

<p>Volumetric charge - Block 4 (c/kl)</p> <p><b>Other</b></p> <p><b>Electricity tariffs</b></p> <p><b>Domestic</b></p> <p>Basic charge/ixed fee (Rands/month)</p> <p>Service point - vacant land (Rands/month)</p> <p>FBE</p> <p>Life-line tariff - meter</p> <p>Life-line tariff - prepaid</p> <p>Flat rate tariff - meter (c/kwh)</p> <p>Flat rate tariff - prepaid (c/kwh)</p> <p>Meter - IBT Block 1 (c/kwh)</p> <p>Meter - IBT Block 2 (c/kwh)</p> <p>Meter - IBT Block 3 (c/kwh)</p> <p>Meter - IBT Block 4 (c/kwh)</p> <p>Meter - IBT Block 5 (c/kwh)</p> <p>Prepaid - IBT Block 1 (c/kwh)</p> <p>Prepaid - IBT Block 2 (c/kwh)</p> <p>Prepaid - IBT Block 3 (c/kwh)</p> <p>Prepaid - IBT Block 4 (c/kwh)</p> <p>Prepaid - IBT Block 5 (c/kwh)</p> <p><b>Other</b></p> <p><b>Waste management tariffs</b></p> <p><b>Domestic</b></p> <p>Street cleaning charge</p> <p>Basic charge/ixed fee</p> <p>80l bin - once a week</p> <p>250l bin - once a week</p>	<p>(fill in structure)</p> <p>2</p> <p>(how is this targeted?) (describe structure)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>(fill in thresholds)</p> <p>2</p>
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**References**

1. If properties are not rated or zero rated this must be indicated as such
2. Please provide detailed descriptions on Sheet SA13b

**KZN266 Ulundi - Supporting Table SA14 Household bills**

Description	Ref	2017/18	2018/19	2019/20	Current Year 2020/21			2021/22 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2021/22 % incr.	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>Rand/cent</b>											
<b>Monthly Account for Household - 'Middle income Range'</b>											
	1										
<b>Rates and services charges:</b>											
Property rates											
Electricity: Basic levy											
Electricity: Consumption											
Water: Basic levy											
Water: Consumption											
Sanitation											
Refuse removal											
Other											
<b>sub-total</b>		-	-	-	-	-	-	-	-	-	-
VAT on Services											
<b>Total large household bill:</b>		-	-	-	-	-	-	-	-	-	-
<b>% increase/-decrease</b>			-	-	-	-	-	-	-	-	-
<b>Monthly Account for Household - 'Affordable Range'</b>											
	2										
<b>Rates and services charges:</b>											
Property rates											
Electricity: Basic levy											
Electricity: Consumption											
Water: Basic levy											
Water: Consumption											
Sanitation											
Refuse removal											
Other											
<b>sub-total</b>		-	-	-	-	-	-	-	-	-	-
VAT on Services											
<b>Total small household bill:</b>		-	-	-	-	-	-	-	-	-	-
<b>% increase/-decrease</b>			-	-	-	-	-	-	-	-	-
<b>Monthly Account for Household - 'Indigent'</b>											
<b>Household receiving free basic services</b>											
	3										
<b>Rates and services charges:</b>											
Property rates											
Electricity: Basic levy											
Electricity: Consumption											
Water: Basic levy											
Water: Consumption											
Sanitation											
Refuse removal											
Other											
<b>sub-total</b>		-	-	-	-	-	-	-	-	-	-
VAT on Services											
<b>Total small household bill:</b>		-	-	-	-	-	-	-	-	-	-
<b>% increase/-decrease</b>			-	-	-	-	-	-	-	-	-

**References**

1. Use as basis property value of R700 000, 1 000 kWh electricity and 30kl water
2. Use as basis property value of R500 000 and R700 000, 500 kWh electricity and 25kl water
3. Use as basis property value of R 300 000, 350kWh electricity and 20kl water (50 kWh electricity and 6 kl water free)

