

VICTOR KHANYE LOCAL MUNICIPALITY



EXECUTIVE SUMMARY

2023/2024

DRAFT ANNUAL BUDGET

A. MUNICIPAL ENTITIES / EXTERNAL MECHANISMS

The Municipality does not make use of any entities or external mechanisms for services delivery within the municipal area.

B. FINANCIAL AND SERVICE DELIVERY IMPLICATIONS

The 2023/2024 operational budget has increase especially of electricity revenue.

During the year under review, the Council will maintain all municipal services as per the approved tariff structure of the municipality. Tariffs were determined for all the municipal services as reflected in the tariff policy and to such an effect that it is based on cost recovery as far as possible. In the case of those services, on which a shortfall is recorded, said shortfall will be financed through property rates. In the case of shortfalls due to the implementation of the indigent policy, these shortfalls are recovered from the equitable share.

Attached to the budget document are the relevant budget tables as required by the Municipal Budget and Reporting Regulations (Gazette no 32141 dated 17 April 2009).

During the budget year no transfer will be made in terms of Section 12 of the Municipal Finance Management Act, no 56 of 2003.

C. CONCOLIDATED FINANCIAL POSITION AND MTREF

Operating Budget (OPEX)	-	(R 820 059 812)
Less: Depreciation	-	(R 52 046 187)
Debt impairment	-	(R 103 571 325)
Operating Budget (Opex) without non- cash item	-	<u>R 664 442 300</u>
Capital Budget (CAPEX)	-	<u>R 31 076 500</u>

Expenditure breakup:

- Employee related costs	-	201 103 606
- Councilor remuneration	-	9 100 773
- Debt impairment	-	103 571 325
- Provision for depreciation	-	52 046 187
- Finance charges	-	33 351 830
- Bulk purchases	-	185 000 000
- Contracted Services	-	71 448 882
- Inventory consumed	-	119 205 200
- Transfer and subsidies FBS	-	7 336 008
- Other expenditure	-	<u>37 896 200</u>
Total		820 059 812

Revenue breakup:

- Property Rates	-	97 467 394
- Electricity revenue	-	347 265 515
- Water revenue	-	67 794 232
- Sanitation revenue	-	15 635 191
- Refuse revenue	-	14 257 458
- Interest revenue (Debtors)	-	59 385 539
- Government Grants	-	144 142 000
- Rental income	-	2 532 474
- Fines and permit	-	1 685 639
- Other revenue	-	<u>55 276 399</u>
Total		808 580 320

Operational Budget:

- Own funding	-	664 438 320
- External funding	-	144 142 000

Total Capital Budget:

- Own funding	-	3 453 000
- WSIG	-	30 000 000
- MIG	-	29 174 000

Projects included in operating budget

Ward committees	-	1 200 000
Community Development Projects	-	1 200 000
Youth development	-	880 000
Revision of plans (IDP/LED)	-	1 950 000

Tariff increases (Avg.)

All tariffs	-	5.3-20%
Winter tariff on electricity		

Flat rates:

Special indigents with no income	=	R0 p/m + actual consumption
Registered Indigents < R4000	=	R0 p/m + actual consumption
Flat rate	=	R554.12 pm

Free basic services

6kl water per month to all indigent registered households.

50 kWh electricity per month to all indigent registered households.

Credit control on outstanding debt

60/40 for electricity on outstanding accounts.

Sources of finances:

MIG – Municipal Infrastructure Grant	-	27 174 000
WSIG – Water Service Infrastructure Grant	-	30 000 000
Operating funding (Own funds)	-	3 453 000

E. MUNICIPAL SERVICES DELIVERY PRIORITIES AND OVERVIEW OF ALIGNMENT WITH THE INTEGRATED DEVELOPMENT PLAN

The Integrated Development Plan of the municipality consists of several issues raised which is summarized under the following five KPA's:

1. Basic Service Delivery
2. Local Economic Development
3. Municipal Financial Viability and Management
4. Municipal Institution Development and Transformation
5. Good Governance and Community Participation

Basic Service Delivery

It remains a priority for the Victor Khanye Local Municipality to provide clean potable water to the community. The municipality will provide continue to do so and will provide water for new developments. In conjunction with the upgrades to the water infrastructure, sanitation will be improved to cater for the increase in the demand and the growth of Victor Khanye.

The main capital project of the municipality is Boreholes and the refurbishment of Waste Water Treatment plan. About other municipal services, substantial provision was made for the overall improvement and repairs of infrastructure which is 5% of the total expenditure budget. As funding sources for these needs as identified in the Integrated Development Plan (IDP), Council will utilize the municipal infrastructure grant (MIG) as well as a contribution from the Nkangala District Municipality.

The budget was drafted with reference to the Integrated Development Plan of the municipality and reference is made via the Capital Program to the IDP.

Local Economic Development

Provision was made under mscoa segment: Executive & Council for local economic development as an expenditure item. Programs as identified in the IDP will be funded from these provisions.

Municipal Financial Viability and Management

Revenue enhancement projects that includes meter reading equipment, prepaid meters installation for both electricity and water, debt collection strategies as well as the implementation of a revenue enhancement strategy. Provision was made via the relevant mscoa segments in the budget. Installation of meters for water and electricity.

Municipal Institution Development and Transformation

Provisions were made for an employee wellness program as well as the training of officials in order to comply with the competency regulations.

Good Governance and Community Participation

In order to comply with the requirement of good governance, Council approved provisions for the review and update of policies and by-laws. Risk assessments were performed and forms the basis for the internal audit plan. Council make use of a shared internal audit committee with the Nkangala District Municipality. MPAC was established and maintained.

With regards to public participation, Council made provision under the mscoa segment: Executive & Council for several community outreach programs as well as the upheld of a well established ward committee system.

VICTOR KHANYE LOCAL MUNICIPALITY



ANNUAL BUDGET TABLES

2023/2024

VICTOR KHANYE LOCAL MUNICIPALITY



OVERVIEW OF ALIGNMENT OF DRAFT BUDGET WITH THE IDP

2023/2024

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

Municipality in south Africa need to utilize the Integrated Development Planning as a method to plan future development in their area and so find the best solution to achieved sound long-term development goals. A Municipal IDP provides a five year strategic programme of action aimed at setting short term, medium term and long term strategic and budget priorities to create a development platform which correlates with the aim of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is, therefore, a critical instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

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

The IDP developed by municipalities must 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 City, issues of national and provincial importance should be reflected in the IDP of the City. A clear understanding of such intent is therefore imperative to ensure that the City strategically complies with the key national and provincial priorities.

This revision cycle aimed to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is, therefore, to ensure that there exists alignment between national and provincial priorities, policies and strategies and the municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include, amongst others:

1. Green Paper on National Strategic Planning of 2009;
2. Government Program of Action;
3. Development Facilitation Act of 1995;
4. Provincial Growth and Development Strategy (GGDS);
5. National and Provincial spatial development perspectives;
6. Relevant sector plans such as transportation, legislation and policy;
7. National Key Performance Indicators (NKPIs);
8. Accelerated and Shared Growth Initiative (ASGISA);
9. National 2014 Vision;
10. National Spatial Development Perspective (NSDP); and (k) The National Priority Outcomes.

National priorities

The President on his 2023 State of the Nation Address mention five national priorities which should be embedded by all spheres of government on the planning and budgeting processes for the medium-term. The government has introduced a programme which seek to revive the economic which collapse during the pandemic the programme is called Economic Reconstruction and Recovery Plan.

