b>	<b>2 464</b>
Community and social services		327	–	336	293	293	293	359	374	391
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		53	–	405	–	–	1 827	1 900	1 984	2 073
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<b><i>Economic and environmental services</i></b>		<b>11 359</b>	<b>–</b>	<b>38 617</b>	<b>–</b>	<b>–</b>	<b>36 548</b>	<b>39 166</b>	<b>39 486</b>	<b>41 162</b>
Planning and development		232	–	368	–	–	332	337	352	368
Road transport		11 127	–	38 248	–	–	36 216	38 829	39 134	40 794
Environmental protection		–	–	–	–	–	–	–	–	–
<b><i>Trading services</i></b>		<b>142 947</b>	<b>–</b>	<b>205 548</b>	<b>90 442</b>	<b>–</b>	<b>188 306</b>	<b>199 699</b>	<b>208 486</b>	<b>217 867</b>
Energy sources		49 009	–	106 134	90 442	–	90 442	94 222	98 368	102 794
Water management		53 719	–	42 530	–	–	55 335	58 325	60 891	63 632
Waste water management		23 439	–	40 931	–	–	26 615	29 228	30 514	31 887
Waste management		16 779	–	15 953	–	–	15 914	17 924	18 713	19 555
<b><i>Other</i></b>	<b>4</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Revenue - Functional</b>	<b>2</b>	<b>387 533</b>	<b>–</b>	<b>490 610</b>	<b>424 607</b>	<b>331 166</b>	<b>560 847</b>	<b>572 416</b>	<b>647 657</b>	<b>693 472</b>
<b><u>Expenditure - Functional</u></b>	<b>-</b>									
<b><i>Governance and administration</i></b>		<b>134 553</b>	<b>–</b>	<b>293 299</b>	<b>–</b>	<b>145 391</b>	<b>145 391</b>	<b>150 016</b>	<b>156 617</b>	<b>163 664</b>
Executive and council		26 744	–	25 592	–	25 532	25 532	26 585	27 754	29 003
Finance and administration		107 809	–	265 369	–	117 811	117 811	120 256	125 547	131 196
Internal audit		–	–	2 339	–	2 048	2 048	3 176	3 315	3 465
<b><i>Community and public safety</i></b>		<b>3 308</b>	<b>–</b>	<b>5 783</b>	<b>–</b>	<b>10 318</b>	<b>10 318</b>	<b>15 301</b>	<b>10 754</b>	<b>11 238</b>
Community and social services		3 308	–	–	–	3 598	3 598	5 815	3 774	3 944
Sport and recreation		–	–	4 512	–	5 047	5 047	7 837	5 572	5 822
Public safety		–	–	1 272	–	1 672	1 672	1 649	1 409	1 472
Housing		–	–	–	–	–	–	–	–	–

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Functional Classification Description  R thousand	Ref	2018/19	2019/20	2020/21	Budgeted Financial Performance (revenue and expenditure by standard classification). Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Health		–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>		<b>1 668</b>	<b>–</b>	<b>76 465</b>	<b>–</b>	<b>52 338</b>	<b>52 338</b>	<b>57 563</b>	<b>54 824</b>	<b>57 291</b>
Planning and development		–	–	30 498	–	7 984	7 984	12 665	7 950	8 308
Road transport		–	–	45 966	–	44 354	44 354	44 898	46 874	48 983
Environmental protection		1 668	–	–	–	–	–	–	–	–
<b>Trading services</b>		<b>111 753</b>	<b>–</b>	<b>71 389</b>	<b>–</b>	<b>154 779</b>	<b>154 779</b>	<b>196 858</b>	<b>200 300</b>	<b>209 314</b>
Energy sources		111 753	–	–	–	115 128	115 128	107 898	112 645	117 715
Water management		–	–	51 425	–	19 578	19 578	67 773	65 535	68 484
Waste water management		–	–	10 139	–	10 594	10 594	10 284	10 736	11 219
Waste management		–	–	9 825	–	9 479	9 479	10 904	11 383	11 896
<b>Other</b>	<b>4</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>83</b>	<b>83</b>	<b>320</b>	<b>–</b>	<b>–</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>251 282</b>	<b>–</b>	<b>446 936</b>	<b>–</b>	<b>362 910</b>	<b>362 910</b>	<b>420 059</b>	<b>422 495</b>	<b>441 507</b>
<b>Surplus/(Deficit) for the year</b>		<b>136 251</b>	<b>–</b>	<b>43 674</b>	<b>424 607</b>	<b>(31 744)</b>	<b>197 937</b>	<b>152 357</b>	<b>225 162</b>	<b>251 965</b>

*Table 4 A2 - Budgeted Financial Performance (revenue and expenditure by standard classification).*

**Explanatory notes:**

Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.



**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)**

Vote Description  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Revenue by Vote</b>	1									
Vote 1 - Community and Social Services		(283)	(6 968)	(2 886)	293	293	293	359	374	391
Vote 2 - Energy Sources		49 009	39 466	106 134	90 442	90 442	90 442	94 222	98 368	102 794
Vote 3 - Executive and Council		88 064	96 270	167 651	202 553	203 553	203 553	204 481	264 936	293 630
Vote 4 - Finance and Administration		145 459	233 551	78 053	131 319	127 319	127 319	126 811	132 391	138 349
Vote 5 - Internal Audit		–	–	–	–	–	–	–	–	–
Vote 6 - Other		–	–	–	–	–	–	–	–	–
Vote 7 - Planning and Development		232	139	368	332	332	332	337	352	368
Vote 8 - Public Safety		53	(1)	405	1 827	1 827	1 827	1 900	1 984	2 073
Vote 9 - Road Transport		11 127	1 105	38 248	36 216	36 216	36 216	38 829	39 134	40 794
Vote 10 - Sport and Recreation		–	–	–	–	–	–	–	–	–
Vote 11 - Waste Management		16 779	15 150	15 953	15 914	15 914	15 914	17 924	18 713	19 555
Vote 12 - Waste Water Management		23 439	24 307	40 931	24 615	26 615	26 615	29 228	30 514	31 887
Vote 13 - Water		53 719	56 521	42 530	49 335	55 335	55 335	58 325	60 891	63 632
<b>Total Revenue by Vote</b>	2	<b>387 598</b>	<b>459 540</b>	<b>487 388</b>	<b>552 847</b>	<b>557 847</b>	<b>557 847</b>	<b>572 416</b>	<b>647 657</b>	<b>693 472</b>
<b>Expenditure by Vote to be appropriated</b>	1									
Vote 1 - Community and Social Services		4 504	1 886	2 788	3 945	3 598	3 598	5 815	3 774	3 944
Vote 2 - Energy Sources		111 753	97 289	97 927	114 228	115 128	115 128	107 898	112 645	117 715
Vote 3 - Executive and Council		26 743	23 522	25 573	24 937	25 532	25 532	26 585	27 754	29 003
Vote 4 - Finance and Administration		107 572	100 554	104 961	122 430	117 811	117 811	120 256	125 547	131 196
Vote 5 - Internal Audit		1 486	1 892	2 339	1 548	2 048	2 048	3 176	3 315	3 465
Vote 6 - Other		–	–	–	83	83	83	320	–	–
Vote 7 - Planning and Development		5 250	21 794	30 496	14 365	7 984	7 984	12 665	7 950	8 308
Vote 8 - Public Safety		2 498	14 872	1 272	1 672	1 672	1 672	1 649	1 409	1 472
Vote 9 - Road Transport		24 074	8 779	45 916	57 213	44 354	44 354	44 848	46 822	48 929
Vote 10 - Sport and Recreation		1 586	4 729	4 512	–	5 047	5 047	7 837	5 572	5 822
Vote 11 - Waste Management		7 514	4 139	9 825	7 979	9 479	9 479	10 904	11 383	11 896
Vote 12 - Waste Water Management		4 861	9 128	10 139	10 794	10 594	10 594	10 284	10 736	11 219
Vote 13 - Water		35 932	37 703	51 425	17 254	19 578	19 578	67 773	65 535	68 484
<b>Total Expenditure by Vote</b>	2	<b>333 775</b>	<b>326 288</b>	<b>387 173</b>	<b>376 450</b>	<b>362 910</b>	<b>362 910</b>	<b>420 009</b>	<b>422 443</b>	<b>441 453</b>
<b>Surplus/(Deficit) for the year</b>	2	<b>53 823</b>	<b>133 252</b>	<b>100 215</b>	<b>176 397</b>	<b>194 937</b>	<b>194 937</b>	<b>152 407</b>	<b>225 214</b>	<b>252 019</b>

*Table 5 A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)*

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**Explanatory notes:**

Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote.

**MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	1										
<b><u>Revenue By Source</u></b>											
Property rates	2	69 338	78 361	80 805	98 531	94 531	94 531	53 997	95 161	99 348	103 819
Service charges - electricity revenue	2	67 937	70 804	78 829	90 442	90 442	90 442	29 629	94 222	98 368	102 794
Service charges - water revenue	2	54 149	56 563	42 676	52 976	58 976	58 976	61 873	58 330	60 897	63 637
Service charges - sanitation revenue	2	23 570	24 856	25 178	24 615	26 615	26 615	18 736	29 228	30 514	31 887
Service charges - refuse revenue	2	16 797	15 151	15 953	15 914	15 914	15 914	11 491	17 924	18 713	19 555
Rental of facilities and equipment		2 958	423	426	428	428	428	197	461	481	503
Interest earned - external investments		1 305	1 465	399	353	353	353	342	533	556	581
Interest earned - outstanding debtors		25 003	21 909	28 051	27 954	27 954	27 954	18 474	28 820	30 088	31 442
Fines, penalties and forfeits		2 154	3 147	4 858	52	52	52	47	54	57	59
Licences and permits		19	1 300	370	1 832	1 832	1 832	5	1 906	1 990	2 079
Transfers and subsidies		89 399	116 941	128 143	113 557	113 557	113 557	106 851	126 417	136 446	148 880
Other revenue	2	2 122	500	1 475	980	1 980	1 980	1 553	2 467	2 575	2 691
Gains		65	(7 563)	(3 223)	–	–	–	–	–	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>354 815</b>	<b>383 857</b>	<b>403 940</b>	<b>427 635</b>	<b>432 635</b>	<b>432 635</b>	<b>303 194</b>	<b>455 523</b>	<b>480 033</b>	<b>507 928</b>
<b><u>Expenditure By Type</u></b>											
Employee related costs	2	118 089	124 464	135 737	145 464	146 974	146 974	99 591	156 718	163 613	170 976
Remuneration of councillors		9 548	8 897	9 354	11 050	9 550	9 550	5 146	9 932	10 369	10 835
Debt impairment	3	–	–	922	7 591	7 591	7 591	67	7 895	8 242	8 613
Depreciation & asset impairment	2	34 469	13 440	31 433	46 423	32 423	32 423	–	35 665	37 234	38 910
Finance charges		12 583	31 383	30 408	13 500	13 500	13 500	4 448	14 040	14 658	15 317

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Description  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Bulk purchases - electricity	2	69 782	64 569	75 019	91 884	91 884	91 884	51 647	82 680	86 318	90 202
Inventory consumed	8	2 212	100	4 261	—	51 525	51 525	77	51 484	48 529	50 713
Contracted services		26 535	27 261	42 470	41 802	45 052	45 052	28 722	42 120	35 444	37 039
Transfers and subsidies		—	—	—	—	—	—	—	—	—	—
Other expenditure	4, 5	103 026	224 222	250 594	147 209	15 937	15 937	96 986	19 275	20 123	21 029
<b>Total Expenditure</b>		<b>376 243</b>	<b>494 336</b>	<b>580 198</b>	<b>504 922</b>	<b>414 435</b>	<b>414 435</b>	<b>286 684</b>	<b>419 808</b>	<b>424 530</b>	<b>443 634</b>
<b>Surplus/(Deficit)</b>		<b>(21 428)</b>	<b>(110 479)</b>	<b>(176 258)</b>	<b>(77 287)</b>	<b>18 200</b>	<b>18 200</b>	<b>16 511</b>	<b>35 715</b>	<b>55 502</b>	<b>64 294</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		32 783	75 683	83 448	125 212	125 212	125 212	5 185	116 893	167 624	185 544
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>11 355</b>	<b>(34 796)</b>	<b>(92 810)</b>	<b>47 925</b>	<b>143 412</b>	<b>143 412</b>	<b>21 696</b>	<b>152 608</b>	<b>223 126</b>	<b>249 838</b>
Taxation		—	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) after taxation</b>		<b>11 355</b>	<b>(34 796)</b>	<b>(92 810)</b>	<b>47 925</b>	<b>143 412</b>	<b>143 412</b>	<b>21 696</b>	<b>152 608</b>	<b>223 126</b>	<b>249 838</b>
Attributable to minorities		—	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) attributable to municipality</b>		<b>11 355</b>	<b>(34 796)</b>	<b>(92 810)</b>	<b>47 925</b>	<b>143 412</b>	<b>143 412</b>	<b>21 696</b>	<b>152 608</b>	<b>223 126</b>	<b>249 838</b>
Share of surplus/ (deficit) of associate	7	—	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) for the year</b>		<b>11 355</b>	<b>(34 796)</b>	<b>(92 810)</b>	<b>47 925</b>	<b>143 412</b>	<b>143 412</b>	<b>21 696</b>	<b>152 608</b>	<b>223 126</b>	<b>249 838</b>

*Table 6 A4 - Budgeted Financial Performance (revenue and expenditure)*

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**MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source**

Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Vote Description  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Single-year expenditure to be appropriated</u></b>	2										
Vote 1 - Community and Social Services		–	(387)	1 207	–	–	–	–	–	–	–
Vote 2 - Energy Sources		8 695	1 057	6 037	22 000	22 000	22 000	2 418	29 135	30 000	47 796
Vote 3 - Executive and Council		–	–	–	–	–	–	–	–	–	–
Vote 4 - Finance and Administration		21 268	(8 795)	(557)	–	–	–	–	–	–	–
Vote 5 - Internal Audit		–	–	–	–	–	–	–	–	–	–
Vote 6 - Other		–	–	(1 428)	24 007	23 654	23 654	7 174	18 000	–	–
Vote 7 - Planning and Development		–	–	–	–	–	–	–	–	–	8 000
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–	–
Vote 9 - Road Transport		–	16 275	(691)	–	–	–	–	13 559	16 000	6 000
Vote 10 - Sport and Recreation		–	–	–	–	8 000	8 000	–	–	–	–
Vote 11 - Waste Management		–	–	–	–	–	–	–	–	11 177	15 000
Vote 12 - Waste Water Management		–	–	–	–	1 558	1 558	–	–	–	–
Vote 13 - Water		–	54 972	(701)	9 062	70 000	70 000	190	54 320	108 490	106 708
<b>Capital single-year expenditure sub-total</b>		<b>29 963</b>	<b>63 122</b>	<b>3 866</b>	<b>55 070</b>	<b>125 212</b>	<b>125 212</b>	<b>9 782</b>	<b>115 014</b>	<b>165 667</b>	<b>183 504</b>
<b>Total Capital Expenditure - Vote</b>		<b>29 963</b>	<b>63 122</b>	<b>3 866</b>	<b>55 070</b>	<b>125 212</b>	<b>125 212</b>	<b>9 782</b>	<b>115 014</b>	<b>165 667</b>	<b>183 504</b>
<b><u>Capital Expenditure - Functional</u></b>											
<b><i>Governance and administration</i></b>		–	–	–	–	–	–	–	–	–	–
Executive and council		–	–	–	–	–	–	–	–	–	–
Finance and administration		–	–	–	–	–	–	–	–	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–
<b><i>Community and public safety</i></b>		–	–	–	–	8 000	8 000	–	–	–	–
Community and social services		–	–	–	–	–	–	–	–	–	–
Sport and recreation		–	–	–	–	8 000	8 000	–	–	–	–
<b><i>Economic and environmental services</i></b>		–	–	–	–	–	–	–	13 559	16 000	14 000

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Vote Description  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Planning and development		–	–	–	–	–	–	–	–	–	8 000
Road transport		–	–	–	–	–	–	–	13 559	16 000	6 000
Environmental protection		–	–	–	–	–	–	–	–	–	–
<b>Trading services</b>		–	–	–	–	93 558	93 558	–	83 455	149 667	169 504
Energy sources		–	–	–	–	22 000	22 000	–	29 135	30 000	47 796
Water management		–	–	–	–	70 000	70 000	–	54 320	108 490	106 708
Waste water management		–	–	–	–	1 558	1 558	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	11 177	15 000
<b>Other</b>		–	–	–	–	23 654	23 654	–	18 000	–	–
<b>Total Capital Expenditure - Functional</b>	3	–	–	–	–	125 212	125 212	–	115 014	165 667	183 504
<b>Funded by:</b>											
National Government		–	–	–	–	125 212	125 212	–	115 014	165 667	183 504
Provincial Government		–	–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
<b>Transfers recognised - capital</b>	4	–	–	–	–	125 212	125 212	–	115 014	165 667	183 504
<b>Borrowing</b>	6	–	–	–	–	–	–	–	–	–	–
<b>Internally generated funds</b>		–	–	–	–	–	–	–	–	–	–
<b>Total Capital Funding</b>	7	–	–	–	–	125 212	125 212	–	115 014	165 667	183 504

Table 7 A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

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**MBRR Table A6 - Budgeted Financial Position**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>											
<b>ASSETS</b>											
<b>Current assets</b>											
Cash		31 781	(4 501)	2 011	(163 384)	(167 444)	(167 444)	97 461	(170 373)	(162 581)	(163 608)
Call investment deposits	1	—	—	—	—	2 011	2 011	—	2 011	—	—
Consumer debtors	1	233 710	222 343	274 366	231 829	364 565	364 565	334 840	329 519	307 839	321 692
Other debtors		(20 614)	(32 606)	(43 600)	165 700	165 348	165 348	(85 357)	93 731	—	—
Current portion of long-term receivables		—	—	—	—	—	—	—	—	—	—
Inventory	2	(1 046)	1 402	(3 468)	—	52 525	52 525	159	—	—	—
<b>Total current assets</b>		<b>243 832</b>	<b>186 638</b>	<b>229 309</b>	<b>234 144</b>	<b>417 005</b>	<b>417 005</b>	<b>347 103</b>	<b>254 888</b>	<b>145 258</b>	<b>158 083</b>
<b>Non current assets</b>											
Long-term receivables		—	—	—	—	—	—	—	—	—	—
Investments		—	—	—	—	—	—	—	—	—	—
Investment property		—	—	—	—	—	—	—	—	—	—
Investment in Associate		—	—	—	—	—	—	—	—	—	—
Property, plant and equipment	3	741 044	796 564	735 791	852 471	1 769 246	1 769 246	844 398	913 483	128 433	144 595
Biological		—	—	—	—	1 984	1 984	—	482	—	—
Intangible		—	—	—	—	—	—	—	—	—	—
Other non-current assets		—	—	—	—	—	—	—	—	—	—
<b>Total non current assets</b>		<b>741 044</b>	<b>796 564</b>	<b>735 791</b>	<b>852 471</b>	<b>1 771 229</b>	<b>1 771 229</b>	<b>844 398</b>	<b>913 965</b>	<b>128 433</b>	<b>144 595</b>
<b>TOTAL ASSETS</b>		<b>984 876</b>	<b>983 202</b>	<b>965 100</b>	<b>1 086 615</b>	<b>2 188 234</b>	<b>2 188 234</b>	<b>1 191 501</b>	<b>1 168 853</b>	<b>273 691</b>	<b>302 678</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	1	—	—	—	—	—	—	—	—	—	—
Borrowing	4	0	0	0	1 284	1 284	1 284	0	—	—	—
Consumer deposits		4 029	4 179	4 358	5 666	10 024	10 024	4 508	4 358	—	—
Trade and other payables	4	533 054	549 349	577 247	526 370	983 016	983 016	640 461	456 646	—	—
Provisions		51 636	45 624	60 331	3 791	8 106	8 106	60 331	4 315	—	—
<b>Total current liabilities</b>		<b>588 718</b>	<b>599 153</b>	<b>641 937</b>	<b>537 110</b>	<b>1 002 430</b>	<b>1 002 430</b>	<b>705 301</b>	<b>465 320</b>	<b>—</b>	<b>—</b>
<b>Non current liabilities</b>											
Borrowing		37 480	34 108	36 275	81 002	1 168	1 168	36 230	720	—	—

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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
R thousand											
Provisions		–	–	–	–	181 695	181 695	–	101 141	–	–
<b>Total non current liabilities</b>		<b>37 480</b>	<b>34 108</b>	<b>36 275</b>	<b>81 002</b>	<b>182 862</b>	<b>182 862</b>	<b>36 230</b>	<b>101 861</b>	<b>–</b>	<b>–</b>
<b>TOTAL LIABILITIES</b>		<b>626 199</b>	<b>633 261</b>	<b>678 211</b>	<b>618 112</b>	<b>1 185 292</b>	<b>1 185 292</b>	<b>741 530</b>	<b>567 181</b>	<b>–</b>	<b>–</b>
<b>NET ASSETS</b>	5	<b>358 677</b>	<b>349 941</b>	<b>286 889</b>	<b>468 504</b>	<b>1 002 942</b>	<b>1 002 942</b>	<b>449 971</b>	<b>601 672</b>	<b>273 691</b>	<b>302 678</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)		362 024	357 228	291 013	591 957	961 218	961 218	515 316	554 854	223 126	249 838
Reserves	4	–	–	–	–	–	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	5	<b>362 024</b>	<b>357 228</b>	<b>291 013</b>	<b>591 957</b>	<b>961 218</b>	<b>961 218</b>	<b>515 316</b>	<b>554 854</b>	<b>223 126</b>	<b>249 838</b>

*Table 8 A6 - Budgeted Financial Position*

**Explanatory notes:**

Table A6 is consistent with international standards of good financial management practice, and improves the ability to understand, for councillors and management, on the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP 1.

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**MBRR Table A7 - Budgeted Cash Flow Statement**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates		–	–	–	78 825	75 625	78 825	43 197	76 129	79 478	83 055
Service charges		–	–	–	147 157	153 557	147 157	97 383	179 734	187 642	196 086
Other revenue		–	–	–	–	3 293	3 293	–	4 888	5 103	5 333
Transfers and Subsidies - Operational	1	–	–	–	–	114 557	114 557	–	126 417	136 446	148 880
Transfers and Subsidies - Capital	1	–	–	–	–	125 212	125 212	–	116 893	167 624	185 544
Interest		26 308	23 374	28 450	28 307	28 307	28 307	18 816	29 353	30 644	32 023
Dividends		–	–	–	–	–	–	–	–	–	–
<b>Payments</b>											
Suppliers and employees		–	–	–	–	–	–	–	(406 019)	(407 837)	(426 190)
Finance charges		–	–	–	–	–	–	–	–	–	–
Transfers and Grants	1	–	–	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>26 308</b>	<b>23 374</b>	<b>28 450</b>	<b>254 289</b>	<b>500 551</b>	<b>497 351</b>	<b>159 396</b>	<b>127 395</b>	<b>199 101</b>	<b>224 731</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		–	–	–	–	(125 212)	(125 212)	–	(115 014)	(165 667)	(183 504)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(125 212)</b>	<b>(125 212)</b>	<b>–</b>	<b>(115 014)</b>	<b>(165 667)</b>	<b>(183 504)</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>



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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		26 308	23 374	28 450	254 289	375 339	372 139	159 396	12 380	33 433	41 227
Cash/cash equivalents at the year begin:	2	(57 619)	(29 000)	(407)	69 411	71 422	71 422	1 700	2 011	14 392	47 825
Cash/cash equivalents at the year end:	2	(31 311)	(5 626)	28 043	323 700	446 762	443 562	161 097	14 392	47 825	89 052

*Table 9 A7 - Budgeted Cash Flow Statement*

**Explanatory notes:**

The budgeted cash flow statement is the first measurement in determining if the budget is funded.

It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.

# THABAZIMBI LOCAL MUNICIPALITY

## DRAFT ANNUAL BUDGET 2022/23

### MBRR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>											
<b><u>Cash and investments available</u></b>											
Cash/cash equivalents at the year end	1	(31 311)	(5 626)	28 043	323 700	446 762	443 562	161 097	14 392	47 825	89 052
Other current investments > 90 days		63 092	1 124	(26 032)	(487 085)	(612 195)	(608 995)	(63 635)	(182 753)	(210 406)	(252 660)
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–
<b>Cash and investments available:</b>		<b>31 781</b>	<b>(4 501)</b>	<b>2 011</b>	<b>(163 384)</b>	<b>(165 433)</b>	<b>(165 433)</b>	<b>97 461</b>	<b>(168 362)</b>	<b>(162 581)</b>	<b>(163 608)</b>
<b><u>Application of cash and investments</u></b>											
Unspent conditional transfers		40 510	15 940	12 456	11 321	23 778	23 778	56 117	12 456	–	–
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	411 079	440 734	453 760	228 700	572 724	578 044	288 672	108 306	(244 296)	(255 289)
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
<b>Total Application of cash and investments:</b>		<b>451 589</b>	<b>456 674</b>	<b>466 216</b>	<b>240 022</b>	<b>596 502</b>	<b>601 822</b>	<b>344 789</b>	<b>120 762</b>	<b>(244 296)</b>	<b>(255 289)</b>
<b>Surplus(shortfall)</b>		<b>(419 808)</b>	<b>(461 175)</b>	<b>(464 205)</b>	<b>(403 406)</b>	<b>(761 935)</b>	<b>(767 255)</b>	<b>(247 328)</b>	<b>(289 124)</b>	<b>81 715</b>	<b>91 681</b>

Table 10 A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**MBRR Table A9 – Asset Management**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>										
<b>CAPITAL EXPENDITURE</b>										
<b><u>Total New Assets</u></b>	1	–	–	–	–	31 062	31 062	46 135	67 177	104 281
<i>Roads Infrastructure</i>		–	–	–	–	–	–	10 000	16 000	6 000
<i>Storm water Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Electrical Infrastructure</i>		–	–	–	–	22 000	22 000	29 135	30 000	29 527
<i>Water Supply Infrastructure</i>		–	–	–	–	–	–	–	10 000	53 754
<i>Sanitation Infrastructure</i>		–	–	–	–	9 062	9 062	7 000	–	–
<i>Solid Waste Infrastructure</i>		–	–	–	–	–	–	–	11 177	15 000
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<b>Infrastructure</b>		–	–	–	–	31 062	31 062	46 135	67 177	104 281
Community Facilities		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	–	–	–	–	–	–	–
<b><u>Total Upgrading of Existing Assets</u></b>	6	–	–	–	–	94 150	94 150	68 879	98 490	79 223
<i>Roads Infrastructure</i>		–	–	–	–	23 654	23 654	21 559	–	–
<i>Storm water Infrastructure</i>		–	–	–	–	1 558	1 558	–	–	–
<i>Electrical Infrastructure</i>		–	–	–	–	–	–	–	–	18 269
<i>Water Supply Infrastructure</i>		–	–	–	–	60 938	60 938	47 320	98 490	52 954
<i>Sanitation Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Solid Waste Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<b>Infrastructure</b>		–	–	–	–	86 150	86 150	68 879	98 490	71 223
Community Facilities		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	–	–	8 000	8 000	–	–	8 000
<b>Community Assets</b>		–	–	–	–	8 000	8 000	–	–	8 000
<b>Heritage Assets</b>		–	–	–	–	–	–	–	–	–
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>										
<b><u>Total Capital Expenditure</u></b>	4	–	–	–	–	125 212	125 212	115 014	165 667	183 504
<i>Roads Infrastructure</i>		–	–	–	–	23 654	23 654	31 559	16 000	6 000
<i>Storm water Infrastructure</i>		–	–	–	–	1 558	1 558	–	–	–
<i>Electrical Infrastructure</i>		–	–	–	–	22 000	22 000	29 135	30 000	47 796
<i>Water Supply Infrastructure</i>		–	–	–	–	60 938	60 938	47 320	108 490	106 708
<i>Sanitation Infrastructure</i>		–	–	–	–	9 062	9 062	7 000	–	–
<i>Solid Waste Infrastructure</i>		–	–	–	–	–	–	–	11 177	15 000
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<b>Infrastructure</b>		–	–	–	–	117 212	117 212	115 014	165 667	175 504
Community Facilities		–	–	–	–	–	–	–	–	–
Sport and Recreation Facilities		–	–	–	–	8 000	8 000	–	–	8 000
<b>Community Assets</b>		–	–	–	–	8 000	8 000	–	–	8 000
<b>Heritage Assets</b>		–	–	–	–	–	–	–	–	–
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
<b>TOTAL CAPITAL EXPENDITURE - Asset class</b>		–	–	–	–	125 212	125 212	115 014	165 667	183 504
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	154	0	(1 953)	1 245	1 771 229	1 771 229	913 965	128 433	144 595
<i>Roads Infrastructure</i>		–	–	–	–	12 674	12 674	19 481	3 390	(7 177)
<i>Storm water Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Electrical Infrastructure</i>		–	–	(1 953)	–	19 114	19 114	25 960	26 686	44 332
<i>Water Supply Infrastructure</i>		–	–	–	–	60 938	60 938	47 320	108 490	106 708
<i>Sanitation Infrastructure</i>		–	–	–	–	(1 048)	(1 048)	(5 835)	(13 399)	(14 002)
<i>Solid Waste Infrastructure</i>		–	–	–	–	(11)	(11)	(12)	11 165	14 987
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<b>Infrastructure</b>		–	–	(1 953)	–	91 667	91 667	86 915	136 331	144 848
<b>Community Assets</b>		–	–	–	–	1 678 364	1 678 364	827 303	(7 131)	548
<b>Heritage Assets</b>		–	–	–	–	–	–	–	–	–

