



MADIBENG LOCAL MUNICIPALITY



SPECIAL BUDGET ADJUSTMENT 2024/2025 FINANCIAL YEAR

The Budget Adjustment for Madibeng Local Municipality is published in accordance with the Municipal Finance Management Act, no. 56 of 2003. This special budget adjustment was tabled in compliance with the National Treasury guidelines and was adopted by Council on 29 May 2025. Copies of the Budget Adjustment document will be available at all the Municipal Offices. Alternatively, the budget office can be contacted for assistance on (012) 493 7895/7596

Overview of the adjustment budget

The proposed budget adjustment of Madibeng Local Municipality Totals R 3.9 billion Comprising of R 3.4 billion for Operating expenditure and R 473.1million for Capital expenditure (see table below).

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
R thousands							
Total Revenue	2,785,760	2,945,602	0	0	2,945,602	2,873,017	3,001,191
Total Expenditure	2,717,642	2,937,105	495,006	495,006	3,432,110	2,868,653	2,974,724
Surplus/(Deficit)	68,118	8,497	(495,006)	(495,006)	(486,508)	4,364	26,467
Capital expenditure	346,202	427,259	45,931	45,931	473,190	373,906	386,000
TOTAL BUDGET	3,063,844	3,364,364	540,937	540,937	3,905,301	3,242,559	3,360,724

The Operational Revenue Budget has not changed since the prior adjustment budget in February 2025, it remains R 2,945b. The Operational Expenditure Budget has increased from R 2,937b in the prior adjustment budget to R3,432b which makes the total increase of R 495m, thus a deficit of R -486,5m from a surplus of R8.4m on the prior budget adjustment. The total capital budget has Increased from R 427.2m to R 473.1m.

Grant Reconciliation

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.

SUMMARY OF CASH FLOW

Description	Allocation	Receipts	(Withheld)/ Additional
FMG	2,900,000	2,900,000	0
INEP	25,184,000	33,738,000	8,554,000
EPWP	1,293,000	1,293,000	0
MIG	329,018,000	326,923,000	(2,095,000)
LIBRARY GRANT	1,400,000	1,400,000	0
TOTALS	359,795,000	366,254,000	6,459,000

DETAILED REVENUE ADJUSTMENT BUDGET

The Revenue Budget has not changed from the prior adjustment and remains at R 2,945b.

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousand	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source												
Exchange Revenue												
Service charges - Electricity	2	757 422	725 922	--	--	--	--	--	--	725 922	758 091	792 043
Service charges - Water	2	175 088	201 190	--	--	--	--	--	--	201 190	197 266	205 880
Service charges - Waste Water Management	2	55 120	66 178	--	--	--	--	--	--	66 178	63 864	66 801
Service charges - Waste Management	2	67 229	68 378	--	--	--	--	--	--	68 378	71 045	74 313
Sale of Goods and Rendering of Services		4 690	4 515	--	--	--	--	--	--	4 515	5 015	5 246
Agency services		18 833	18 833	--	--	--	--	--	--	18 833	17 000	17 782
Interest earned from Receivables		69 171	138 242	--	--	--	--	--	--	138 242	90 265	94 417
Interest earned from Current and Non Current Assets		17 920	17 086	--	--	--	--	--	--	17 086	15 896	16 627
Rent on Land	7	25	25	--	--	--	--	--	--	25	30	31
Rental from Fixed Assets		2 064	2 826	--	--	--	--	--	--	2 826	3 150	3 295
Licence and permits		32	8 038	--	--	--	--	--	--	8 038	6 071	6 350
Operational Revenue		1 237	10 143	--	--	--	--	--	--	10 143	386	403
Non-Exchange Revenue												
Property rates	2	420 000	463 000	--	--	--	--	--	--	463 000	395 379	413 566
Surcharges and Taxes				--	--	--	--	--	--			
Fines, penalties and forfeits		8 991	5 121	--	--	--	--	--	--	5 121	2 831	2 961

"Madibeng, the Prosperous Platinum and Green Tourism City"

Licences or permits		525	(0)	-	-	-	-	-	-	(0)	-	-
Transfer and subsidies - Operational		1 137 358	1 137 829	-	-	-	-	-	-	1 137 829	1 196 011	1 248 423
Interest		50 071	74 071	-	-	-	-	-	-	74 071	50 719	53 052
Discontinued Operations		-	4 204	-	-	-	-	-	-	4 204	0	0
Total Revenue (excluding capital transfers and contributions)		2 785 760	2 945 602	-	-	-	-	-	-	2 945 602	2 873 017	3 001 191

DETAILED EXPENDITURE ADJUSTMENT BUDGET

The Expenditure Budget increased from R 2 717 642b to R 2 937 105b which makes the total decrease of R 219.4m, thus a surplus of R 8.4m from R 68.1m on the original budget. A major part of the budget adjustment will be virement on votes where proposed spending will not happen, thus the saving on those votes is shifted to the votes where most spending is anticipated within the remaining six months.

Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 2026/27
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Ad-justs.	Total Ad-justs.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousand	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Expenditure By Type												
Employee related costs		730 202	733 620	-	-	-	-	-	-	733 620	738 467	772 437
Remuneration of councillors		38 861	38 861	-	-	-	-	-	-	38 861	39 691	41 517
Bulk purchases - electricity		665 720	671 470	-	-	-	-	168 219	168 219	839 688	711 000	743 706
Inventory consumed		204 931	204 931	-	-	-	-	-	-	204 931	158 834	197 328
Debt impairment		209 800	209 800	-	-	-	-	-	-	209 800	429 728	380 651
Depreciation and amortisation		317 937	317 937	-	-	-	-	-	-	317 937	317 075	331 660
Interest		43 233	59 833	-	-	-	-	11 290	11 290	71 123	23 181	24 247
Contracted services		288 183	438 272	-	-	-	-	232 160	232 160	670 432	262 981	286 962
Transfers and subsidies		7 343	7 343	-	-	-	-	-	-	7 343	7 700	8 054
Irrecoverable debts written off		-	-	-	-	-	-	-	-	-	-	-
Operational costs		211 432	255 039	-	-	-	-	83 337	83 337	338 376	179 996	188 163
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		2 717 642	2 937 105	-	-	-	-	495 006	495 006	3 432 110	2 868 653	2 974 724
Surplus/(Deficit)		68 118	8 497	-	-	-	-	(495 006)	(495 006)	(486 508)	4 364	26 467

CAPITAL

The total capital budget has increased from R 346.2 m to R 411.1m due unavoidable service delivery capital expenditure.

MIG

A total amount of R321 m is allocated for Municipal Infrastructure Grant Projects

INEP

A total amount of R25.1 m is allocated for The Integrated National Electrification Programme Grant.

LIBRARY GRANT

A total amount of R 544 000 m been allocated for capital expenditure

INTERNAL FUNDS

A total amount of R 60.1 m Unavoidable capital expenditure on computer and furniture. Purchase of new vehicles, boreholes etc.

Description	Original Budget	Adjustments	Expenditure to Date	Proposed Budget Adjustment
MIG				
HIGH MASS LIGHT ENEGERSING	4 500 000	20 000 000	21 806 314	24 500 000
KLIPGAT EXTENTION WATER SUPPLY	20 000 000	300 000	15 704 673	20 300 000
HEBRON/ KGABALATSANE/ ROCKVIL/ITSOSENG	54 000 000	(39 466 090)	9 846 219	14 533 910
HEBRON TO MADIDI BULK WATER PIPELINE	30 000 000	(30 000 000)	0	0
UPGRADING MOTHOTLUNG OUTFALL SEWER	0	11 717 407	8 400 245	11 717 407
UPGRADING OUKASIES OUTFALL SEWER	0	8 800 000	5 968 797	8 800 000
KLIPGAT SANITATION PROJECT	40 000 000	(16 000 000)	13 835 105	24 000 000
BRITS LANDFILL LAGOON	3 000 000	(1 500 000)	0	1 500 000
CLUSTER 1 INTERNAL ROADS	23 000 000	(23 000 000)	0	0
UPGRADE OF INTERNAL ROADS OF CLUSTER 4	0	509 466	443 013	509 466
BAPONG CONNECTOR ROAD	0	230 669	0	230 669
UPGRADING OF MOTHOTLUNG INTERNAL ROAD	22 000 000	(10 000 000)	8 130 235	12 000 000
UPGRADING OF KGABALATSANE INTERNAL ROAD	0	7 950 000	6 385 113	7 950 000
REHABILITATION OF TAXI ROUTE- LETHLHABILE	0	10 661 245	8 577 216	10 661 245
REHABILITATION OF TAXI ROUTE- MOTHOTLUNG	0	4 178 082	3 547 701	4 178 082
REHABILITATION OF TAXI ROUTE- OUKASIE	0	20 116 090	17 323 337	20 116 090
UPGRADING OF KL TO CHECKERS ROAD MABOLOK	0	728 390	401 044	728 390
MMAKAU WARD 18 CLINIC ROAD	0	2 547 099	2 376 320	2 547 099
MMAKAU WARD 19 RING ROAD	10 000 000	(6 500 000)	2 989 441	3 500 000