To achieve this national priority, municipality when finalizing budget will explore opportunities to align with the national priorities.

IDP strategic objectives

1. Basic Service Delivery
2. Local Economic Development
3. Municipal Financial Viability and Management
4. Municipal Institution Development and Transformation
5. Good Governance and Community Participation.

Basic Service Delivery

It remains a priority for the Victor Khanye Local Municipality to provide clean potable water to the community. The municipality will ensure that provision for potable water is achieved especially in areas where they have been struggling for years in the new developed areas. In conjunction with the upgrades to the water infrastructure, sanitation upgrade in the Waste Water treatment plan in response to the increasing population demand and the growth of Victor Khanye.

Electrification to households will be alleviated as the INEP (Electrification Grant) has been allocated, which makes it possible for the Municipality to address the backlog. Provision was made in the Capital Program. The municipality will also continue with the Electrification of Mandela informal settlement.

With regards to other municipal services, substantial provision was made for the overall improvement of the roads network. As funding sources for these needs as identified in the Integrated Development Plan (IDP), Council will utilize the municipal infrastructure grant (MIG) as well as a contribution from the Nkangala District Municipality.

The budget was drafted with reference to the Integrated Development Plan of the municipality and reference is made via the Capital Program to the IDP.

Local Economic Development

Provision was made under the mscoa segment: Executive & Council for local economic development as an expenditure item. Programs will be funded from these provisions.

Municipal Financial Viability and Management

Revenue enhancement projects, meter audit, cost of energy project, implementation of the valuation roll system and indigent system, data cleansing, in-house debt collection unit, installation of smart meters as well as the implementation of a revenue enhancement strategy. Provision was made via the relevant segment in the budget.

Municipal Institution Development and Transformation

Provisions were made for an employee wellness program as well as the training of officials in order to comply with the competency regulations. Training also include the priority capacity need raised by department (i.e plumbing, electricity and customer care)

Good Governance and Community Participation

In order to comply with the requirement of good governance, Council approved provisions for the review and update of policies and by-laws. Risk assessments were performed and forms the basis for the internal audit plan. Council make use of a shared internal audit committee with the Nkangala District Municipality. Disciplinary board was established and the Provincial Treasury and Nkangala District to do training on the board.

About public participation, Council made provision under the segment: Executive & Council for several community outreach programs as well as the upheld of a well-established ward committee system.

VICTOR KHANYE LOCAL MUNICIPALITY



MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS

2023/2024

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

At any given 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:

Oversight

1. By parliament
2. Provincial legislature
3. Municipal council

The performance of the municipality relates directly to the extent to which it has achieved success in realizing its goals and objectives, complied with legislative requirements and meeting stakeholder expectations. The municipality therefore has adopted automated performance management system which encompasses:

1. Planning (setting goals, objectives, targets and benchmarks);
2. Monitoring (regular monitoring and checking on the progress against plan);
3. Measurement (indicators of success);
4. Review (identifying areas requiring change and improvement);
5. Reporting (what information, to whom, from whom, how often and for what purpose);
6. Improvement (making changes where necessary).

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

Financial performance indicators and benchmarks

Borrowing management

Capital expenditure in local government can be funded by capital grants, own source revenue. The ability of the municipality to raise long term borrowing is mostly depended on its credit worthiness and financial position. The ability of the municipality to meet its revenue targets and ensure its forecasted cash flow targets are achieved is critical in meeting the repayments of debt service costs. As part of compilation of 2022/2023 MTREF, the potential of smoothing the debt profile over the longer term will investigated.

Liquidity

The current ratio is a measure of the current assets divided by the current liabilities, the current ratio is 0.3 in the 2022/2023 financial year it will be 1.0 and 1:1 for 2023/2024 and improve the levels to be more than 1: in the future.

Revenue Management

As part of the financial sustainability strategy, the municipality will intensify its revenue enhancement strategy. The strategy intends to streamline the revenue value chain by ensuring accurate billing, customer service, and credit control and debt collection.

Creditors Management

The municipality will continue to work to ensure that creditors are settled within the legislated 30 days of invoice, although the liquidity ratio is still a big concern for the municipality.

VICTOR KHANYE LOCAL MUNICIPALITY



OVERVIEW OF BUDGET RELATED-POLICIES

2023/2024

Proper budgets are prepared in accordance with approved policies. A budget related policy is a municipal policy affecting or affected by the annual budget of the municipality. These policies are necessary for effective financial management and the achievement of priorities and strategic goals of the community. The budget related policies are reviewed annually during the budget preparation process.

The following budget related policies is attached herewith:

1. Property Rates Policy

The municipality has compiled a General Valuation Roll which serves as a basis for the implementation of Municipal Property Rates Act.

2. Cash Management and Financial Procedures Policy

The policy is based on the management of cash in the municipality and the delegations of the personal responsible for cash management. The policy implementation gives guides to related practices.

3. Indigent Policy

The objectives of the policy will be to ensure the following

- (a) The provision of basic services to the community in a sustainable manner within the financial and administrative capacity of council.
- (b) The financial sustainability of free basic services through the determination of appropriate tariffs that contribute to such sustainability through cross subsidization.
- (c) To enhance institutional and financial capacity of the municipality to implement the policy.

4. Credit Control & Debt Collection Policy

The policy is required in terms of chapter 9 of the Municipal System Act 9 (MSA) A policy must be developed in order to provide for a mechanism on which credit control and debt collection measures will be enforced. The guidelines required by the Act in terms of s 97(1)(a) – (i) is clearly indicated in the policy. Section 98 of the MSA.

The objectives of the policy are to;

1. Provide a framework within the municipal council can exercise its executive and legislative authority with regard to credit control and debt collection. 2022/2023 – 2024/2025 Tabled Draft Annual Budget and Medium Term Revenue and Expenditure Framework.
2. Ensure that all monies due and payable to the municipality are collected and used to deliver municipal services in the best interests of the community, residents and ratepayers and in a financially sustainable manner.
3. Outline the procedures that will ensure that the members of the local community is afforded the opportunity to contribute in the decision-making processes of the municipality and that they are informed of the decisions and affairs of the municipality.
4. Outline credit control and debt collection policy procedures and mechanisms.

5. Provision for Doubtful Debt and Write-off Policy
6. Tariff Policy (Funding)
7. Supply Chain Management Policy
8. Petty Cash Policy
9. Inventory Policy
10. Virement Policy
11. Asset Management Policy
12. Financial Regulations
13. Loss Control Policy
14. Staff and councilors payment policy
15. Cost containment Policy

The above policies are available for inspection from the Office of the Chief Financial Officer, Municipal Building, C/o Samuel Avenue and Van der Walt Street, Delmas.

VICTOR KHANYE LOCAL MUNICIPALITY



OVERVIEW OF BUDGET ASSUMPTIONS

2023/2024

During the compilation of the budget, various budget assumptions were considered in order to compile a credible and realistic budget that supports the achievement of long term financial and strategic objectives.

The following local and national economic and social indicators / guidelines were considered in the compilation process:

- Political and national strategic objectives and guidelines
- Guidelines and circulars from National Treasury
- Electricity distribution license requirements and guidelines from the National Electrification Regulator of South Africa (NERSA)
- Municipal priorities and basic needs as identified in the Integrated Development Plan
- Liability placed on future budgets of the municipality.
- CPIX – Inflation rate. Possible increases in general operating expenditure as well as increases in personnel expenditure.
- Affordability levels of the community to contribute to the budget.
- Increase/Decrease in community numbers and institutions in the municipal area.
- The state of the nation Address by the President
- Macro-economic strategies tabled by the Minister of Finance during his budget speech.
- National/Provincial Government strategies.
- Allocations to local government.