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
R thousand										
Investment properties		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	1 502	1 984	1 984	482	-	-
Intangible Assets		154	0	0	-	-	-	-	-	-
Computer Equipment		-	-	-	-	(117)	(117)	-	-	-
Furniture and Office Equipment		-	-	-	-	(379)	(379)	(417)	(436)	(455)
Machinery and Equipment		-	-	-	-	(32)	(32)	(36)	(37)	(39)
Transport Assets		-	-	-	(256)	(256)	(256)	(282)	(294)	(308)
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>5</b>	<b>154</b>	<b>0</b>	<b>(1 953)</b>	<b>1 245</b>	<b>1 771 229</b>	<b>1 771 229</b>	<b>913 965</b>	<b>128 433</b>	<b>144 595</b>
<b>EXPENDITURE OTHER ITEMS</b>		<b>34 469</b>	<b>13 440</b>	<b>31 433</b>	<b>46 423</b>	<b>47 923</b>	<b>47 923</b>	<b>44 665</b>	<b>46 630</b>	<b>48 729</b>
<u>Depreciation</u>	7	34 469	13 440	31 433	46 423	32 423	32 423	35 665	37 234	38 910
<u>Repairs and Maintenance by Asset Class</u>	3	-	-	-	-	15 500	15 500	9 000	9 396	9 819
Roads Infrastructure		-	-	-	-	4 500	4 500	3 000	3 132	3 273
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	2 000	2 000	-	-	-
Water Supply Infrastructure		-	-	-	-	1 500	1 500	1 000	1 044	1 091
Sanitation Infrastructure		-	-	-	-	2 000	2 000	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		-	-	-	-	10 000	10 000	4 000	4 176	4 364
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	1 750	1 750	1 500	1 566	1 636

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
R thousand										
Housing		–	–	–	–	–	–	–	–	–
Other Assets		–	–	–	–	1 750	1 750	1 500	1 566	1 636
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		–	–	–	–	–	–	–	–	–
Intangible Assets		–	–	–	–	–	–	–	–	–
Computer Equipment		–	–	–	–	3 750	3 750	3 500	3 654	3 818
Furniture and Office Equipment		–	–	–	–	–	–	–	–	–
Machinery and Equipment		–	–	–	–	–	–	–	–	–
Transport Assets		–	–	–	–	–	–	–	–	–
Land		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
<b>TOTAL EXPENDITURE OTHER ITEMS</b>		<b>34 469</b>	<b>13 440</b>	<b>31 433</b>	<b>46 423</b>	<b>47 923</b>	<b>47 923</b>	<b>44 665</b>	<b>46 630</b>	<b>48 729</b>
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		0.0%	0.0%	0.0%	0.0%	75.2%	75.2%	59.9%	59.5%	43.2%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		0.0%	0.0%	0.0%	0.0%	290.4%	290.4%	193.1%	264.5%	203.6%
<i>R&amp;M as a % of PPE</i>		0.0%	0.0%	0.0%	0.0%	0.9%	0.9%	1.0%	7.3%	6.8%
<i>Renewal and upgrading and R&amp;M as a % of PPE</i>		0.0%	0.0%	0.0%	0.0%	6.0%	6.0%	9.0%	84.0%	62.0%

Table 11 A9 – Asset Management

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Table A10 - Basic Service Delivery Measurement**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Household service targets</u></b>	1									
<b><u>Water:</u></b>										
Piped water inside dwelling		19 654	19 654	22 882	24 118	24 118	24 118	25 420	26 793	–
Piped water inside yard (but not in dwelling)		3 704	4 914	5 721	6 029	6 029	6 029	6 355	6 698	–
Using public tap (at least min.service level)	2	1 965	1 965	2 288	2 412	2 412	2 412	2 542	2 679	–
Other water supply (at least min.service level)	4	983	983	1 144	1 206	1 206	1 206	1 271	1 340	–
<i>Minimum Service Level and Above sub-total</i>		26 306	27 516	32 035	33 765	33 765	33 765	35 588	37 510	–
Using public tap (< min.service level)	3	1 384	7 836	9 123	9 616	9 616	9 616	10 135	10 682	–
Other water supply (< min.service level)	4	110	111	129	136	136	136	144	151	–
No water supply		–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>		1 494	7 947	9 252	9 752	9 752	9 752	10 279	10 834	–
<b>Total number of households</b>	5	<b>27 800</b>	<b>35 463</b>	<b>41 288</b>	<b>43 517</b>	<b>43 517</b>	<b>43 517</b>	<b>45 867</b>	<b>48 344</b>	<b>–</b>
<b><u>Sanitation/sewerage:</u></b>										
Flush toilet (connected to sewerage)		16 544	23 176	26 983	28 440	28 440	28 440	29 976	31 594	–
Flush toilet (with septic tank)		2 846	2 781	3 238	3 413	3 413	3 413	3 597	3 791	–
Chemical toilet		–	–	–	–	–	–	–	–	–
Pit toilet (ventilated)		1 222	2 318	2 698	2 844	2 844	2 844	2 998	3 159	–
Other toilet provisions (> min.service level)		208	208	242	255	255	255	269	283	–
<i>Minimum Service Level and Above sub-total</i>		20 820	28 483	33 161	34 952	34 952	34 952	36 839	38 828	–
Bucket toilet		94	94	94	94	94	94	94	94	–
Other toilet provisions (< min.service level)		4 036	4 036	4 036	4 036	4 036	4 036	4 036	4 036	–
No toilet provisions		2 850	2 850	2 850	2 850	2 850	2 850	2 850	2 850	–
<i>Below Minimum Service Level sub-total</i>		6 980	6 980	6 980	6 980	6 980	6 980	6 980	6 980	–
<b>Total number of households</b>	5	<b>27 800</b>	<b>35 463</b>	<b>40 141</b>	<b>41 932</b>	<b>41 932</b>	<b>41 932</b>	<b>43 819</b>	<b>45 809</b>	<b>–</b>
<b><u>Energy:</u></b>										
Electricity (at least min.service level)		13 731	13 731	15 986	16 850	16 850	16 850	17 759	18 719	–
Electricity - prepaid (min.service level)		12 151	12 151	14 147	14 911	14 911	14 911	15 716	16 565	–
<i>Minimum Service Level and Above sub-total</i>		25 882	25 882	30 133	31 760	31 760	31 760	33 475	35 283	–
Electricity (< min.service level)		–	–	–	–	–	–	–	–	–
Electricity - prepaid (< min. service level)		–	–	–	–	–	–	–	–	–
Other energy sources		1 918	1 918	2 233	2 354	2 354	2 354	2 481	2 615	–

**THABAZIMBI LOCAL MUNICIPALITY**  
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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<i>Below Minimum Service Level sub-total</i>		1 918	1 918	2 233	2 354	2 354	2 354	2 481	2 615	–
<b>Total number of households</b>	5	<b>27 800</b>	<b>27 800</b>	<b>32 366</b>	<b>34 114</b>	<b>34 114</b>	<b>34 114</b>	<b>35 956</b>	<b>37 898</b>	<b>–</b>
<u><b>Refuse:</b></u>										
Removed at least once a week		6 225	6 225	7 247	7 639	7 639	7 639	8 051	8 486	–
<i>Minimum Service Level and Above sub-total</i>		6 225	6 225	7 247	7 639	7 639	7 639	8 051	8 486	–
Removed less frequently than once a week		12 458	12 458	14 504	15 287	15 287	15 287	16 113	16 983	–
Using communal refuse dump		521	521	607	639	639	639	674	710	–
Using own refuse dump		6 478	6 478	7 542	7 949	7 949	7 949	8 379	8 831	–
Other rubbish disposal		–	–	–	–	–	–	–	–	–
No rubbish disposal		2 118	2 118	2 466	2 599	2 599	2 599	2 739	2 887	–
<i>Below Minimum Service Level sub-total</i>		21 575	21 575	25 119	26 475	26 475	26 475	27 905	29 412	–
<b>Total number of households</b>	5	<b>27 800</b>	<b>27 800</b>	<b>32 366</b>	<b>34 114</b>	<b>34 114</b>	<b>34 114</b>	<b>35 956</b>	<b>37 898</b>	<b>–</b>
<b><u>Households receiving Free Basic Service</u></b>	7									
Water (6 kilolitres per household per month)		–	–	–	–	–	–	–	–	–
Sanitation (free minimum level service)		–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per household per month)		–	–	–	–	–	–	–	–	–
Refuse (removed at least once a week)		–	–	–	–	–	–	–	–	–
<b><u>Cost of Free Basic Services provided - Formal Settlements (R'000)</u></b>	8									
Water (6 kilolitres per <b>indigent</b> household per month)		–	–	–	–	2 387	2 387	1 500	1 566	1 636
Sanitation (free sanitation service to <b>indigent households</b> )		–	–	–	–	–	–	–	–	–
Electricity/other energy (50kwh per <b>indigent</b> household per month)		–	–	–	–	5 555	5 555	–	–	–
Refuse (removed once a week for <b>indigent households</b> )		–	–	–	–	–	–	–	–	–
<b><u>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</u></b>		–	–	–	–	–	–	–	–	–
<b>Total cost of FBS provided</b>		–	–	–	–	<b>7 942</b>	<b>7 942</b>	<b>1 500</b>	<b>1 566</b>	<b>1 636</b>

*Table 12 A10 - Basic Service Delivery Measurement*

**Explanatory notes:**

The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist. The outcome of this exercise would



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either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".

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#### **4. OVERVIEW OF THE ALIGNMENT OF ANNUAL BUDGET WITH THE IDP**

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilize integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The IDP drives the strategic development of the Municipality. Thabazimbi Local Municipality's budget is influenced by the strategic objectives identified in the IDP. The service delivery budget implementation plan (SDBIP) ensures that the Municipality implements programmes and projects based on the IDP targets and associated budgets.

#### **5. MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS**

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has

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developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality target, monitors, assesses and reviews organizational performance which in turn is directly to individual employee's performance.

At any time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly during the last stage, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages. The planning, budgeting and reporting cycle can be graphically illustrated as follows:

- Reporting (what information, to whom, from whom, how often and for what purposes); and
- Improvement (making changes where necessary).

The performance information concepts used by the municipality in its integrated performance management system are aligned to the Framework of Managing Programme Performance Information issued by the National Treasury

## 6. **BUDGET-RELATED POLICIES**

The Municipality's budgeting process is guided and governed by relevant legislation, frameworks, strategies and related policies. All budget related policies are under review during the draft budget process.

## 7. **OVERVIEW BUDGET ASSUMPTIONS**

To prepare meaningful budgets, assumptions need to be made about internal and external factors that could influence the budget. Thabazimbi Local Municipality anticipates the following collection rates:

Tariffs	Anticipated Collect Rate
Rates	85%
Water	80%
Electricity	90%
Sewerage	80%
Refuse	80%

*Figure 12 Collection Rates Estimates*

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**Rates, tariffs and charges**

The following table shows the assumed average domestic percentage increases built into the MTREF for rates, tariffs and charges:

<b>Tariffs</b>	<b>Proposed tariff increases 2022/23</b>
<b>Rates</b>	4%
<b>Water</b>	4%
<b>Electricity</b>	4%
<b>Sewerage</b>	4%
<b>Refuse</b>	4%

*Figure 13 Percentage change rates, tariffs and charges*

The base assumption is that tariff and rating increases will increase at varying rates at or above the CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecast term.

## **8. LEGISLATION COMPLIANCE STATUS**

Thabazimbi Local Municipality has been in compliance with the MFMA implementation requirements and has been substantially adhered to through the following activities:

**In year reporting** - Reporting to National Treasury in electronic format has seen a marginal improvement since the turn of the year. Section 71 reporting to the Mayor (within 10 working days) has progressively improved and includes quarterly published financial performance on the municipality's website.

**Internship Programme** - The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Budget and Treasury Office.

**Budget and Treasury Office** - The Budget and Treasury Office has been established in accordance with the MFMA.

**Audit Committee** - An Audit Committee has been established and is functional.

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## **9. OVERVIEW OF THE BUDGET FUNDING**

Section 18(1) of the MFMA requires the budget of a municipality to be funded from-

- i. Realistically anticipated revenues to be collected;
- ii. (ii) Cash-backed accumulated funds from previous years' surpluses not committed for other purposes; and
- iii. Borrowed funds, but only for the capital budget referred to in Section (17) (2) of the MFMA.

This budget has been prepared taking into cognizance the requirements of the abovementioned section. Revenue was estimated using a collection rate of 85% on property rates and 80% on other revenue items/charges. The capital budget is funded out of grants received from National Treasury. The 2021 Division of Revenue Bill allocations to Thabazimbi Local Municipality are as follows for 2022/23 – 2024/25.

