NOTICE OF THE MAIN ADJUSTMENT BUDGET
FOR 2023/2024 FINANCIAL YEAR

Local Government: Finance Management Act, Act 56 of 2003:- Section 28 of the MFMA of 2003 stipulates the process the municipality needs to follow in order to prepare the adjustment budget.
An adjustments budget referred to in section 28 (2) (b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.
The Municipal Finance Management Act chapter 4 deals with Municipal Budget.
Section 16 (1) of the MFMA stipulates that "The council of a municipality must for each financial year approve the annual budget for the municipality before the start of that financial year.
Section 21 (1)(a) of the MFMA states that, "The Mayor of a municipality must coordinate the processes of preparing the annual budget and for reviewing the municipality's integrated development plan and budget related policies to ensure that the tabled budget and any revisions of the integrated development plan and budget related policies are mutually consistent and credible". The Main Adjustment Budget for the 2023/2024 financial year was tabled in council on the 29th February 2024.

- The budget adjustment workings can be summarised as follows:

## EC136 EMALAHLENI – 2023/2024 MAIN ADJUSTMENT BUDGET SUMMARY

| | Budget | Available Budget | Budget Inputs | New Available Budget | New Budget |
|---|---|---|---|---|---|
| **Revenue** | **(280 905 676,00)** | **(87 868 411,21)** | **(12 000 000,00)** | **(99 868 411,21)** | **(292 905 676,00)** |
| | | | | | |
| **Expenditure** | **217 161 648,00** | **94 758 671,33** | **15 735 000,00** | **110 423 671,33** | **235 326 648,00** |
| Employee Related Cost | 96 665 911,00 | 42 415 902,63 | (2 465 000) | 42 415 902,63 | 96 665 911,00 |
| Remuneration of Councillors | 14 243 008,00 | 5 447 485,93 | 850 000,00 | 6 297 485,93 | 15 093 008,00 |
| Bulk Purchases | 12 500 000,00 | 693 346,35 | 7 500 000,00 | 9 193 346,35 | 20 000 000,00 |
| Contracted Services | 26 125 655,00 | 14 388 719,61 | 6 530 000,00 | 22 018 719,61 | 33 755 655,00 |
| Depreciation and Amortisation | 16 000 000,00 | 5 831 375,78 | - | 5 831 375,78 | 16 000 000,00 |
| Interest | 10 441,00 | 1 010,27 | - | 1 010,27 | 10 441,00 |
| Inventory Consumed | 3 386 287,00 | 2 372 670,32 | 150 000,00 | 2 522 670,32 | 3 536 287,00 |
| Irrecoverable Debts Written Off | 8,00 | (58 670,46) | - | (58 670,46) | 8,00 |
| Operating Leases | 1 500 000,00 | 47 806,24 | - | 47 806,24 | 1 500 000,00 |
| Operational Cost | 42 320 335,00 | 19 783 050,95 | 835 000,00 | 20 618 050,95 | 43 155 335,00 |
| Transfers and Subsidies | 2 410 005,00 | 1 835 975,71 | - | 1 835 975,71 | 2 410 005,00 |
| Gains and Losses | 1 999 998,00 | 1 999 998,00 | - | 1 999 998,00 | 1 999 998,00 |
| Asset Additions | | | 2 335 000,00 | 2 500 000,00 | 2 500 000,00 |
| **NET MOVEMENT** | | | **3 735 000** | | |

Copies of the documents will be available in the Municipal Offices: 37 Indwe Road, Lady Frere, 5410; 40 Fletcher Street, Indwe, 5445 and Grey Street, Town Hall Building, Dordrecht, 5435. and on the Municipal website for viewing at:

www. emalahleni.local.gov.za

Mr N. Mntuyedwa

Acting Municipal Manager: Emalahleni Local Municipality (EC136)