In terms of the national guidelines it was endeavored to keep budget increases within the national economic indicators. Guidelines issued under circulars all previous budget circular including 121 and 123 from National Treasury, required the municipality to make certain adjustments to expenditure and income which resulted in a budget increase in excess of the CPIX, to take consideration that the nation is faced with electricity load shedding which affected a lot of people and companies who had lost the employment and in so reduce the revenue collection and increase the indigents in the area.

VICTOR KHANYE LOCAL MUNICIPALITY



OVERVIEW OF BUDGET FUNDING

2023/2024

The budget of Council consists of an operating budget and a capital budget. The (2023/2024) budget is funded as follows:

Operating Budget

- Property rates
- Service charges from municipal services (electricity, water, sanitation, waste management and other general services)
- Interest received from investments and outstanding debtors
- Rent of facilities (municipal properties)
- Fines
- Licenses and permits
- Operating grants and subsidies

Municipal services are ring fenced in order to ensure that each service is funded as far as possible from its own income sources. In respect of those services which cannot be sustained from their own resources are subsidized from property rates. The Equitable Share from National Government is utilized to subsidized poor households registered in term of Council's Indigent Policy.

Capital Budget

The Capital Program is financed from the following sources:

- Contributions from own revenue
- Contributions from Municipal Infrastructure Grant
- Contribution from Water Services Infrastructure Grant
- Contribution from the Nkangala District Municipality

The funding compliance measurement table essentially measure the degree to which the proposed budget complies with the funding requirement of the MFMA.

1. Funding compliance measurement
2. Funding compliance measures
3. Cash and cash equivalent position

4. Cash plus investment less application of funds
5. Monthly average payments covered by cash or cash equivalents
6. Surplus/deficit excluding depreciation offsets
7. Debt impairment expenses

VICTOR KHANYE LOCAL MUNICIPALITY



LEGISLATION COMPLIANCE STATUS

2023/2024

Council implemented all sections of legislation approved for implementation as per the dates promulgated by the relevant Minister.

No extensions or relieve were requested nor awarded.

