NOTICE OF THE MAIN ADJUSTMENT BUDGET

FOR 2024/2025 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 2024/2025 financial year was tabled in council on the 26th February 2024.

The following is the summary of the adjustments:

EC136 Emalahleni (Ec) - Table B1 Adjustments Budget Summary - 26/02/2025

Description	Budget Year 2024/25					Budget Year +1 2025/26	Budget Year +2 2026/27
	Original Budget	Prior Adjusted	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		1	6	7	8		
R thousands	A	A1	F	G	H		
Financial Performance							
Property rates	12 100	12 100	–	–	12 100	9 434	9 434
Service charges	25 000	25 000	11 000	11 000	36 000	26 794	26 794
Investment revenue	5 000	5 000	7 000	7 000	12 000	0	0
Transfers recognised - operational	170 098	170 098	52 704	52 704	222 802	169 682	169 682
Other own revenue	8 590	8 430	–	–	8 430	8 186	8 186
Total Revenue (excluding capital transfers and contributions)	**220 788**	**220 628**	**70 704**	**70 704**	**291 332**	**214 095**	**214 095**
Employee costs	101 219	99 377	(2)	(2)	99 374	106 519	106 519
Remuneration of councillors	14 983	15 026	(0)	(0)	15 026	24 290	24 290
Depreciation & asset impairment	18 000	17 500	–	–	17 500	18 312	18 312
Finance charges	–	–	–	–	–	0	0
Inventory consumed and bulk purchases	20 232	19 358	4 251	4 251	23 609	31 842	31 842
Transfers and subsidies	1 300	1 300	(806)	(806)	494	2 952	2 952
Other expenditure	61 670	64 554	10 128	10 128	74 682	92 414	92 266
Total Expenditure	**217 404**	**217 115**	**13 571**	**13 571**	**230 686**	**276 330**	**276 182**
Surplus/(Deficit)	3 383	3 512	57 133	57 133	60 645	(62 235)	(62 087)
Transfers and subsidies - capital (monetary allocations)	118 448	118 448	(32 071)	(32 071)	86 377	81 377	81 377
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	**121 832**	**121 961**	**25 062**	**25 062**	**147 023**	**19 143**	**19 291**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**121 832**	**121 961**	**25 062**	**25 062**	**147 023**	**19 143**	**19 291**
Capital expenditure & funds sources							
Capital expenditure	123 368	123 368	17 484	17 484	140 853	132 229	132 229
Transfers recognised - capital	118 448	118 448	16 534	16 534	134 983	127 232	127 232
Borrowing	–	–	–	–	–	–	–
Internally generated funds	2 920	2 920	950	950	3 870	4 997	4 997
Total sources of capital funds	**121 368**	**121 368**	**17 484**	**17 484**	**138 853**	**132 229**	**132 229**

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

Ms POB Makoma

Municipal Manager: Emalahleni Local Municipality (EC136)