### **Grant allocations over the MTREF**

<i>Grant type (R'000)</i>	<i>2021/22</i>	<i>2022/23</i>	<i>2023/24</i>
<b><i>Equitable share</i></b>	R 122,061,000	R 133,346,000	R 145,780,000
<b><i>Finance Management Grant (FMG)</i></b>	R 3,100,000	R 3,100,000	R 3,100,000
<b><i>Municipal Infrastructure Grant (MIG)</i></b>	R 37,573,000	R 39,134,000	R 40,794,000
<b><i>Extended Public Works Programme</i></b>	R 1,256,000	-	-
<b><i>Integrated National (EPWP) electrification Program</i></b>	R 25,000,000	R 30,000,000	R 41,796,000
<b><i>Water Services Infrastructure Grant (WISG)</i></b>	R 54,320,000	R 98,490,000	R 102,9540

*Figure 14 Grant allocations over the MTREF*

These grants are explained below:

**Equitable Share** - The equitable share is an unconditional grant and is used for institutional capacity and to support the indigents;

**Local Government Financial Management Grant (FMG)** - This grant is a conditional grant and can only be used for capacity building and Internship Programme;

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**Municipal Infrastructure Grant (MIG)** - This is a conditional grant for municipal infrastructure

**Water Services Infrastructure Grant (WISG)**- To facilitate the planning and implementation of various water and sanitation projects to accelerate backlog reduction and improve the sustainability of services in prioritized district municipalities, especially in rural municipalities; provide interim, intermediate water and sanitation services that ensure provision of services to identified and prioritized communities, including through spring protection, drilling, testing and equipping of boreholes and on-site solutions; to support drought relief projects in affected municipalities.

**Funding of capital expenditure** - The budget for capital expenditure is funded from capital transfers received from National Government.

**Financial recovery plan** - A financial recovery plan is updated, monitored and implemented on a monthly basis. It is sent to Provincial Treasury for review and recommendations monthly. The implementation of the plan will improve the financial sustainability of the municipality.

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## 10. SUPPORTING TABLES

**Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>											
<b>REVENUE ITEMS:</b>											
<b><u>Property rates</u></b>	6										
Total Property Rates		69 338	78 361	80 805	98 531	94 531	94 531	53 997	95 161	99 348	103 819
Less Revenue Foregone ( <i>exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA</i> )		—	—	—	—	—	—	—	—	—	—
<b>Net Property Rates</b>		<b>69 338</b>	<b>78 361</b>	<b>80 805</b>	<b>98 531</b>	<b>94 531</b>	<b>94 531</b>	<b>53 997</b>	<b>95 161</b>	<b>99 348</b>	<b>103 819</b>
<b><u>Service charges - electricity revenue</u></b>	6										
Total Service charges - electricity revenue		67 937	70 804	78 829	90 442	95 997	95 997	29 629	94 222	98 368	102 794
Less Revenue Foregone ( <i>in excess of 50 kwh per indigent household per month</i> )		—	—	—	—	—	—	—	—	—	—
Less Cost of Free Basis Services ( <i>50 kwh per indigent household per month</i> )		—	—	—	—	5 555	5 555	—	—	—	—
<b>Net Service charges - electricity revenue</b>		<b>67 937</b>	<b>70 804</b>	<b>78 829</b>	<b>90 442</b>	<b>90 442</b>	<b>90 442</b>	<b>29 629</b>	<b>94 222</b>	<b>98 368</b>	<b>102 794</b>
<b><u>Service charges - water revenue</u></b>	6										
Total Service charges - water revenue		54 149	56 563	42 676	52 976	61 362	61 362	61 873	59 830	62 463	65 274
Less Revenue Foregone ( <i>in excess of 6 kilolitres per indigent household per month</i> )		—	—	—	—	—	—	—	—	—	—
Less Cost of Free Basis Services ( <i>6 kilolitres per indigent household per month</i> )		—	—	—	—	2 387	2 387	—	1 500	1 566	1 636
<b>Net Service charges - water revenue</b>		<b>54 149</b>	<b>56 563</b>	<b>42 676</b>	<b>52 976</b>	<b>58 976</b>	<b>58 976</b>	<b>61 873</b>	<b>58 330</b>	<b>60 897</b>	<b>63 637</b>
<b><u>Service charges - sanitation revenue</u></b>											
Total Service charges - sanitation revenue		23 570	24 856	25 178	24 615	26 615	26 615	18 736	29 228	30 514	31 887
Less Revenue Foregone ( <i>in excess of free sanitation service to indigent households</i> )		—	—	—	—	—	—	—	—	—	—

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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<i>Less Cost of Free Basis Services (free sanitation service to indigent households)</i>		–	–	–	–	–	–		–	–	–
<b>Net Service charges - sanitation revenue</b>		<b>23 570</b>	<b>24 856</b>	<b>25 178</b>	<b>24 615</b>	<b>26 615</b>	<b>26 615</b>	<b>18 736</b>	<b>29 228</b>	<b>30 514</b>	<b>31 887</b>
<b><u>Service charges - refuse revenue</u></b>	6										
Total refuse removal revenue		16 797	15 151	15 953	15 914	15 914	15 914	11 491	17 924	18 713	19 555
Total landfill revenue		–	–	–	–	–	–	–	–	–	–
<i>Less Revenue Foregone (in excess of one removal a week to indigent households)</i>		–	–	–	–	–	–	–	–	–	–
<i>Less Cost of Free Basis Services (removed once a week to indigent households)</i>		–	–	–	–	–	–	–	–	–	–
<b>Net Service charges - refuse revenue</b>		<b>16 797</b>	<b>15 151</b>	<b>15 953</b>	<b>15 914</b>	<b>15 914</b>	<b>15 914</b>	<b>11 491</b>	<b>17 924</b>	<b>18 713</b>	<b>19 555</b>
<b><u>Other Revenue by source</u></b>											
Fuel Levy		–	–	–	–	–	–	–	–	–	–
Other Revenue		2 122	500	1 475	980	1 980	1 980	1 553	2 467	2 575	2 691
<b>Total 'Other' Revenue</b>	1	<b>2 122</b>	<b>500</b>	<b>1 475</b>	<b>980</b>	<b>1 980</b>	<b>1 980</b>	<b>1 553</b>	<b>2 467</b>	<b>2 575</b>	<b>2 691</b>
<b>EXPENDITURE ITEMS:</b>											
<b><u>Employee related costs</u></b>											
Basic Salaries and Wages	2	73 513	77 777	82 139	111 380	110 423	110 423	75 723	119 151	124 393	129 991
Pension and UIF Contributions		14 934	6 041	18 935	2 594	3 141	3 141	1 911	3 007	3 139	3 280
Medical Aid Contributions		7 605	7 539	7 767	5 882	6 732	6 732	4 428	6 979	7 287	7 614
Overtime		6 582	8 251	8 335	672	101	101	486	57	59	62
Performance Bonus		3 009	6 070	6 031	11 191	9 075	9 075	5 004	7 873	8 220	8 589
Motor Vehicle Allowance		7 965	9 995	9 718	8 219	9 295	9 295	6 700	10 440	10 899	11 389
Cellphone Allowance		–	–	–	–	114	114	–	102	107	112
Housing Allowances		367	414	211	75	75	75	28	45	47	49
Other benefits and allowances		1 524	3 449	2 819	2 616	3 403	3 403	1 752	3 465	3 618	3 780
Payments in lieu of leave		2 590	4 928	(220)	2 835	4 615	4 615	3 559	5 600	5 846	6 109
Long service awards		–	–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	4	–	–	–	–	–	–	–	–	–	–
<b>sub-total</b>	5	<b>118 089</b>	<b>124 464</b>	<b>135 737</b>	<b>145 464</b>	<b>146 974</b>	<b>146 974</b>	<b>99 591</b>	<b>156 718</b>	<b>163 613</b>	<b>170 976</b>
<u>Less: Employees costs capitalised to PPE</u>		–	–	–	–	–	–	–	–	–	–
<b>Total Employee related costs</b>	1	<b>118 089</b>	<b>124 464</b>	<b>135 737</b>	<b>145 464</b>	<b>146 974</b>	<b>146 974</b>	<b>99 591</b>	<b>156 718</b>	<b>163 613</b>	<b>170 976</b>



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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Depreciation &amp; asset impairment</u></b>	1										
Depreciation of Property, Plant & Equipment		34 469	13 440	31 433	46 423	32 423	32 423	–	35 665	37 234	38 910
Lease amortisation		–	–	–	–	–	–	–	–	–	–
Capital asset impairment		–	–	–	–	–	–	–	–	–	–
<b>Total Depreciation &amp; asset impairment</b>		<b>34 469</b>	<b>13 440</b>	<b>31 433</b>	<b>46 423</b>	<b>32 423</b>	<b>32 423</b>	<b>–</b>	<b>35 665</b>	<b>37 234</b>	<b>38 910</b>
<b><u>Bulk purchases - electricity</u></b>	1										
Electricity bulk purchases		69 782	64 569	75 019	91 884	91 884	91 884	51 647	82 680	86 318	90 202
<b>Total bulk purchases</b>		<b>69 782</b>	<b>64 569</b>	<b>75 019</b>	<b>91 884</b>	<b>91 884</b>	<b>91 884</b>	<b>51 647</b>	<b>82 680</b>	<b>86 318</b>	<b>90 202</b>
<b><u>Transfers and grants</u></b>	1										
Cash transfers and grants		–	–	–	–	–	–	–	–	–	–
Non-cash transfers and grants		–	–	–	–	–	–	–	–	–	–
<b>Total transfers and grants</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b><u>Contracted services</u></b>	1										
Outsourced Services		–	–	–	–	2 700	2 700	–	6 450	3 445	3 600
Consultants and Professional Services		–	–	–	–	11 123	11 123	–	8 850	8 717	9 110
Contractors		26 535	27 261	42 470	41 802	31 229	31 229	28 722	26 820	23 281	24 329
<b>Total contracted services</b>		<b>26 535</b>	<b>27 261</b>	<b>42 470</b>	<b>41 802</b>	<b>45 052</b>	<b>45 052</b>	<b>28 722</b>	<b>42 120</b>	<b>35 444</b>	<b>37 039</b>
<b><u>Other Expenditure By Type</u></b>	-										
Collection costs		–	–	–	–	–	–	–	–	–	–
Contributions to 'other' provisions		–	–	–	–	–	–	–	–	–	–
Audit fees		–	–	–	–	3 500	3 500	–	4 500	4 698	4 909
Other Expenditure		103 026	224 222	250 594	147 209	12 437	12 437	96 986	15 025	13 390	13 992
<b>Total 'Other' Expenditure</b>	1	<b>103 026</b>	<b>224 222</b>	<b>250 594</b>	<b>147 209</b>	<b>15 937</b>	<b>15 937</b>	<b>96 986</b>	<b>19 525</b>	<b>18 088</b>	<b>18 902</b>
<b>Repairs and Maintenance by Expenditure Item</b>	8										
Employee related costs		–	–	–	–	–	–	–	–	–	–
Inventory Consumed (Project Maintenance)		–	–	–	–	–	–	–	–	–	–
Contracted Services		–	–	–	–	15 500	15 500	–	9 000	9 396	9 819

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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Other Expenditure		–	–	–	–	–	–	–	–	–	–
<b>Total Repairs and Maintenance Expenditure</b>	9	–	–	–	–	15 500	15 500	–	9 000	9 396	9 819

<b>Inventory Consumed</b>											
Inventory Consumed - Water		–	–	–	–	–	–	–	–	–	–
Inventory Consumed - Other		2 212	100	4 261	–	51 525	51 525	77	–	–	–
<b>Total Inventory Consumed &amp; Other Material</b>		<b>2 212</b>	<b>100</b>	<b>4 261</b>	<b>–</b>	<b>51 525</b>	<b>51 525</b>	<b>77</b>	<b>–</b>	<b>–</b>	<b>–</b>

Table 13 SA1 Supporting detail to 'Budgeted Financial Performance

**Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)**

Description	Ref	Vote 1 - Community and Social Services	Vote 2 - Energy Sources	Vote 3 - Executive and Council	Vote 4 - Finance and Administration	Vote 5 - Internal Audit	Vote 6 - Other	Vote 7 - Planning and Development	Vote 8 - Public Safety	Vote 9 - Road Transport	Vote 10 - Sport and Recreation	Vote 11 - Waste Management	Vote 12 - Waste Water Management	Vote 13 - Water	Total
<b>R thousand</b>	1														
<b>Revenue By Source</b>															
Property rates		–	–	–	95 161	–	–	–	–	–	–	–	–	–	95 161
Service charges - electricity revenue		–	94 222	–	–	–	–	–	–	–	–	–	–	–	94 222
Service charges - water revenue		–	–	–	5	–	–	–	–	–	–	–	–	58 325	58 330
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–	29 228	–	29 228
Service charges - refuse revenue		–	–	–	–	–	–	–	–	–	–	17 924	–	–	17 924
Rental of facilities and equipment		6	–	–	455	–	–	–	–	–	–	–	–	–	461
Interest earned - external investments		–	–	–	533	–	–	–	–	–	–	–	–	–	533
Interest earned - outstanding debtors		–	–	–	28 820	–	–	–	–	–	–	–	–	–	28 820
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		–	–	–	54	–	–	–	–	–	–	–	–	–	54
Licences and permits		–	–	–	6	–	–	–	1 900	–	–	–	–	–	1 906
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other revenue		352	–	–	1 778	–	–	337	–	–	–	–	–	–	2 467