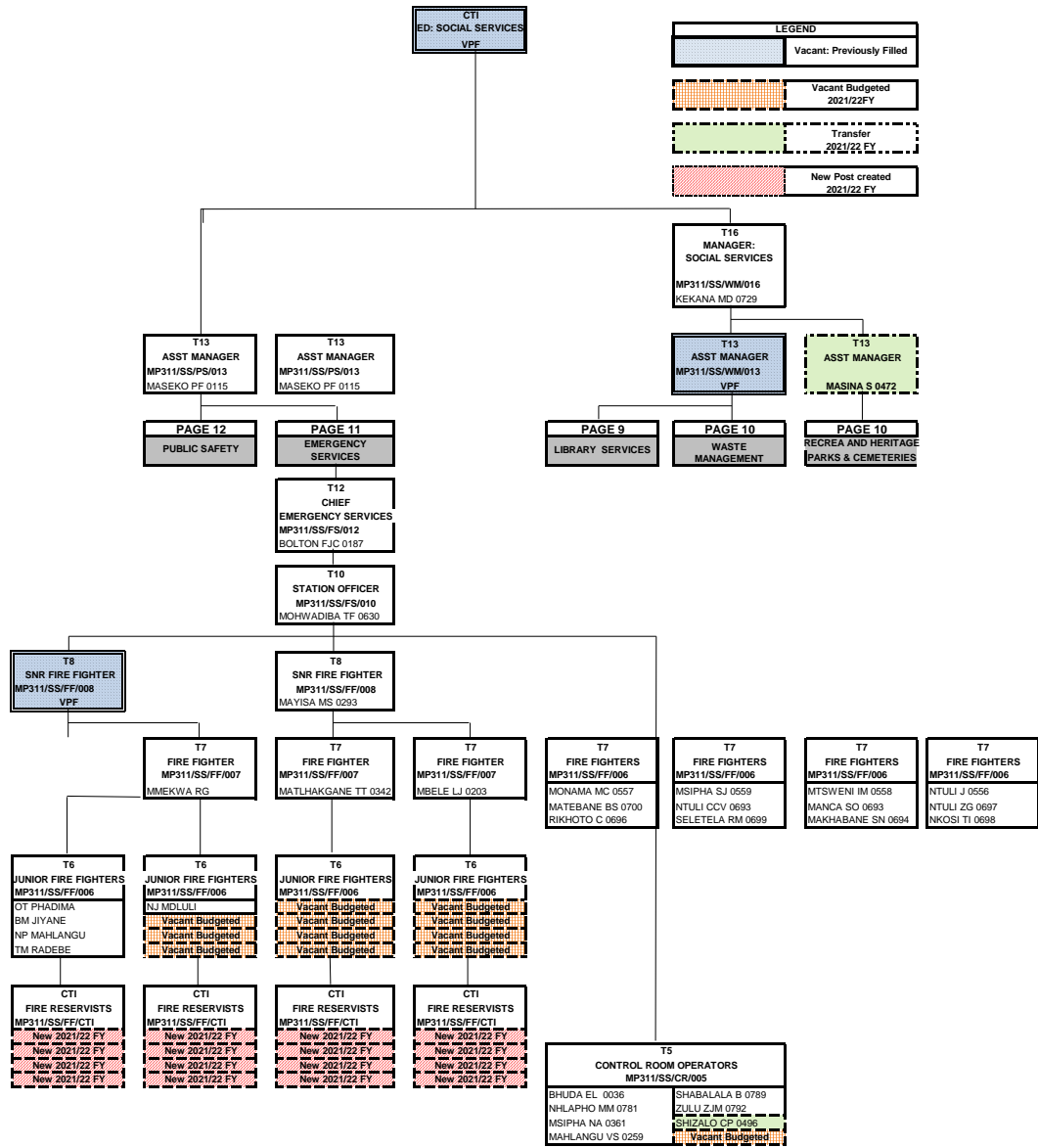
VICTOR KHANYE LOCAL MUNICIPALITY



COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

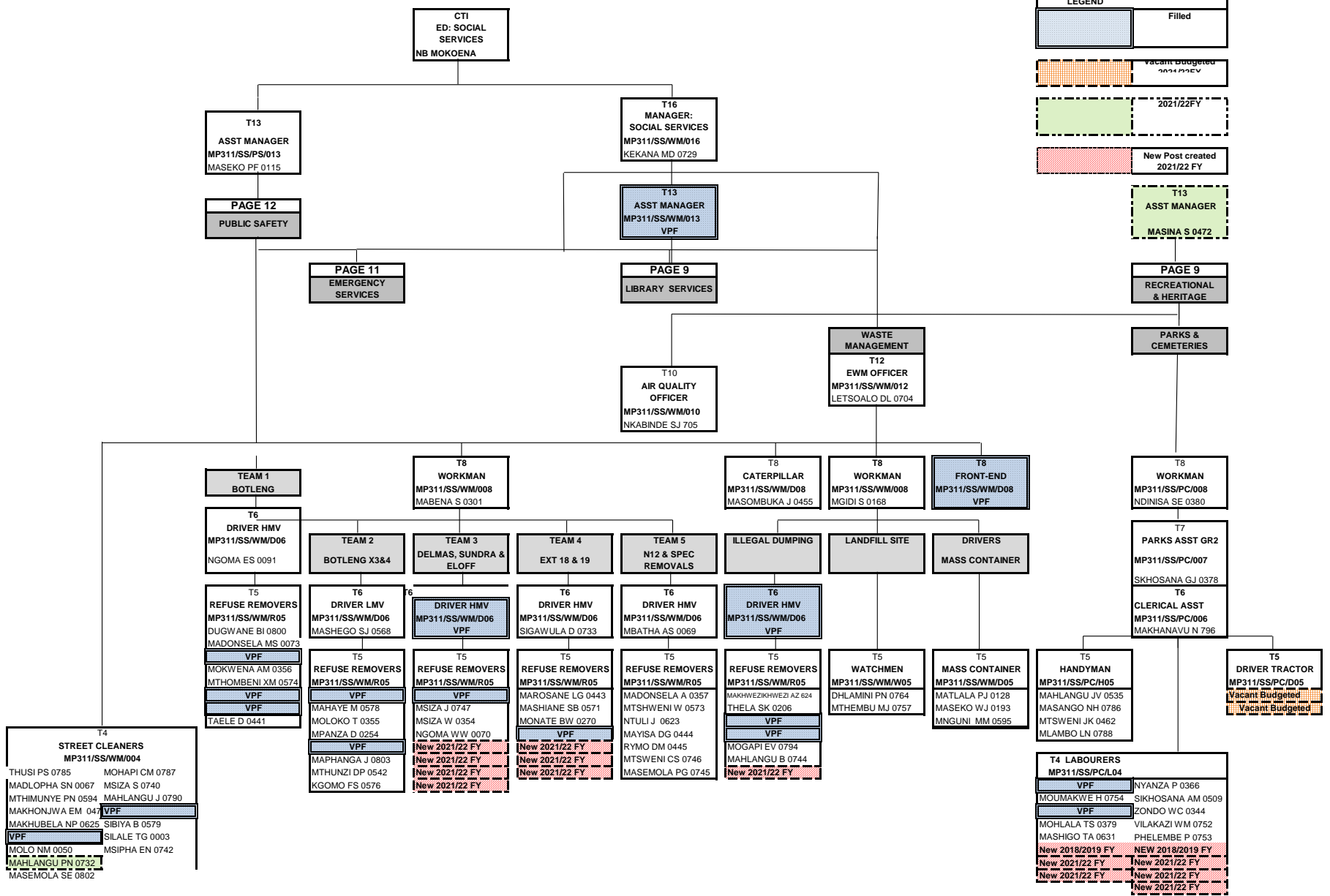
2023/2024

SOCIAL SERVICES: EMERGENCY SERVICES(3 of 4)

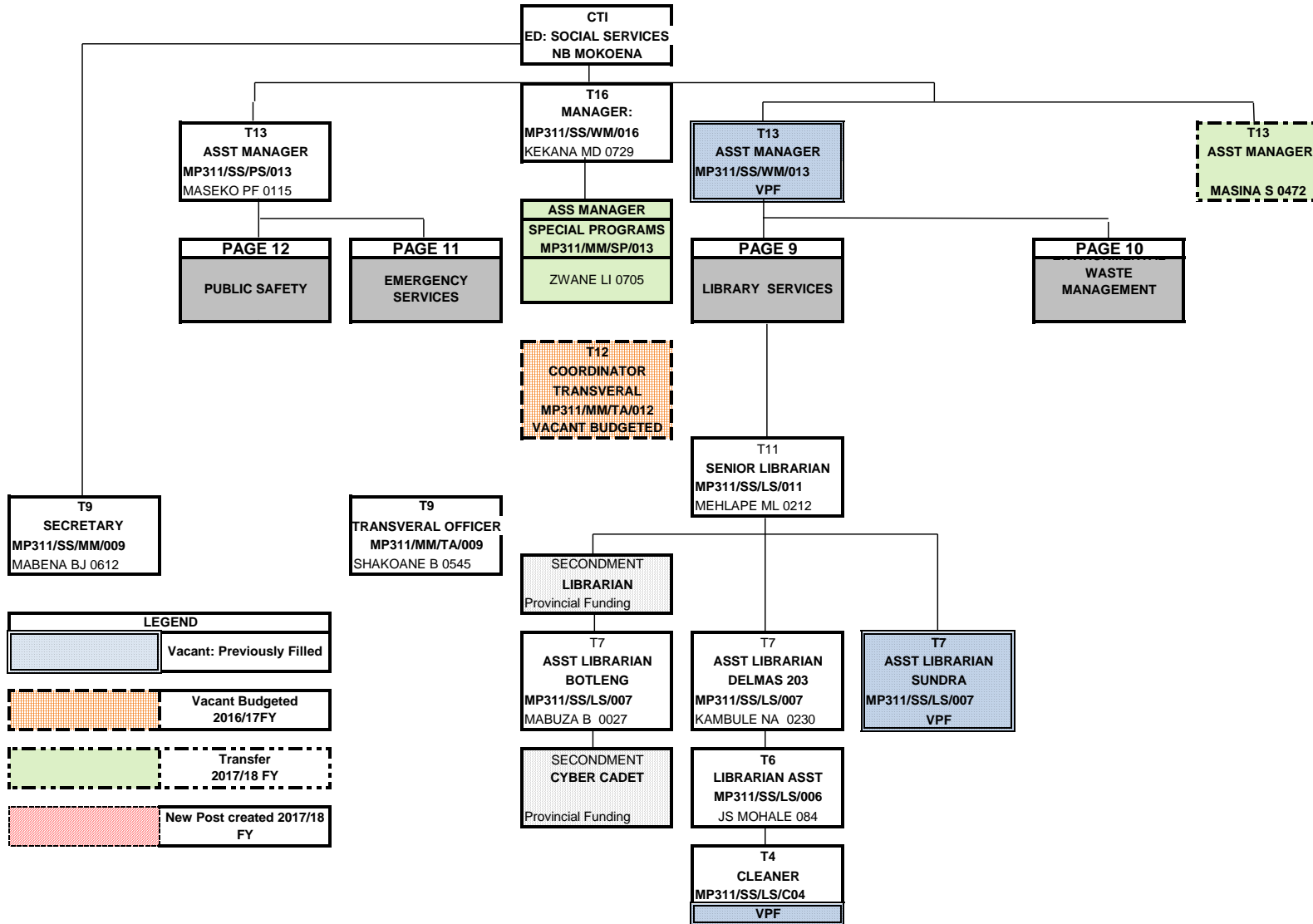


SOCIAL SERVICES: ENVIRONMENTAL WASTE MANAGEMENT and PARKS & CEMETERIES (2 of 4)