LEGONYANE INTERNAL ROAD	19 270 000	(3 000 000)	9 241 615	16 270 000
REFENTSE ACCESS ROAD	12 000 000	2 811 143	5 433 779	14 811 143
MASTERS SPORT GROUND ROAD UPGRADE	5 000 000	1 317 367	5 506 814	6 317 367
UPGRADING OF WONDERKOP LUTHREN ROAD	15 000 000	1 000 000	12 976 379	16 000 000
BLOCK B TLHOAFALO ROAD UPGRADE	21 264 000	(8 804 000)	6 382 758	12 460 000
BLOCK E CEMETERY ROAD	0	4 450 110	4 437 234	4 450 110
REHABILITATION OF MODDERSPRUIT ROAD	7 000 000	(5 000 000)	815 007	2 000 000
C1UPGRADE OF FAFUNG BUS ROUTE	1 000 000	360 000	1 280 132	1 360 000
LETLHABILE BLOCK F ROAD UPGRADE	18 000 000	(1 327 000)	11 547 975	16 673 000
FANYANE TO MANOTSHE ROAD UPGRADE	11 984 000	821 000	9 393 981	12 805 000
ROOIWAL CEMETERY ROAD UPGRADE	0	2 000 000	875 864	2 000 000
SEGWAELANE INTERNAL ROAD UPGRADE	0	13 472 429	9 448 243	13 472 429
MONTOEDI TO IPOPOPENG ROAD UPGRADE	0	8 506 307	5 789 711	8 506 307
HEBRON STREAM AND STORMWATER	4 000 000	(1 500 000)	2 171 355	2 500 000
OUKASIE TAXI RANK	0	1 372 445	795 316	1 372 445
OUKASIE CEMETERY	0	5 547 715	5 405 786	5 547 715
MMAKAU LIBRARY	0	1 000 000	6 930	1 000 000
MADIBENG SMME DEVELOPMENT HUB - BRITS	0	4 000 000	2 615 981	4 000 000
KLIPGAT FIRE STATION	0	2 950 000	2 011 528	2 950 000
UPGRADING OF BRITS FIRE STATION	0	6 655 126	2 678 418	6 655 126
	321 018 000	(2 095 000)	224 549 579	318 923 000
INEP				
LETLHABILE SUBSTATION	25 184 000	(25 184 000)	0	0
LETLHABILE C SUBSTATION	0	4 000 000	2 300 174	4 000 000
LETLHABILE BLOCK H ELECTRIFICATION	0	28 238 000	23 450 002	28 238 000
LETLHABILE BLOCK I ELECTRIFICATION	0	1 500 000	0	1 500 000
	25 184 000	8 554 000	25 750 176	33 738 000
WSIG				
ERADICATION OF WATER & SANITATION BACKLO	0	14 798 523	13 212 660	14 798 523
LIBRARY GRANT				
PLANT & EQUIPMENT	0	456 000	380 000	456 000
FURNITURE & EQUIPMENT	0	437 840	41 800	437 840
	0	893 840	421 800	893 840
INTERNAL FUNDING				
EXECUTIVE MAYOR VEHICLE	0	657 053	657 052	657 053
VEHICLES	0	47 483 695	47 483 695	47 483 695
PENDORING SUBSTATION REFURBISHMENT	0	2 371 358	2 062 050	2 371 358
UNDERGROUND WATER AUGMENTATION	0	14 000 000	12 612 890	14 000 000
REPLACEMENT OF WATER METERS	0	16 000 000	0	16 000 000
PLANT & EQUIPMENT	0	6 947 826	2 043 478	6 947 826
FURNITURE & EQUIPMENT	0	1 590 691	728 933	1 590 691
COMPUTER EQUIPMENT	0	1 691 480	638 900	1 691 480
ELEVATORS	0	12 000 000	0	12 000 000
	0	102 742 103	66 226 998	102 742 103
TOTAL CAPITAL EXPENDITURE	346 202 000	124 893 466	330 161 212	471 095 466