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Description	Ref	Vote 1 - Community and Social Services	Vote 2 - Energy Sources	Vote 3 - Executive and Council	Vote 4 - Finance and Adminis- tration	Vote 5 - Internal Audit	Vote 6 - Other	Vote 7 - Planning and Development	Vote 8 - Public Safety	Vote 9 - Road Transpo- rt	Vote 10 - Sport and Recreatio- n	Vote 11 - Waste Mana- gemen- t	Vote 12 - Waste Water Manage- ment	Vote 13 - Water	Total
<b>R thousand</b>	1														
Transfers and subsidies		–	–	125 161	–	–	–	–	–	1 256	–	–	–	–	126 417
Gains		–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>359</b>	<b>94 222</b>	<b>125 161</b>	<b>126 811</b>	<b>–</b>	<b>–</b>	<b>337</b>	<b>1 900</b>	<b>1 256</b>	<b>–</b>	<b>17 924</b>	<b>29 228</b>	<b>58 325</b>	<b>455 523</b>
<b><u>Expenditure By Type</u></b>	-														
Employee related costs		3 157	11 028	8 817	66 137	2 926	–	6 214	1 333	28 903	5 337	10 880	4 784	7 201	156 718
Remuneration of councillors		–	–	9 932	–	–	–	–	–	–	–	–	–	–	9 932
Debt impairment		–	7 895	–	–	–	–	–	–	–	–	–	–	–	7 895
Depreciation & asset impairment		–	3 175	–	7 565	–	–	–	–	12 078	–	12	–	12 835	35 665
Finance charges		–	3 120	520	520	–	–	1 040	–	3 640	–	–	5 200	–	14 040
Bulk purchases - electricity		–	82 680	–	–	–	–	–	–	–	–	–	–	250	82 930
Inventory consumed		–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services		2 200	–	4 500	29 150	–	320	2 850	300	–	2 500	–	300	–	42 120
Transfers and subsidies		–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure		208	–	2 816	13 233	250	–	2 511	16	227	–	11	–	3	19 275
Losses		–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Expenditure</b>		<b>5 565</b>	<b>107 898</b>	<b>26 585</b>	<b>116 606</b>	<b>3 176</b>	<b>320</b>	<b>12 615</b>	<b>1 649</b>	<b>44 848</b>	<b>7 837</b>	<b>10 904</b>	<b>10 284</b>	<b>20 289</b>	<b>368 575</b>
<b>Surplus/(Deficit)</b>		<b>(5 206)</b>	<b>(13 676)</b>	<b>98 576</b>	<b>10 206</b>	<b>(3 176)</b>	<b>(320)</b>	<b>(12 278)</b>	<b>251</b>	<b>(43 592)</b>	<b>(7 837)</b>	<b>7 020</b>	<b>18 944</b>	<b>38 036</b>	<b>86 948</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	–	79 320	–	–	–	–	–	37 573	–	–	–	–	116 893
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(5 206)</b>	<b>(13 676)</b>	<b>177 896</b>	<b>10 206</b>	<b>(3 176)</b>	<b>(320)</b>	<b>(12 278)</b>	<b>251</b>	<b>(6 019)</b>	<b>(7 837)</b>	<b>7 020</b>	<b>18 944</b>	<b>38 036</b>	<b>203 841</b>

Table 14 SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA3 Supporting detail to 'Budgeted Financial Position**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>											
<b>ASSETS</b>											
<b><u>Consumer debtors</u></b>											
Consumer debtors		233 710	222 343	274 366	231 829	364 565	364 565	334 840	329 519	307 839	321 692
<u>Less: Provision for debt impairment</u>		–	–	–	–	–	–	–	–	–	–
<b>Total Consumer debtors</b>	2	<b>233 710</b>	<b>222 343</b>	<b>274 366</b>	<b>231 829</b>	<b>364 565</b>	<b>364 565</b>	<b>334 840</b>	<b>329 519</b>	<b>307 839</b>	<b>321 692</b>
<b>Consumables</b>											
<b>Standard Rated</b>											
<b>Opening Balance</b>		–	–	–	–	–	–	–	–	–	–
Acquisitions		–	–	–	–	1 000	1 000	–	–	–	–
Issues	7	–	–	–	–	44 975	44 975	–	48 334	45 241	47 277
Adjustments	8	–	–	–	–	–	–	–	–	–	–
Write-offs	9	–	–	–	–	–	–	–	–	–	–
<b>Closing balance - Consumables Standard Rated</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>45 975</b>	<b>45 975</b>	<b>–</b>	<b>48 334</b>	<b>45 241</b>	<b>47 277</b>
<b>Zero Rated</b>											
<b>Opening Balance</b>		–	–	–	–	–	–	–	–	–	–
Acquisitions		1 137	1 502	793	–	–	–	236	–	–	–
Issues	7	(2 212)	(100)	(4 261)	–	–	–	(77)	–	–	–
Adjustments	8	29	–	–	–	–	–	–	–	–	–
Write-offs	9	–	–	–	–	–	–	–	–	–	–
<b>Closing balance - Consumables Zero Rated</b>		<b>(1 046)</b>	<b>1 402</b>	<b>(3 468)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>159</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Finished Goods</b>											
<b>Opening Balance</b>		–	–	–	–	–	–	–	–	–	–
Acquisitions		–	–	–	–	–	–	–	–	–	–
Issues	7	–	–	–	–	–	–	–	(51 484)	(48 529)	(50 713)

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Adjustments	8	-	-	-	-	-	-	-	-	-	-
Write-offs	9	-	-	-	-	-	-	-	-	-	-
<b>Closing balance - Finished Goods</b>		-	-	-	-	-	-	-	(51 484)	(48 529)	(50 713)
<b>Materials and Supplies</b>											
<b>Opening Balance</b>		-	-	-	-	-	-	-	-	-	-
Acquisitions		-	-	-	-	-	-	-	-	-	-
Issues	7	-	-	-	-	6 550	6 550	-	3 150	3 289	3 437
Adjustments	8	-	-	-	-	-	-	-	-	-	-
Write-offs	9	-	-	-	-	-	-	-	-	-	-
<b>Closing balance - Materials and Supplies</b>		-	-	-	-	6 550	6 550	-	3 150	3 289	3 437
<b>Closing Balance - Land</b>		-	-	-	-	-	-	-	-	-	-
<b>Closing Balance - Inventory &amp; Consumables</b>		(1 046)	1 402	(3 468)	-	52 525	52 525	159	-	-	-
<b><u>Property, plant and equipment (PPE)</u></b>											
PPE at cost/valuation (excl. finance leases)		1 503 630	1 560 913	1 539 053	898 894	1 801 668	1 801 668	1 647 660	949 148	165 667	183 504
Leases recognised as PPE	3	-	-	-	-	-	-	-	-	-	-
<u>Less: Accumulated depreciation</u>		762 586	764 349	803 262	46 423	32 423	32 423	803 262	35 665	37 234	38 910
<b>Total Property, plant and equipment (PPE)</b>	2	741 044	796 564	735 791	852 471	1 769 246	1 769 246	844 398	913 483	128 433	144 595
<b>LIABILITIES</b>											
<b><u>Current liabilities - Borrowing</u></b>											
Short term loans (other than bank overdraft)		-	-	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		0	0	0	1 284	1 284	1 284	0	-	-	-
<b>Total Current liabilities - Borrowing</b>		0	0	0	1 284	1 284	1 284	0	-	-	-
<b><u>Trade and other payables</u></b>											
Trade Payables	5	411 079	440 734	453 760	515 048	959 238	959 238	467 612	444 190	-	-
Other creditors		-	-	-	-	-	-	-	-	-	-
Unspent conditional transfers		40 510	15 940	12 456	11 321	23 778	23 778	56 117	12 456	-	-
VAT		81 465	92 675	111 031	-	-	-	116 733	-	-	-
<b>Total Trade and other payables</b>	2	533 054	549 349	577 247	526 370	983 016	983 016	640 461	456 646	-	-

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Non current liabilities - Borrowing</u></b>	4										
Borrowing		37 480	34 108	36 275	81 002	1 168	1 168	36 230	720	–	–
Finance leases (including PPP asset element)		–	–	–	–	–	–	–	–	–	–
<b>Total Non current liabilities - Borrowing</b>		<b>37 480</b>	<b>34 108</b>	<b>36 275</b>	<b>81 002</b>	<b>1 168</b>	<b>1 168</b>	<b>36 230</b>	<b>720</b>	<b>–</b>	<b>–</b>
<b><u>Provisions - non-current</u></b>											
Retirement benefits		–	–	–	–	41 473	41 473	–	41 473	–	–
Refuse landfill site rehabilitation		–	–	–	–	45 247	45 247	–	–	–	–
Other		–	–	–	–	94 975	94 975	–	59 668	–	–
<b>Total Provisions - non-current</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>181 695</b>	<b>181 695</b>	<b>–</b>	<b>101 141</b>	<b>–</b>	<b>–</b>
<b>CHANGES IN NET ASSETS</b>											
<b><u>Accumulated Surplus/(Deficit)</u></b>											
Accumulated Surplus/(Deficit) - opening balance		350 669	392 024	383 824	544 032	817 807	817 807	493 620	402 246	–	–
GRAP adjustments		–	–	–	–	–	–	–	–	–	–
Restated balance		350 669	392 024	383 824	544 032	817 807	817 807	493 620	402 246	–	–
Surplus/(Deficit)		11 355	(34 796)	(92 810)	47 925	143 412	143 412	21 696	152 608	223 126	249 838
Transfers to/from Reserves		–	–	–	–	–	–	–	–	–	–
Depreciation offsets		–	–	–	–	–	–	–	–	–	–
Other adjustments		–	–	–	–	–	–	–	–	–	–
<b>Accumulated Surplus/(Deficit)</b>	1	<b>362 024</b>	<b>357 228</b>	<b>291 013</b>	<b>591 957</b>	<b>961 218</b>	<b>961 218</b>	<b>515 316</b>	<b>554 854</b>	<b>223 126</b>	<b>249 838</b>
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>362 024</b>	<b>357 228</b>	<b>291 013</b>	<b>591 957</b>	<b>961 218</b>	<b>961 218</b>	<b>515 316</b>	<b>554 854</b>	<b>223 126</b>	<b>249 838</b>

Table 15 SA3 Supporting detail to 'Budgeted Financial Position

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)**

Strategic Objective	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>										
Promote the well being of all communities		85 981	89 580	117 160	134 876	134 876	134 876	172 359	188 731	197 790
Ensure economic growth		41 002	34 163	37 831	40 972	40 972	40 972	43 280	46 221	48 440
Enhance financial and accountability		6 143	5 119	5 668	6 139	6 139	6 139	6 485	6 925	7 258
Resource management and infrastructure and for services for access and mobility		122 477	119 989	150 834	171 346	171 346	171 346	210 882	229 873	240 907
Forward planning		3 724	3 103	3 436	3 721	3 721	3 721	3 931	4 198	4 400
Promote community involvement		4 788	3 989	4 418	4 784	4 784	4 784	5 054	5 397	5 657
Ensure effective communication		2 660	2 216	2 454	2 658	2 658	2 658	2 808	2 999	3 143
Develop & implement integrated management and governance systems		2 660	2 216	2 454	2 658	2 658	2 658	2 808	2 999	3 143
Attract, develop and retain human capital		44 694	108 600	120 260	144 155	144 155	144 155	137 581	146 932	153 985
<b>Allocations to other priorities</b>	2									
<b>Total Revenue (excluding capital transfers and contributions)</b>	1	<b>314 129</b>	<b>368 976</b>	<b>444 516</b>	<b>511 309</b>	<b>511 309</b>	<b>511 309</b>	<b>585 186</b>	<b>634 275</b>	<b>664 721</b>

*Table 16 SA4 Reconciliation of IDP strategic objectives and budget (revenue)*

# THABAZIMBI LOCAL MUNICIPALITY

## DRAFT ANNUAL BUDGET 2022/23

### Supporting Table SA8 Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Borrowing Management</u></b>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	3.3%	6.3%	5.2%	2.7%	3.3%	3.3%	1.6%	3.3%	3.5%	3.5%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	4.7%	11.8%	11.0%	4.3%	4.2%	4.2%	2.3%	4.3%	4.3%	4.3%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>											
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>											
Current Ratio	Current assets/current liabilities	0.4	0.3	0.4	0.4	0.4	0.4	0.5	0.5	–	–
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	0.4	0.3	0.4	0.4	0.4	0.4	0.5	0.5	–	–
Liquidity Ratio	Monetary Assets/Current Liabilities	0.1	(0.0)	0.0	(0.3)	(0.2)	(0.2)	0.1	(0.4)	–	–
<b><u>Revenue Management</u></b>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		0.0%	0.0%	0.0%	80.0%	80.0%	78.9%	80.0%	86.8%	86.8%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		0.0%	0.0%	0.0%	80.0%	80.0%	78.9%	80.0%	86.8%	86.8%	86.8%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	60.1%	49.4%	57.1%	93.0%	122.5%	122.5%	82.3%	92.9%	64.1%	63.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total										



**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description of financial indicator	Basis of calculation	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Creditors Management</u></b> Creditors System Efficiency Creditors to Cash and Investments Employee costs Remuneration Repairs & Maintenance Finance charges & Depreciation <b><u>IDP regulation financial viability indicators</u></b> i. Debt coverage ii. O/S Service Debtors to Revenue iii. Cost coverage	Debtors > 12 Months Old										
	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))										
		-1312.9%	-7834.3%	1618.1%	159.1%	214.7%	216.3%	290.3%	3086.4%	0.0%	0.0%
	Employee costs/(Total Revenue - capital revenue)	33.3%	32.4%	33.6%	34.0%	34.0%	34.0%	32.8%	34.4%	34.1%	33.7%
	Total remuneration/(Total Revenue - capital revenue)	36.0%	34.7%	35.9%	36.6%	36.2%	36.2%		36.6%	36.2%	35.8%
	R&M/(Total Revenue excluding capital revenue)	0.0%	0.0%	0.0%	0.0%	3.6%	3.6%		2.0%	2.0%	1.9%
	FC&D/(Total Revenue - capital revenue)	13.3%	11.7%	15.3%	14.0%	10.6%	10.6%	1.5%	10.9%	10.8%	10.7%
	-										
	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	11.4	9.4	9.7	11.1	11.1	11.1	6.7	10.7	10.7	11.2
	Total outstanding service debtors/annual revenue received for services	90.8%	77.1%	94.6%	140.5%	184.7%	184.7%	141.8%	143.3%	99.8%	99.8%
	(Available cash + Investments)/monthly fixed operational expenditure	(1.3)	(0.2)	0.9	10.5	15.7	15.6	8.5	0.5	1.7	3.0