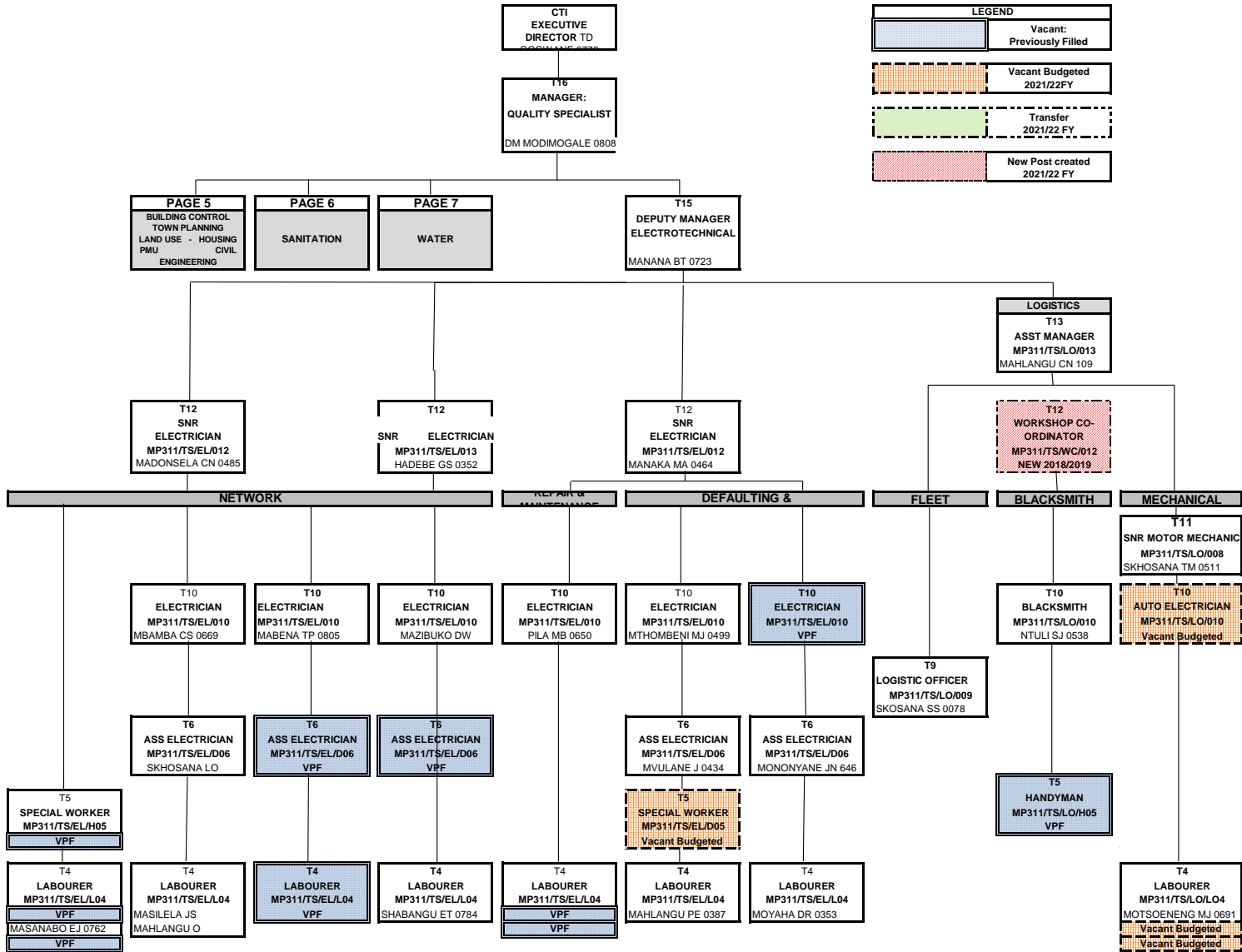
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	Vacant Budgeted 2021/22 FY
	2021/22 FY
	New Post created 2021/22 FY
	T13 ASST MANAGER MASINA S 0472



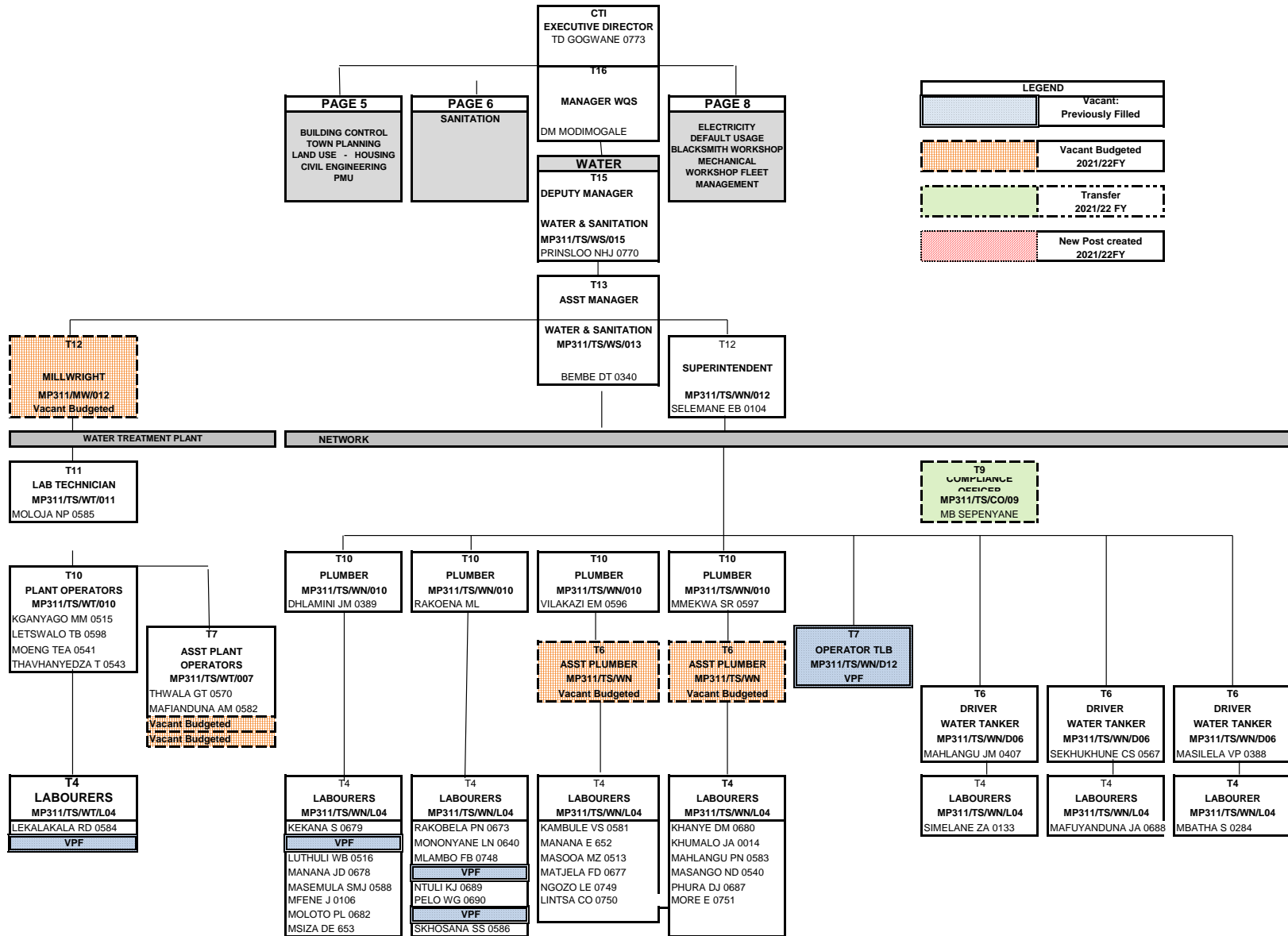
SOCIAL SERVICES: SOCIAL SERVICES, SPORTS & RECREATION and LIBRARY SERVICES (1 of 4)



TECHNICAL SERVICES: ENERGY AND LOGISTICS (4 of 4)