Table 17 SA8 Performance indicators and benchmarks

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA10 Funding measurement**

Description	MFMA section	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Funding measures</b>												
Cash/cash equivalents at the year end - R'000	18(1)b	1	(31 311)	(5 626)	28 043	323 700	446 762	443 562	161 097	14 392	47 825	89 052
Cash + investments at the yr end less applications - R'000	18(1)b	2	(419 808)	(461 175)	(464 205)	(403 406)	(761 935)	(767 255)	(247 328)	(289 124)	81 715	91 681
Cash year end/monthly employee/supplier payments	18(1)b	3	(1.3)	(0.2)	0.9	10.5	15.7	15.6	8.5	0.5	1.7	3.0
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	11 355	(34 796)	(92 810)	47 925	143 412	143 412	21 696	152 608	223 126	249 838
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	0.0%	(6.9%)	10.0%	(4.6%)	(6.0%)	(44.7%)	(3.1%)	(1.6%)	(1.5%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	0.0%	0.0%	0.0%	72.0%	72.9%	71.9%	71.7%	79.4%	79.4%	79.4%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	0.0%	0.0%	0.4%	2.7%	2.6%	2.6%	0.0%	2.7%	2.7%	2.7%
Capital payments % of capital expenditure	18(1)c;19	8	0.0%	0.0%	0.0%	0.0%	100.0%	100.0%	0.0%	100.0%	100.0%	100.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	(11.0%)	21.6%	72.3%	33.3%	0.0%	(52.9%)	(20.1%)	(27.3%)	4.5%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.0%	0.0%	0.0%	0.0%	0.9%	0.9%	1.1%	1.0%	7.3%	6.8%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Supporting indicators</b>												
% incr <i>total service charges (incl prop rates)</i>	18(1)a			6.0%	(0.9%)	16.0%	1.4%	0.0%	(38.7%)	2.9%	4.4%	4.5%
% incr Property Tax	18(1)a			13.0%	3.1%	21.9%	(4.1%)	0.0%	(42.9%)	0.7%	4.4%	4.5%
% incr Service charges - electricity revenue	18(1)a			4.2%	11.3%	14.7%	0.0%	0.0%	(67.2%)	4.2%	4.4%	4.5%
% incr Service charges - water revenue	18(1)a			4.5%	(24.6%)	24.1%	11.3%	0.0%	4.9%	(1.1%)	4.4%	4.5%
% incr Service charges - sanitation revenue	18(1)a			5.5%	1.3%	(2.2%)	8.1%	0.0%	(29.6%)	9.8%	4.4%	4.5%
% incr Service charges - refuse revenue	18(1)a			(9.8%)	5.3%	(0.2%)	0.0%	0.0%	(27.8%)	12.6%	4.4%	4.5%
% incr in	18(1)a			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total billable revenue	18(1)a		231 791	245 736	243 440	282 478	286 478	286 478	175 726	294 865	307 839	321 692
Service charges			231 791	245 736	243 440	282 478	286 478	286 478	175 726	294 865	307 839	321 692
Property rates			69 338	78 361	80 805	98 531	94 531	94 531	53 997	95 161	99 348	103 819
Service charges - electricity revenue			67 937	70 804	78 829	90 442	90 442	90 442	29 629	94 222	98 368	102 794
Service charges - water revenue			54 149	56 563	42 676	52 976	58 976	58 976	61 873	58 330	60 897	63 637
Service charges - sanitation revenue			23 570	24 856	25 178	24 615	26 615	26 615	18 736	29 228	30 514	31 887
Service charges - refuse removal			16 797	15 151	15 953	15 914	15 914	15 914	11 491	17 924	18 713	19 555
Service charges - other			–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment			2 958	423	426	428	428	428	197	461	481	503
Capital expenditure excluding capital grant funding			29 963	63 122	3 866	55 070	–	–	9 782	–	–	–

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	MFMA section	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Cash receipts from ratepayers	18(1)a		–	–	–	225 982	232 475	229 275	140 580	260 750	272 223	284 473
Ratepayer & Other revenue	18(1)a		264 046	273 014	278 620	313 725	318 725	318 725	196 001	328 573	343 030	358 467
Change in consumer debtors (current and non-current)			(8 909)	(23 359)	41 028	166 762	299 147	299 147	18 717	25 721	(115 410)	13 853
Operating and Capital Grant Revenue	18(1)a		122 182	192 624	211 591	238 769	238 769	238 769	112 037	243 310	304 070	334 424
Capital expenditure - total	20(1)(vi)		29 963	63 122	3 866	55 070	125 212	125 212	9 782	115 014	165 667	183 504
Capital expenditure - renewal	20(1)(vi)		–	–	–	–	–	–	–	–	–	–
<b>Supporting benchmarks</b>												
Growth guideline maximum			6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%
CPI guideline			4.3%	3.9%	4.6%	5.0%	5.0%	5.0%	5.0%	5.4%	5.6%	5.4%
DoRA operating grants total MFY												
DoRA capital grants total MFY												
Provincial operating grants												
Provincial capital grants												
District Municipality grants												
Total gazetted/advised national, provincial and district grants										–	–	–
Average annual collection rate (arrears inclusive)												
<b>Trend</b>												
Change in consumer debtors (current and non-current)			(8 909)	(23 359)	41 028	18 717	25 721	(115 410)	13 853	–	–	–
<b>Total Operating Revenue</b>			354 815	383 857	403 940	427 635	432 635	432 635	303 194	455 523	480 033	507 928
<b>Total Operating Expenditure</b>			376 243	494 336	580 198	504 922	414 435	414 435	286 684	419 808	424 530	443 634
<b>Operating Performance Surplus/(Deficit)</b>			(21 428)	(110 479)	(176 258)	(77 287)	18 200	18 200	16 511	35 715	55 502	64 294
<b>Cash and Cash Equivalents (30 June 2012)</b>										14 392		
<b>Revenue</b>												
% Increase in Total Operating Revenue				8.2%	5.2%	5.9%	1.2%	0.0%	(29.9%)	5.3%	5.4%	5.8%
% Increase in Property Rates Revenue				13.0%	3.1%	21.9%	(4.1%)	0.0%	(42.9%)	0.7%	4.4%	4.5%
% Increase in Electricity Revenue				4.2%	11.3%	14.7%	0.0%	0.0%	(67.2%)	4.2%	4.4%	4.5%
% Increase in Property Rates & Services Charges				6.0%	(0.9%)	16.0%	1.4%	0.0%	(38.7%)	2.9%	4.4%	4.5%
<b>Expenditure</b>												
% Increase in Total Operating Expenditure				31.4%	17.4%	(13.0%)	(17.9%)	0.0%	(30.8%)	1.3%	1.1%	4.5%
% Increase in Employee Costs				5.4%	9.1%	7.2%	1.0%	0.0%	(32.2%)	6.6%	4.4%	4.5%
% Increase in Electricity Bulk Purchases				(7.5%)	16.2%	22.5%	0.0%	0.0%	(43.8%)	(10.0%)	4.4%	4.5%
Average Cost Per Budgeted Employee Position (Remuneration)					0	0				0		
Average Cost Per Councillor (Remuneration)					0	0				0		
R&M % of PPE			0.0%	0.0%	0.0%	0.0%	0.9%	0.9%		1.0%	7.3%	6.8%
Asset Renewal and R&M as a % of PPE			0.0%	0.0%	0.0%	0.0%	6.0%	6.0%		9.0%	84.0%	62.0%

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	MFMA section	Ref	2018/19	2019/20	2020/21	Current Year 2021/22				2022/23 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Debt Impairment % of Total Billable Revenue			0.0%	0.0%	0.4%	2.7%	2.6%	2.6%	0.0%	2.7%	2.7%	2.7%
<b><u>Capital Revenue</u></b>												
Internally Funded & Other (R'000)			–	–	–	–	–	–	–	–	–	–
Borrowing (R'000)			–	–	–	–	–	–	–	–	–	–
Grant Funding and Other (R'000)			–	–	–	–	125 212	125 212	–	115 014	165 667	183 504
Internally Generated funds % of Non Grant Funding			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowing % of Non Grant Funding			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grant Funding % of Total Funding			0.0%	0.0%	0.0%	0.0%	100.0%	100.0%	0.0%	100.0%	100.0%	100.0%
<b><u>Capital Expenditure</u></b>												
Total Capital Programme (R'000)			–	–	–	–	125 212	125 212	–	115 014	165 667	183 504
Asset Renewal			–	–	–	–	94 150	94 150	94 150	68 879	98 490	79 223
Asset Renewal % of Total Capital Expenditure			0.0%	0.0%	0.0%	0.0%	75.2%	75.2%	0.0%	59.9%	59.5%	43.2%
<b><u>Cash</u></b>												
Cash Receipts % of Rate Payer & Other			0.0%	0.0%	0.0%	72.0%	72.9%	71.9%	71.7%	79.4%	79.4%	79.4%
Cash Coverage Ratio			(0)	(0)	0	0	0	0	0	0	0	0
<b><u>Borrowing</u></b>												
Credit Rating (2009/10)										0		
Capital Charges to Operating			3.3%	6.3%	5.2%	2.7%	3.3%	3.3%	1.6%	3.3%	3.5%	3.5%
Borrowing Receipts % of Capital Expenditure			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Reserves</u></b>												
Surplus/(Deficit)			(419 808)	(461 175)	(464 205)	(403 406)	(761 935)	(767 255)	(247 328)	(289 124)	81 715	91 681
<b><u>Free Services</u></b>												
Free Basic Services as a % of Equitable Share			0.0%	0.0%	0.0%	0.0%	7.4%	7.4%		1.2%	1.2%	1.1%
Free Services as a % of Operating Revenue (excl operational transfers)			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%		0.0%	0.0%	0.0%
<b><u>High Level Outcome of Funding Compliance</u></b>												
Total Operating Revenue			354 815	383 857	403 940	427 635	432 635	432 635	303 194	455 523	480 033	507 928
Total Operating Expenditure			376 243	494 336	580 198	504 922	414 435	414 435	286 684	419 808	424 530	443 634
Surplus/(Deficit) Budgeted Operating Statement			(21 428)	(110 479)	(176 258)	(77 287)	18 200	18 200	16 511	35 715	55 502	64 294
Surplus/(Deficit) Considering Reserves and Cash Backing			(419 808)	(461 175)	(464 205)	(403 406)	(761 935)	(767 255)	(247 328)	(289 124)	81 715	91 681
<b>MTREF Funded (1) / Unfunded (0)</b>		15	0	0	0	0	0	0	0	0	1	1
<b>MTREF Funded ✓ / Unfunded x</b>		15	x	x	x	x	x	x	x	x	✓	✓

Table 18 SA10 Funding measurement

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA18 Transfers and grant receipts**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>										
<b>RECEIPTS:</b>	1, 2									
<b><u>Operating Transfers and Grants</u></b>										
<b>National Government:</b>		<b>122 182</b>	<b>192 624</b>	<b>211 591</b>	<b>238 769</b>	<b>113 557</b>	<b>113 557</b>	<b>126 417</b>	<b>136 446</b>	<b>148 880</b>
Local Government Equitable Share		85 841	93 580	116 315	107 453	107 453	107 453	122 061	133 346	145 780
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–	–	–
Expanded Public Works Programme Integrated Grant		1 343	1 105	1 000	1 256	1 256	1 256	1 256	–	–
Local Government Financial Management Grant		2 215	2 680	3 000	3 100	3 100	3 100	3 100	3 100	3 100
Municipal Disaster Relief Grant		–	298	–	–	–	–	–	–	–
Municipal Infrastructure Grant		9 784	32 626	37 248	34 960	1 748	1 748	–	–	–
Water Services Infrastructure Grant		13 000	37 067	43 224	70 000	–	–	–	–	–
Urban Settlement Development Grant		–	19 278	7 828	–	–	–	–	–	–
Integrated National Electrification Programme Grant		9 999	5 990	2 976	22 000	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–
<b>Total Operating Transfers and Grants</b>	<b>5</b>	<b>122 182</b>	<b>192 624</b>	<b>211 591</b>	<b>238 769</b>	<b>113 557</b>	<b>113 557</b>	<b>126 417</b>	<b>136 446</b>	<b>148 880</b>
<b><u>Capital Transfers and Grants</u></b>										
<b>National Government:</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>125 212</b>	<b>125 212</b>	<b>125 212</b>	<b>116 893</b>	<b>167 624</b>	<b>185 544</b>
Municipal Infrastructure Grant		–	–	–	33 212	33 212	33 212	37 573	39 134	40 794
Water Services Infrastructure Grant		–	–	–	70 000	70 000	70 000	54 320	98 490	102 954
Integrated National Electrification Programme Grant		–	–	–	22 000	22 000	22 000	25 000	30 000	41 796
<b>Total Capital Transfers and Grants</b>	<b>5</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>125 212</b>	<b>125 212</b>	<b>125 212</b>	<b>116 893</b>	<b>167 624</b>	<b>185 544</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>122 182</b>	<b>192 624</b>	<b>211 591</b>	<b>363 981</b>	<b>238 769</b>	<b>238 769</b>	<b>243 310</b>	<b>304 070</b>	<b>334 424</b>

*Table 19 SA18 Transfers and grant receipts*

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA22 Summary councillor and staff benefits**