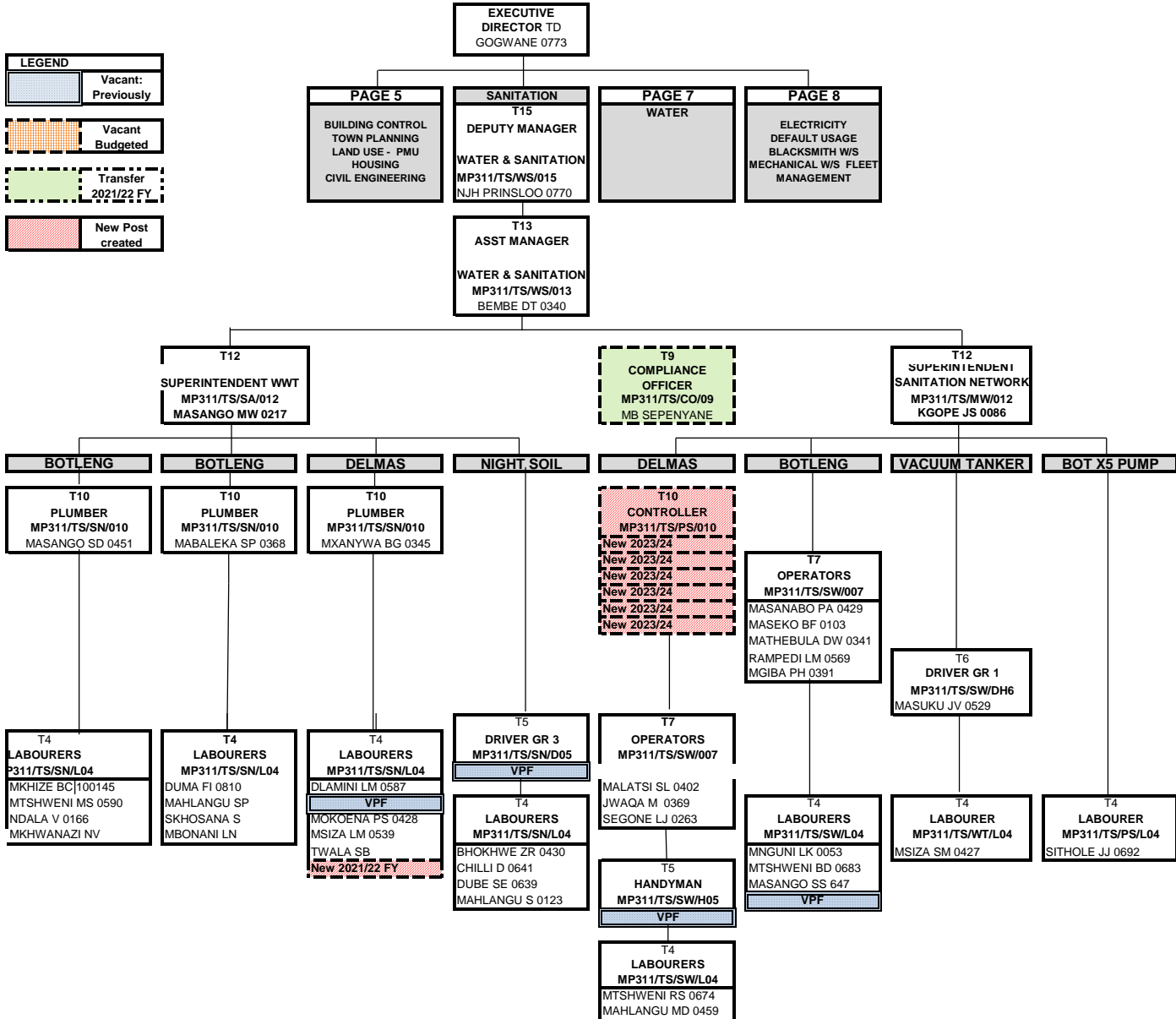


TECHNICAL SERVICES: WATER (3 of 4)



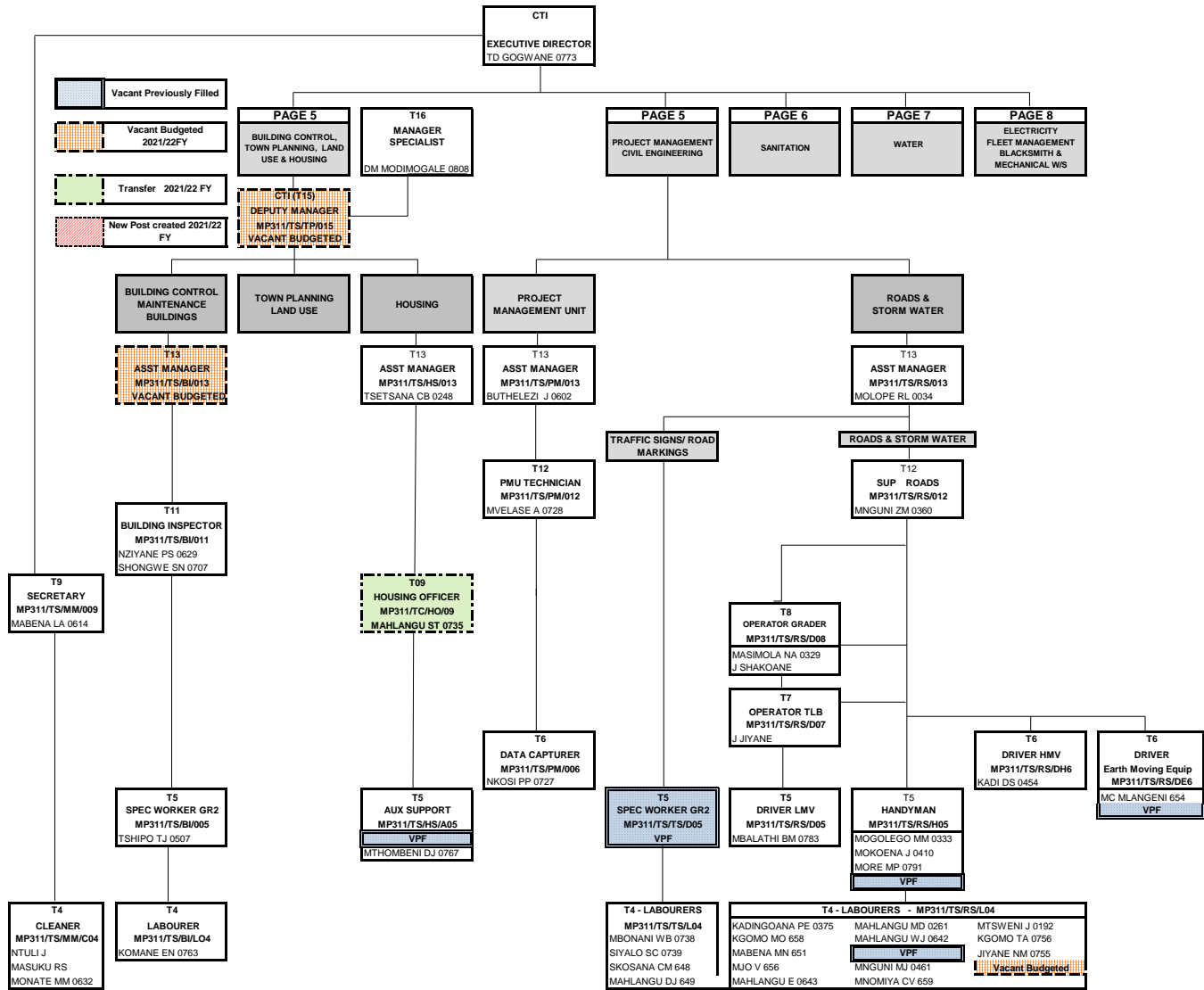
LEGEND	
	Vacant: Previously Filled
	Vacant Budgeted 2021/22FY
	Transfer 2021/22 FY
	New Post created 2021/22FY

TECHNICAL SERVICES: SANITATION (2 of 4)



MASUKU MS 0657
DILOTSOTHE NM 0758
New 2021/22 FY
New 2021/22 FY

TECHNICAL SERVICES: BUILDING CONTROL, TOWN PLANNING, HOUSING, PMU, ROADS & STORMWATER (1 of 4)



BUDGET & TREASURY

CT1
CHIEF FINANCIAL
OFFICER
TP MAHLANGU

T16
MANAGER
MP311/BT/BT/015
MBONA SI 0724

T15
DM MANAGER
MP311/BT/BT/015
VPF

LEGEND
Vacant: Previously Filled

Vacant Budgeted 2021/22 FY

Transfer 2021/22 FY

New Post created 2022/23 FY

REVENUE
T13
ASST MANAGER
MP311/BT/RA/013
VPF

PROPERTY
T13
ASST MANAGER
MP311/BT/PM/013
VPF

SUPPLY CHAIN
T13
ASST MANAGER
MP311/BT/SC/013
MAHLANGU DS 709

EXPENDITURE
T13
ASST MANAGER
MP311/BT/EE/013
MANDHLAZI R 0493

FINANCIAL SYSTEMS

FINANCIAL REPORTING
T13
ASST MANAGER
MP311/BT/FR/013
MAPHANGA SP 0661

ASSET MANAGEMENT & STORES
T13
ASST MANAGER
MP311/BT/AM/013
MADINANE MM 0637

T12
ACCOUNTANT
MP311/BT/RA/012
CD MSIZA 0476

T12
SCM OFFICER
MP311/BT/SC/012
VPF

PAYROLL
T12
SNR PAYROLL
MP311/BT/EP/012
TSOTSO MJ 0047

CREDITORS ADMINISTRATION
T12
ACCOUNTANT
MP311/BT/EC/012
SKOSANA NM 0392

T12
ADMINISTRATOR
MP311/BT/FS/012
MGWATHI E 0167

T12
ACCOUNTANT
MP311/BT/EC/012
MTHIMUNYE PN 0533

ACCOUNTS ADMIN

CASHIERS

METER READING

DEBT COLLECTION
INDIGENT ADMIN

T9
SECRETARY
MP311/BT/BT/009
DIALE LJ 0008

T10
SNR CLERK
MP311/BT/RA/010
SEGONE TE 0484

T11
SNR CLERK
MP311/BT/DC/011
MNGUNI ME 0504

T11
SCM PRACTITIONER
MP311/BT/SC/011
MPHUTHI ML 0237

T11
SNR CLERK
MP311/BT/EP/011
SKOSANA PM 0531

PT1 T12 (T10)
ASSET OFFICER
MP311/BT/AM/010
MDA PD 0457

T12
ACCOUNTANT ASSET
MP311/BT/012
New Budgeted 2021/22 FY

T7
CLERICAL ASST GR 1
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MONONYANA RS 726
MABUZA PM 0153
NTULI NA 607

T7
CASHIERS
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ZULU MN 0264

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MNGUNI PT 0347
SHAWA SS 606
MASILELA PN 0601

T9
CLERK GR 1
VPF

T8
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MBCONANI NM 0766

T9
CLERK GR 1
MP311/BT/EP/009
MASANGU GE 0665

T8
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MP311/BT/EC/008
RAMANE BS 0666

CT1
FINANCIAL INTERNS
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KOMANE AB 0778
KHUMALO M 0779
MOELA DL 0777

T8
ASSET CONTROL
PRACTITIONER
MP311/BT/AM/008
MOKOENA PL 0670
NXUMALO RS 0667

T6
CLERICAL ASST
MP311/BT/RA/006
VPF
KHANYI MC 0807
MADOTYENI NC 0806

T4
ASSISTANT METER READERS
MP311/BT/RM/M04
MAHLANGU SI 0483
MSIZA CM 0348
BOHOLO N 0618
LEBATSI ES 0488

T4
FIELD WORKER
MP311/BT/DC/A04
MASUKU QE 0534
MAHLANGU G 708

T7
CLERICAL ASST
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MHLONGO NG 0474

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CLERICAL ASST
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VPF

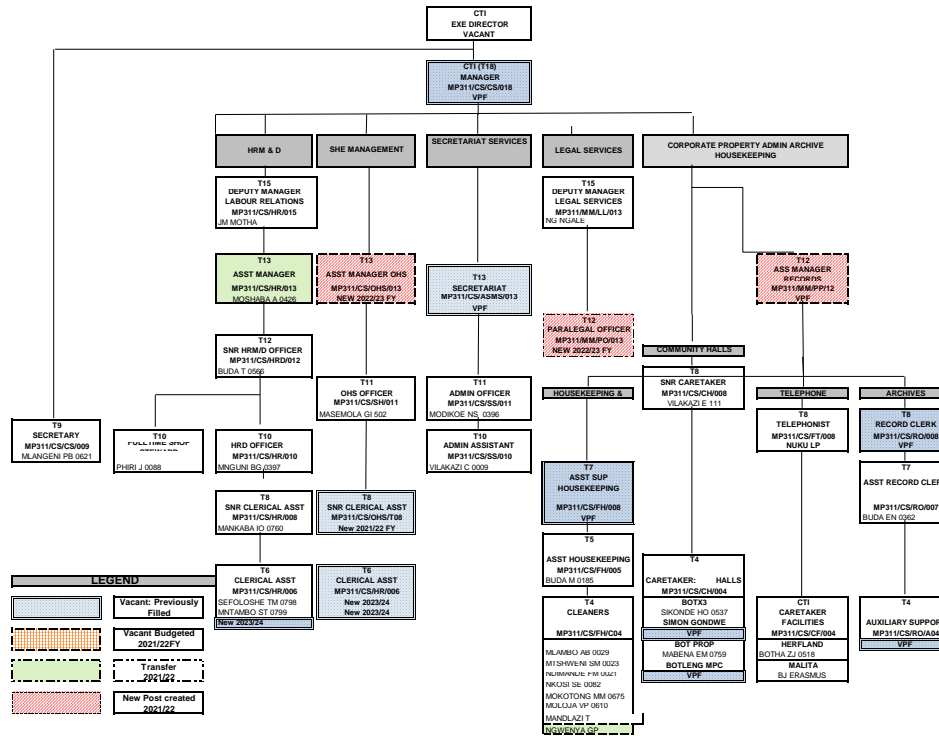
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MLAMBO SG 0668
MKHONDO EN 0725