Summary of Employee and Councillor remuneration  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Councillors (Political Office Bearers plus Other)</u></b>	1	A	B	C	D	E	F	G	H	I
Basic Salaries and Wages		6 626	5 942	6 575	7 849	5 849	5 849	6 083	6 350	6 636
Pension and UIF Contributions		871	755	914	1 455	1 455	1 455	1 513	1 580	1 651
Medical Aid Contributions		67	127	36	25	25	25	26	27	28
Motor Vehicle Allowance		1 202	1 090	854	701	1 201	1 201	1 249	1 304	1 363
Cellphone Allowance		782	982	974	1 020	1 020	1 020	1 060	1 107	1 157
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		—	—	—	—	—	—	—	—	—
<b>Sub Total - Councillors</b>		<b>9 548</b>	<b>8 897</b>	<b>9 354</b>	<b>11 050</b>	<b>9 550</b>	<b>9 550</b>	<b>9 932</b>	<b>10 369</b>	<b>10 835</b>
<b>% increase</b>	4		<b>(6.8%)</b>	<b>5.1%</b>	<b>18.1%</b>	<b>(13.6%)</b>	<b>—</b>	<b>4.0%</b>	<b>4.4%</b>	<b>4.5%</b>
<b><u>Senior Managers of the Municipality</u></b>	2									
Basic Salaries and Wages		—	—	—	—	12 149	12 149	15 030	15 691	16 397
Pension and UIF Contributions		—	—	—	—	259	259	260	272	284
Medical Aid Contributions		—	—	—	—	200	200	203	212	221
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		—	—	—	—	250	250	192	200	209
Motor Vehicle Allowance	3	—	—	—	—	316	316	387	404	422
Cellphone Allowance	3	—	—	—	—	114	114	102	107	112
Housing Allowances	3	—	—	—	—	—	—	—	—	—
Other benefits and allowances	3	(126)	1 212	38	376	4	4	4	4	4
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	6	—	—	—	—	—	—	—	—	—
<b>Sub Total - Senior Managers of Municipality</b>		<b>(126)</b>	<b>1 212</b>	<b>38</b>	<b>376</b>	<b>13 291</b>	<b>13 291</b>	<b>16 178</b>	<b>16 889</b>	<b>17 650</b>
<b>% increase</b>	4		<b>(1 064.1%)</b>	<b>(96.9%)</b>	<b>893.8%</b>	<b>3 438.7%</b>	<b>—</b>	<b>21.7%</b>	<b>4.4%</b>	<b>4.5%</b>
<b><u>Other Municipal Staff</u></b>										
Basic Salaries and Wages		73 513	77 777	82 139	111 380	98 274	98 274	104 121	108 702	113 594
Pension and UIF Contributions		14 934	6 041	18 935	2 594	2 883	2 883	2 746	2 867	2 996
Medical Aid Contributions		7 605	7 539	7 767	5 882	6 532	6 532	6 777	7 075	7 393

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Summary of Employee and Councillor remuneration  R thousand	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Overtime		6 582	8 251	8 335	672	101	101	57	59	62
Performance Bonus		3 009	6 070	6 031	11 191	8 825	8 825	7 681	8 019	8 380
Motor Vehicle Allowance	3	7 965	9 995	9 718	8 219	8 979	8 979	10 053	10 495	10 967
Cellphone Allowance	3	—	—	—	—	—	—	—	—	—
Housing Allowances	3	367	414	211	75	75	75	45	47	49
Other benefits and allowances	3	1 650	2 237	2 781	2 240	3 399	3 399	3 461	3 614	3 776
Payments in lieu of leave		2 590	4 928	(220)	2 835	4 615	4 615	5 600	5 846	6 109
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	6	—	—	—	—	—	—	—	—	—
<b>Sub Total - Other Municipal Staff</b>		<b>118 215</b>	<b>123 252</b>	<b>135 699</b>	<b>145 088</b>	<b>133 683</b>	<b>133 683</b>	<b>140 540</b>	<b>146 724</b>	<b>153 326</b>
<b>% increase</b>	4		<b>4.3%</b>	<b>10.1%</b>	<b>6.9%</b>	<b>(7.9%)</b>	<b>—</b>	<b>5.1%</b>	<b>4.4%</b>	<b>4.5%</b>
<b>Total Parent Municipality</b>		<b>127 637</b>	<b>133 361</b>	<b>145 091</b>	<b>156 514</b>	<b>156 524</b>	<b>156 524</b>	<b>166 649</b>	<b>173 982</b>	<b>181 811</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>127 637</b>	<b>133 361</b>	<b>145 091</b>	<b>156 514</b>	<b>156 524</b>	<b>156 524</b>	<b>166 649</b>	<b>173 982</b>	<b>181 811</b>
<b>% increase</b>	4		<b>4.5%</b>	<b>8.8%</b>	<b>7.9%</b>	<b>0.0%</b>	<b>—</b>	<b>6.5%</b>	<b>4.4%</b>	<b>4.5%</b>
<b>TOTAL MANAGERS AND STAFF</b>	5,7	<b>118 089</b>	<b>124 464</b>	<b>135 737</b>	<b>145 464</b>	<b>146 974</b>	<b>146 974</b>	<b>156 718</b>	<b>163 613</b>	<b>170 976</b>

Table 20 SA22 Summary councillor and staff benefits

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA25 Budgeted monthly revenue and expenditure**

Description	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
R thousand		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b><u>Revenue By Source</u></b>	-															
Property rates		7 930	7 930	7 930	7 930	7 930	7 930	7 930	7 930	7 930	7 930	7 930	7 930	95 161	99 348	103 819
Service charges - electricity revenue		7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	94 222	98 368	102 794
Service charges - water revenue		4 861	4 861	4 861	4 861	4 861	4 861	4 861	4 861	4 861	4 861	4 861	4 861	58 330	60 897	63 637
Service charges - sanitation revenue		2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	29 228	30 514	31 887
Service charges - refuse revenue		1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	17 924	18 713	19 555
Rental of facilities and equipment		38	38	38	38	38	38	38	38	38	38	38	38	461	481	503
Interest earned - external investments		44	44	44	44	44	44	44	44	44	44	44	44	533	556	581
Interest earned - outstanding debtors		2 402	2 402	2 402	2 402	2 402	2 402	2 402	2 402	2 402	2 402	2 402	2 402	28 820	30 088	31 442
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5	5	5	5	5	5	5	5	5	5	5	5	54	57	59
Licences and permits		159	159	159	159	159	159	159	159	159	159	159	159	1 906	1 990	2 079
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		10 535	10 535	10 535	10 535	10 535	10 535	10 535	10 535	10 535	10 535	10 535	10 535	126 417	136 446	148 880
Other revenue		206	206	206	206	206	206	206	206	206	206	206	206	2 467	2 575	2 691
Gains		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>37 960</b>	<b>455 523</b>	<b>480 033</b>	<b>507 928</b>
<b><u>Expenditure By Type</u></b>	-															
Employee related costs		13 060	13 060	13 060	13 060	13 060	13 060	13 060	13 060	13 060	13 060	13 060	13 060	156 718	163 613	170 976
Remuneration of councillors		828	828	828	828	828	828	828	828	828	828	828	828	9 932	10 369	10 835
Debt impairment		658	658	658	658	658	658	658	658	658	658	658	658	7 895	8 242	8 613
Depreciation & asset impairment		2 972	2 972	2 972	2 972	2 972	2 972	2 972	2 972	2 972	2 972	2 972	2 972	35 665	37 234	38 910
Finance charges		1 170	1 170	1 170	1 170	1 170	1 170	1 170	1 170	1 170	1 170	1 170	1 170	14 040	14 658	15 317
Bulk purchases - electricity		6 911	6 911	6 911	6 911	6 911	6 911	6 911	6 911	6 911	6 911	6 911	6 660	82 680	86 318	90 202
Inventory consumed		-	-	-	-	-	-	-	-	-	-	-	51 484	51 484	48 529	50 713
Contracted services		3 510	3 510	3 510	3 510	3 510	3 510	3 510	3 510	3 510	3 510	3 510	3 510	42 120	35 444	37 039
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure		1 606	1 606	1 606	1 606	1 606	1 606	1 606	1 606	1 606	1 606	1 606	1 606	19 275	20 123	21 029
Losses		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>81 948</b>	<b>419 808</b>	<b>424 530</b>	<b>443 634</b>



**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Surplus/(Deficit)</b>		7 246	7 246	7 246	7 246	7 246	7 246	7 246	7 246	7 246	7 246	7 246	(43 988)	35 715	55 502	64 294
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		9 741	9 741	9 741	9 741	9 741	9 741	9 741	9 741	9 741	9 741	9 741	9 741	116 893	167 624	185 544
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Transfers and subsidies - capital (in-kind - all)		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		16 987	16 987	16 987	16 987	16 987	16 987	16 987	16 987	16 987	16 987	16 987	(34 247)	152 608	223 126	249 838
Taxation		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Attributable to minorities		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Share of surplus/ (deficit) of associate		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit)</b>	<b>1</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>(34 247)</b>	<b>152 608</b>	<b>223 126</b>	<b>249 838</b>

Table 21 SA25 Budgeted monthly revenue and expenditure

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)**

Description	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
R thousand		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Revenue by Vote</b>	-															
Vote 1 - Community and Social Services		30	30	30	30	30	30	30	30	30	30	30	30	359	374	391
Vote 2 - Energy Sources		7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	94 222	98 368	102 794
Vote 3 - Executive and Council		17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	204 481	264 936	293 630
Vote 4 - Finance and Administration		10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	126 811	132 391	138 349
Vote 5 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Planning and Development		28	28	28	28	28	28	28	28	28	28	28	28	337	352	368
Vote 8 - Public Safety		158	158	158	158	158	158	158	158	158	158	158	158	1 900	1 984	2 073
Vote 9 - Road Transport		3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	38 829	39 134	40 794
Vote 10 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	17 924	18 713	19 555
Vote 12 - Waste Water Management		2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	29 228	30 514	31 887
Vote 13 - Water		4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	58 325	60 891	63 632
Vote 14 - Null		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Null		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>		<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>572 416</b>	<b>647 657</b>	<b>693 472</b>
<b>Expenditure by Vote to be appropriated</b>	-															
Vote 1 - Community and Social Services		464	464	464	464	464	464	464	464	464	464	464	714	5 815	3 774	3 944
Vote 2 - Energy Sources		8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	107 898	112 645	117 715
Vote 3 - Executive and Council		2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	26 585	27 754	29 003
Vote 4 - Finance and Administration		9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	13 367	120 256	125 547	131 196
Vote 5 - Internal Audit		265	265	265	265	265	265	265	265	265	265	265	265	3 176	3 315	3 465
Vote 6 - Other		27	27	27	27	27	27	27	27	27	27	27	27	320	-	-
Vote 7 - Planning and Development		1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 101	12 665	7 950	8 308
Vote 8 - Public Safety		137	137	137	137	137	137	137	137	137	137	137	137	1 649	1 409	1 472
Vote 9 - Road Transport		3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	44 848	46 822	48 929

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Vote 10 - Sport and Recreation		653	653	653	653	653	653	653	653	653	653	653	653	7 837	5 572	5 822
Vote 11 - Waste Management		909	909	909	909	909	909	909	909	909	909	909	909	10 904	11 383	11 896
Vote 12 - Waste Water Management		857	857	857	857	857	857	857	857	857	857	857	857	10 284	10 736	11 219
Vote 13 - Water		1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	49 175	67 773	65 535	68 484
<b>Total Expenditure by Vote</b>		<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>82 149</b>	<b>420 009</b>	<b>422 443</b>	<b>441 453</b>
<b>Surplus/(Deficit) before assoc.</b>		<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>(34 447)</b>	<b>152 407</b>	<b>225 214</b>	<b>252 019</b>
<b>Surplus/(Deficit)</b>	<b>1</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>(34 447)</b>	<b>152 407</b>	<b>225 214</b>	<b>252 019</b>

Table 22 SA26 Budgeted monthly revenue and expenditure (municipal vote)

**Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)**

Description	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Revenue - Functional</b>															
<b>Governance and administration</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>27 608</b>	<b>331 292</b>	<b>397 327</b>	<b>431 979</b>
Executive and council	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	17 040	204 481	264 936	293 630
Finance and administration	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	10 568	126 811	132 391	138 349
Internal audit	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Community and public safety</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>188</b>	<b>2 259</b>	<b>2 358</b>	<b>2 464</b>
Community and social services	30	30	30	30	30	30	30	30	30	30	30	30	359	374	391
Sport and recreation	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Public safety	158	158	158	158	158	158	158	158	158	158	158	158	1 900	1 984	2 073
Housing	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Health	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Economic and environmental services</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>3 264</b>	<b>39 166</b>	<b>39 486</b>	<b>41 162</b>
Planning and development	28	28	28	28	28	28	28	28	28	28	28	28	337	352	368
Road transport	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	3 236	38 829	39 134	40 794

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

Description	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Environmental protection	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Trading services</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>16 642</b>	<b>199 699</b>	<b>208 486</b>	<b>217 867</b>
Energy sources	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	7 852	94 222	98 368	102 794
Water management	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	4 860	58 325	60 891	63 632
Waste water management	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	2 436	29 228	30 514	31 887
Waste management	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	1 494	17 924	18 713	19 555
<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 Revenue - Functional</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>47 701</b>	<b>572 416</b>	<b>647 657</b>	<b>693 472</b>
<b>Expenditure - Functional</b>															
<b>Governance and administration</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>12 197</b>	<b>15 847</b>	<b>150 016</b>	<b>156 617</b>	<b>163 664</b>
Executive and council	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	2 215	26 585	27 754	29 003
Finance and administration	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	9 717	13 367	120 256	125 547	131 196
Internal audit	265	265	265	265	265	265	265	265	265	265	265	265	3 176	3 315	3 465
<b>Community and public safety</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 254</b>	<b>1 504</b>	<b>15 301</b>	<b>10 754</b>	<b>11 238</b>
Community and social services	464	464	464	464	464	464	464	464	464	464	464	714	5 815	3 774	3 944
Sport and recreation	653	653	653	653	653	653	653	653	653	653	653	653	7 837	5 572	5 822
Public safety	137	137	137	137	137	137	137	137	137	137	137	137	1 649	1 409	1 472
<b>Economic and environmental services</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 789</b>	<b>4 889</b>	<b>57 563</b>	<b>54 824</b>	<b>57 291</b>
Planning and development	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 051	1 101	12 665	7 950	8 308
Road transport	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 737	3 787	44 898	46 874	48 983
Environmental protection	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Trading services</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>12 448</b>	<b>59 932</b>	<b>196 858</b>	<b>200 300</b>	<b>209 314</b>
Energy sources	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	8 991	107 898	112 645	117 715
Water management	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	1 691	49 175	67 773	65 535	68 484
Waste water management	857	857	857	857	857	857	857	857	857	857	857	857	10 284	10 736	11 219
Waste management	909	909	909	909	909	909	909	909	909	909	909	909	10 904	11 383	11 896
<b>Other</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>320</b>	<b>–</b>	<b>–</b>
<b>Total Expenditure - Functional</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>30 715</b>	<b>82 199</b>	<b>420 059</b>	<b>422 495</b>	<b>441 507</b>
<b>Surplus/(Deficit) before assoc.</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>(34 497)</b>	<b>152 357</b>	<b>225 162</b>	<b>251 965</b>
Share of surplus/ (deficit) of associate												–	–	–	–
<b>Surplus/(Deficit)</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>16 987</b>	<b>(34 497)</b>	<b>152 357</b>	<b>225 162</b>	<b>251 965</b>