T4
AUX SUPPORT
MP311/BT/RA/A04
VPF

T4
AUXILIARY SUPPORT
MP311/BT/EC/A04
MATABANE PLK 0617
PITIKOE PL 0731

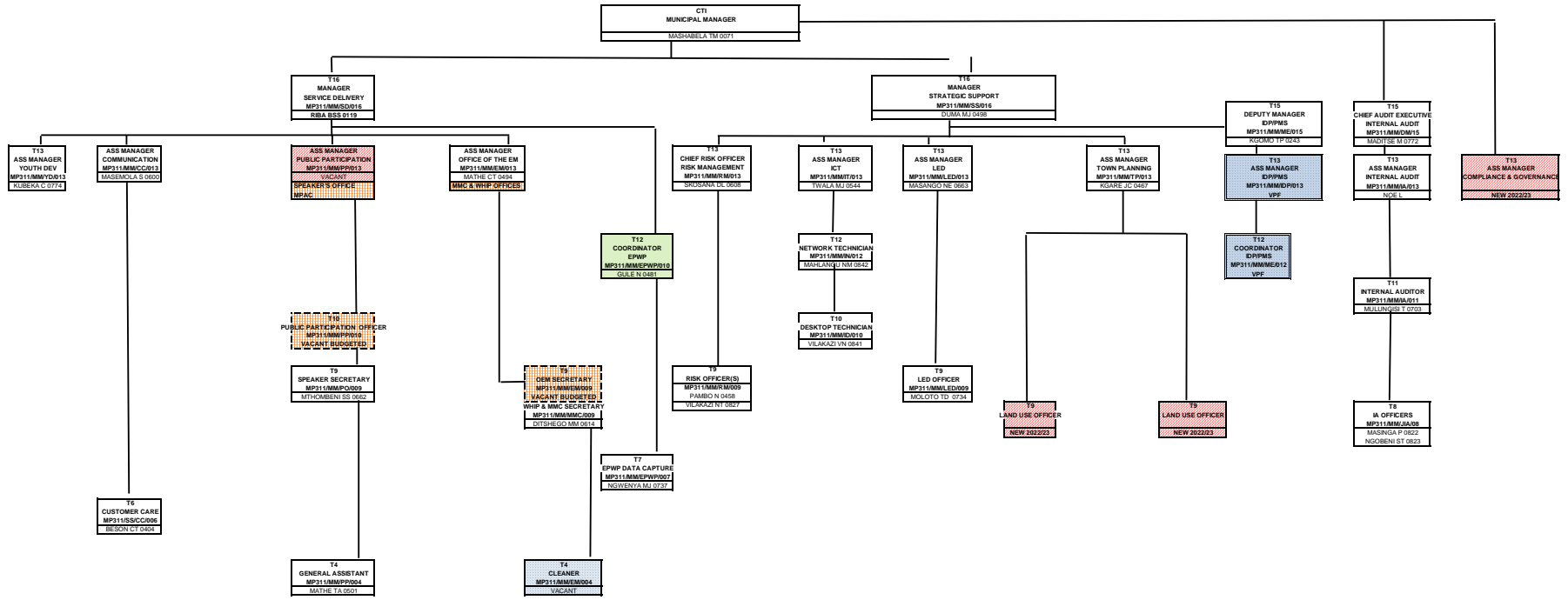
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CLERICAL ASST
MP311/BT/AM/005
NGOMA SE 0532

CORPORATE SERVICES



LEGEND

 	Vacant: Previously Filled
 	Vacant: Budgeted 2021/22FY
 	Transfer 2021/22
 	New Post created 2021/22



VICTOR KHANYE LOCAL MUNICIPALITY



DETAILED CAPITAL EXPENDITURE

2023/2024

DRAFT BUDGET

VICTOR KHANYE LOCAL MUNICIPALITY



DETAILED CAPITAL EXPENDITURE

2023/2024

DRAFT BUDGET

MUNICIPAL INFRASTRUCTURE GRANT (MIG): MPUMALANGA PROVINCE					
IMPLEMENTATION PLAN FOR 2022/23 FINANCIAL YEAR					
1. PROPOSED MIG PROGRAM FOR 2023/2024 AND 2024/2025					
MIS Form ID	MIG Reference Nr	Project Name	Project type	Planned MIG Expenditure for 2023/24	Planned MIG Expenditure for 2024/25
202895	MIG/MP1059/RST/11/15	Reconstruction of paved roads in Victor Khanye	Roads	R 15 000 000.00	R 15 000 000.00
259139	MIG/MP0479/S/06/10	Development of 5000 stands on Portion 6 of the farm Middelburg 231 ER: Water Services	Water	R 1 850 000.00	R 0.00
259140	MIG/MP0501/W/06/10	Development of Portion 6 of the Farm Middelburg 231 ER -Sanitation Services	Sanitation	R 2 670 000.00	R 0.00
202993	MIG/MP1080/S/11/14	Eradication of sanitation backlog to rural areas.	Sanitation	R 419 500.00	R 1 000 000.00
253709	MIG/MP1654/SW/18/22	Development of the 2nd Phase of the Landfill Site in Delmas	Solid Waste	R 3 500 000.00	R 5 000 000.00
	MIG/MP1499/CL/12/15	Installation of High Mast Lights at Victor Khanye Local Municipality	Electricity	R 1 000 000.00	R 1 500 000.00
391091	MIG/MP/2117/W/21/24	Drilling, Refurbishment of boreholes in rural areas and provision of elevated steel tanks	Water	R 3 184 600.00	R 3 657 450.00
		Upgrading and refurbishment of Delpark and Golf Course sewer pumpstaion	Sanitation	R 0.00	R 1 000 000.00
		Project Management Unit (Operational)		R 1 453 900.00	R 1 512 400.00
				R 29 078 000.00	R 30 248 000.00
2. PROPOSED WSIG PROGRAM FOR 2023/2024 AND 2024/2025					
		Non Revenue Water for Victor Khanye Local Municipality	Water	R 20 000 000.00	R 20 000 000.00
				R 20 000 000.00	R 20 000 000.00

VICTOR KHANYE LOCAL MUNICIPALITY



GRANTS

2023/2024

DRAFT BUDGET

VICTOR KHANYE LOCAL MUNICIPALITY



GRANTS ALLOCATION PER DORA

2023/2024

1. MUNICIPAL INFRASTRUCTURE GRANT

2023/2024	2024/2025	2025/2026
R 29 147 000	R 30 241 000	R 31 458 000

The grant will be used to develop new area for sanitation and road construction in the existing areas. The waste water treatment is also part of the project for the financial year 2023/2024.

2. INTERGRANTED NATIONAL ELECTRIFICATION PROGRAM

2023/2024	2024/2025	2025/2026
R 0	R 13 419 000	R 14 543 000

The grant will be used for the electrification of RDP houses.

3. WATER SERVICE INFRASTRUCTURE GRANT

2023/2024	2024/2025	2025/2026
R 30 000 000	R 27 239 000	R 42 622 000

The grant will be used to address challenges in the water department, this include addressing issues on water distribution losses and installation of meter in areas where there is no meter.

4. EQUITABLE SHARE

2023/2024	2024/2025	2025/2026
R 140 606 000	R 154 637 000	R 166 004 000

The grant is used to address service delivery issues, which include the provision of the Indigent in the municipality for Free Basic Services.

5. EXPANDED PUBLIC WORKS PROGRAMME

2023/2024	2024/2025	2025/2026
R 1 686 000	N/A	N/A

The grant will be used to address un-employment within the municipality which currently is providing for 279 EPWP.

6. FINANCIAL MANAGEMENT GRANT

2023/2024	2024/2025	2025/2026
R 1 850 000	R 1 850 000	R 1 988 000

The grant will be use for the Financial Internship in the municipal (5), training of staff in the Budget and Treasury office and Financial Management system **mSCOA**.