Table 23 SA27 Budgeted monthly revenue and expenditure (functional classification)

# THABAZIMBI LOCAL MUNICIPALITY

## DRAFT ANNUAL BUDGET 2022/23

### Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description  R thousand	Re f	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Single-year expenditure to be appropriated</b>																
Vote 1 - Community and Social Services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Energy Sources		2 428	2 428	2 428	2 428	2 428	2 428	2 428	2 428	2 428	2 428	2 428	2 428	29 135	30 000	47 796
Vote 3 - Executive and Council		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 4 - Finance and Administration		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Internal Audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Other		1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	18 000	–	–
Vote 7 - Planning and Development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	8 000
Vote 8 - Public Safety		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Road Transport		–	–	–	–	–	–	–	–	–	–	–	13 559	13 559	16 000	6 000
Vote 10 - Sport and Recreation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 11 - Waste Management		–	–	–	–	–	–	–	–	–	–	–	–	–	11 177	15 000
Vote 12 - Waste Water Management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 13 - Water		4 527	4 527	4 527	4 527	4 527	4 527	4 527	4 527	4 527	4 527	4 527	4 527	54 320	108 490	106 708
Vote 14 - Null		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Vote 15 - Null		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Capital single-year expenditure sub-total</b>	2	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	22 014	115 014	165 667	183 504
<b>Total Capital Expenditure</b>	2	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	8 455	22 014	115 014	165 667	183 504

Table 24 SA28 Budgeted monthly capital expenditure (municipal vote)

**THABAZIMBI LOCAL MUNICIPALITY**

**DRAFT ANNUAL BUDGET 2022/23**

**Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)**

Description	Ref	Budget Year 2022/23												Medium Term Revenue and Expenditure Framework		
R thousand		Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>Capital Expenditure - Functional</b>	1	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	6 935	–	–	–
<i>Governance and administration</i>		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Executive and council		(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	(630)	6 935	–	–	–
Finance and administration		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Internal audit		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		123	123	123	123	123	123	123	123	123	123	123	12 202	13 559	16 000	14 000
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	8 000
Road transport		123	123	123	123	123	123	123	123	123	123	123	12 202	13 559	16 000	6 000
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Trading services</i>		5 619	5 619	5 619	5 619	5 619	5 619	5 619	5 619	5 619	5 619	5 619	21 641	83 455	149 667	169 504
Energy sources		2 163	2 163	2 163	2 163	2 163	2 163	2 163	2 163	2 163	2 163	2 163	5 338	29 135	30 000	47 796
Water management		3 457	3 457	3 457	3 457	3 457	3 457	3 457	3 457	3 457	3 457	3 457	16 292	54 320	108 490	106 708
Waste water management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management		(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	11	–	11 177	15 000
<i>Other</i>		1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	1 500	18 000	–	–
<b>Total Capital Expenditure - Functional</b>	2	6 612	6 612	6 612	6 612	6 612	6 612	6 612	6 612	6 612	6 612	6 612	42 277	115 014	165 667	183 504
<b>Funded by:</b>																
National Government		9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	115 014	165 667	183 504
<b>Transfers recognised - capital</b>		9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	115 014	165 667	183 504
<b>Borrowing</b>		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Internally generated funds</b>		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Capital Funding</b>		9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	9 585	115 014	165 667	183 504

*Table 25 SA29 Budgeted monthly capital expenditure (functional classification)*

**THABAZIMBI LOCAL MUNICIPALITY**  
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**Supporting Table SA34a Capital expenditure on new assets by asset class**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>									
<b><u>Capital expenditure on new assets by Asset Class/Sub-class</u></b>										
<b>-</b>										
<b><u>Infrastructure</u></b>		-	-	-	-	31 062	31 062	46 135	67 177	104 281
Roads Infrastructure		-	-	-	-	-	-	10 000	16 000	6 000
<i>Roads</i>		-	-	-	-	-	-	10 000	16 000	6 000
<i>Road Structures</i>		-	-	-	-	-	-	-	-	-
<i>Road Furniture</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	22 000	22 000	29 135	30 000	29 527
<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>		-	-	-	-	-	-	-	-	6 000
<i>MV Networks</i>		-	-	-	-	22 000	22 000	29 135	30 000	23 527
<i>LV Networks</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	10 000	53 754
<i>Dams and Weirs</i>		-	-	-	-	-	-	-	-	-
<i>Boreholes</i>		-	-	-	-	-	-	-	-	-
<i>Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Pump Stations</i>		-	-	-	-	-	-	-	-	-
<i>Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
<i>Bulk Mains</i>		-	-	-	-	-	-	-	10 000	53 754
<i>Distribution</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Points</i>		-	-	-	-	-	-	-	-	-
<i>PRV Stations</i>		-	-	-	-	-	-	-	-	-

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Description  R thousand	Ref  1	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	9 062	9 062	7 000	–	–
<i>Pump Station</i>		–	–	–	–	–	–	–	–	–
<i>Reticulation</i>		–	–	–	–	–	–	–	–	–
<i>Waste Water Treatment Works</i>		–	–	–	–	–	–	–	–	–
<i>Outfall Sewers</i>		–	–	–	–	–	–	–	–	–
<i>Toilet Facilities</i>		–	–	–	–	9 062	9 062	7 000	–	–
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	–	–	–	–	11 177	15 000
<i>Landfill Sites</i>		–	–	–	–	–	–	–	11 177	15 000
<i>Waste Transfer Stations</i>		–	–	–	–	–	–	–	–	–
<i>Waste Processing Facilities</i>		–	–	–	–	–	–	–	–	–
<i>Waste Drop-off Points</i>		–	–	–	–	–	–	–	–	–
<i>Waste Separation Facilities</i>		–	–	–	–	–	–	–	–	–
<i>Electricity Generation Facilities</i>		–	–	–	–	–	–	–	–	–
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure on new assets</b>	1	–	–	–	–	31 062	31 062	46 135	67 177	104 281

Table 26 SA34a Capital expenditure on new assets by asset class



**THABAZIMBI LOCAL MUNICIPALITY**  
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**Supporting Table SA34c Repairs and maintenance expenditure by asset class**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>									
<b><u>Repairs and maintenance expenditure by Asset Class/Sub-class</u></b>										
<b>-</b>										
<b><u>Infrastructure</u></b>		-	-	-	-	10 000	10 000	4 000	4 176	4 364
Roads Infrastructure		-	-	-	-	4 500	4 500	3 000	3 132	3 273
<i>Roads</i>		-	-	-	-	4 500	4 500	3 000	3 132	3 273
<i>Road Structures</i>		-	-	-	-	-	-	-	-	-
<i>Road Furniture</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	2 000	2 000	-	-	-
<i>Power Plants</i>		-	-	-	-	2 000	2 000	-	-	-
<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>		-	-	-	-	-	-	-	-	-
<i>LV Networks</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	1 500	1 500	1 000	1 044	1 091
<i>Dams and Weirs</i>		-	-	-	-	1 500	1 500	1 000	1 044	1 091
<i>Boreholes</i>		-	-	-	-	-	-	-	-	-
<i>Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Pump Stations</i>		-	-	-	-	-	-	-	-	-
<i>Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
<i>Bulk Mains</i>		-	-	-	-	-	-	-	-	-
<i>Distribution</i>		-	-	-	-	-	-	-	-	-
<i>Distribution Points</i>		-	-	-	-	-	-	-	-	-
<i>PRV Stations</i>		-	-	-	-	-	-	-	-	-

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Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>									
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	2 000	2 000	–	–	–
<i>Pump Station</i>		–	–	–	–	–	–	–	–	–
<i>Reticulation</i>		–	–	–	–	–	–	–	–	–
<i>Waste Water Treatment Works</i>		–	–	–	–	2 000	2 000	–	–	–
<i>Outfall Sewers</i>		–	–	–	–	–	–	–	–	–
<i>Toilet Facilities</i>		–	–	–	–	–	–	–	–	–
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
<b><u>Other assets</u></b>		–	–	–	–	1 750	1 750	1 500	1 566	1 636
Operational Buildings		–	–	–	–	1 750	1 750	1 500	1 566	1 636
<i>Municipal Offices</i>		–	–	–	–	1 750	1 750	1 500	1 566	1 636
<i>Pay/Enquiry Points</i>		–	–	–	–	–	–	–	–	–
<i>Building Plan Offices</i>		–	–	–	–	–	–	–	–	–
<i>Workshops</i>		–	–	–	–	–	–	–	–	–
<i>Yards</i>		–	–	–	–	–	–	–	–	–
<i>Stores</i>		–	–	–	–	–	–	–	–	–
<i>Laboratories</i>		–	–	–	–	–	–	–	–	–
<i>Training Centres</i>		–	–	–	–	–	–	–	–	–
<i>Manufacturing Plant</i>		–	–	–	–	–	–	–	–	–
<i>Depots</i>		–	–	–	–	–	–	–	–	–
<i>Capital Spares</i>		–	–	–	–	–	–	–	–	–
<b><u>Computer Equipment</u></b>		–	–	–	–	3 750	3 750	3 500	3 654	3 818
Computer Equipment		–	–	–	–	3 750	3 750	3 500	3 654	3 818
<b>Total Repairs and Maintenance Expenditure</b>	<b>1</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>15 500</b>	<b>15 500</b>	<b>9 000</b>	<b>9 396</b>	<b>9 819</b>
<b>R&amp;M as a % of PPE</b>		0.0%	0.0%	0.0%	0.0%	0.9%	0.9%	1.1%	1.0%	7.6%
<b>R&amp;M as % Operating Expenditure</b>		0.0%	0.0%	0.0%	0.0%	3.7%	3.7%	3.1%	2.2%	2.3%

Table 27 SA34c Repairs and maintenance expenditure by asset class

**THABAZIMBI LOCAL MUNICIPALITY**  
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**Supporting Table SA34e Capital expenditure on the upgrading of existing assets by asset class**

Description	Ref	2018/19	2019/20	2020/21	Current Year 2021/22			2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousand</b>	<b>1</b>									
<b><u>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</u></b>										
<b><u>Infrastructure</u></b>		-	-	-	-	86 150	86 150	68 879	98 490	71 223
Roads Infrastructure		-	-	-	-	23 654	23 654	21 559	-	-
<i>Roads</i>		-	-	-	-	23 654	23 654	21 559	-	-
Storm water Infrastructure		-	-	-	-	1 558	1 558	-	-	-
<i>Drainage Collection</i>		-	-	-	-	-	-	-	-	-
<i>Storm water Conveyance</i>		-	-	-	-	1 558	1 558	-	-	-
<i>Attenuation</i>		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	18 269
<i>Power Plants</i>		-	-	-	-	-	-	-	-	-
<i>MV Substations</i>		-	-	-	-	-	-	-	-	18 269
<i>MV Switching Stations</i>		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	60 938	60 938	47 320	98 490	52 954
<i>Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
<i>Bulk Mains</i>		-	-	-	-	60 938	60 938	47 320	98 490	52 954
<b><u>Community Assets</u></b>		-	-	-	-	8 000	8 000	-	-	8 000
Sport and Recreation Facilities		-	-	-	-	8 000	8 000	-	-	8 000
<i>Indoor Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>		-	-	-	-	8 000	8 000	-	-	8 000
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>94 150</b>	<b>94 150</b>	<b>68 879</b>	<b>98 490</b>	<b>79 223</b>
<b><u>Upgrading of Existing Assets as % of total capex</u></b>		0.0%	0.0%	0.0%	0.0%	75.2%	75.2%	59.9%	59.5%	43.2%
<b><u>Upgrading of Existing Assets as % of deprecn"</u></b>		0.0%	0.0%	0.0%	0.0%	290.4%	290.4%	193.1%	264.5%	203.6%

*Table 28 SA34e Capital expenditure on the upgrading of existing assets by asset class*

**THABAZIMBI LOCAL MUNICIPALITY**  
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**Supporting Table SA36 Detailed capital budget**

R thousand				2022/23 Medium Term Revenue & Expenditure Framework		
		Audited Outcome 2020/21	Current Year 2021/22 Full Year Forecast	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
Function	Project Description					
Parent municipality: <i>List all capital projects grouped by Function</i>						
	Skierlik Paving of bus route		1 205	18 000	16 000	15 000
	Northam Extension 5 Updrading of internal streets Phase 2		18 679	3 559	11 177	8 000
	Rooiberg Paving of internal streets (Phase 2)		5 329	10 000	10 000	6 000
	Northam construction of a transfer station		8 000	4 135	1 957	3 754
	PMU Management Fees		42 813	1 879	16 000	6 000
	Regorogile upgrading of water network (Ward 9,10)					
			9 062	8 000	15 510	2 040
	Construction of VIP toilets in Rooiberg, Skierlik and Meriting Phase 1		9 062	7 000	16 980	
	Northam Upgrading of Water Reticulation (Ward 7, 8)		9 062	8 000	20 000	
	Upgrading of bulk water pipeline between Thabazimbi Pumpstation and Thabazimbi Y-piece		21 000	31 320	30 000	
	Construction 3km 11kv overhead line Phase 2		1 000	2 000		
	Pre-Engineering of Smashblock 20MVA substation			23 000	30 000	
	Skierlik Water Supply					25 000
	Construction of a Package Plant at Thabazimbi booster pump station and 1Ml storage tank					18 000
	Leeupoort and Raphuti Water Augmentation Project					7 000
	Regorogile upgrading of water supply network Phase 2					13 000
	Northam upgrading of water reticulation Phase 2					15 000
Parent Capital expenditure		–	125 212	116 893	167 624	118 794
Total Capital expenditure		–	125 212	116 893	167 624	118 794

*Table 29 SA36 Detailed capital budget*

**THABAZIMBI LOCAL MUNICIPALITY**  
**DRAFT ANNUAL BUDGET 2022/23**

**END**