KZN266 Ulundi - Supporting Table SA16 Investment particulars by maturity

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yrs/ Mo)	Variable or Fixed Interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>Parent municipality:</b>														
FNB 62067492638		yes	variable	7					30/06/2022	255	0			255
FNB 62067492802		yes	variable	7						2,114	14	(250)	3	1,881
FNB 62067492943		yes	variable	7						211	0		0	212
FNB 62261683471		yes	variable	7						865	27	(950)	68	0
FNB 62062833639		yes	variable	7						9	10	(37)	2	(16)
FNB 62175991150		yes	variable	7						786	2		0	788
other		yes	variable	7						4,695	33	(232)	237	4,723
<b>Municipality sub-total</b>										<b>8,916</b>		<b>(1,469)</b>	<b>310</b>	<b>7,843</b>
<b>Entities</b>														
<b>Entities sub-total</b>														
<b>TOTAL INVESTMENTS AND INTEREST</b>	1									<b>8,916</b>		<b>(1,469)</b>	<b>310</b>	<b>7,843</b>

References

1. Total Investments must reconcile to all items in Table SA15 for the Current Year (30 June)
2. List investments in expiry date order
3. If variable is selected in column F, input interest rate range
4. Withdrawals to be entered as negative

check

KZN266 Ulundi - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2017/18	2018/19	2019/20	Current Year 2020/21			2021/22 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>RECEIPTS:</b>	1, 2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		134,366	145,529	179,944	188,198	4,740	4,740	190,878	206,305	201,089
Local Government Equitable Share		132,566	143,729	163,194	173,458			180,263	188,466	183,022
Finance Management		1,800	1,800	1,750	1,800	1,800	1,800	1,950	2,036	2,116
Municipal Systems Improvement										
EPWP Incentive					2,940	2,940	2,940	3,660	3,803	3,951
Electrification of Households Grant (INEP)				15,000	10,000			5,005	12,000	12,000
Other transfers/grants [insert description]										
<b>Provincial Government:</b>		-	-	-	1,976	-	-	1,910	-	-
Provincialisation of Libraries					985			975		
Community Library service					991			935		
Other transfers/grants [insert description]										
<b>District Municipality:</b> [insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b> [insert description]		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	134,366	145,529	179,944	190,174	4,740	4,740	192,788	206,305	201,089
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		31,388	30,335	30,900	32,336	45,900	-	32,489	34,887	36,319
Municipal Infrastructure Grant (MIG)		31,388	30,335	30,900	32,336	45,900		32,489	34,887	36,319
Other capital transfers/grants [insert desc]										
<b>Provincial Government:</b> Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b> [insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b> [insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	31,388	30,335	30,900	32,336	45,900	-	32,489	34,887	36,319
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		165,754	175,864	210,844	222,510	50,640	4,740	225,277	241,192	237,408

- References
1. Each transfer/grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
  2. Amounts actually RECEIVED; not revenue recognised (objective is to confirm grants transferred)
  3. Replacement of RSC levies
  4. Housing subsidies for housing where ownership transferred to organisations or persons outside the control of the municipality
  5. Total transfers and grants must reconcile to Budgeted Cash Flows
  6. Motor vehicle licensing refunds to be included under 'agency' services (Not Grant Receipts)

KZN266 Ulundi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description	Ref	2017/18	2018/19	2019/20	Current Year 2020/21			2021/22 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>R thousand</b>										
<b>Operating transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total operating transfers and grants revenue</b>		-	-	-	-	-	-	-	-	-
<b>Total operating transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>Capital transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total capital transfers and grants revenue</b>		-	-	-	-	-	-	-	-	-
<b>Total capital transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		-	-	-	-	-	-	-	-	-

References

1. Total capital transfers and grants revenue must reconcile to Budgeted Financial Performance and Financial Position; total recurrent grants revenue must reconcile to Budgeted Financial Performance
2. CTBM = conditions to be met
3. National Treasury database will require this reconciliation for each transfer/grant

Check opex	(165,521)	(169,016)	(189,575)	(190,758)	(222,244)	(222,244)	(192,865)	(204,570)	(199,126)
Check capex	(18,341)	235	(23,912)	(24,899)	(48,011)	(48,011)	(25,241)	(26,226)	(27,249)













KZN266 Ulundi - Supporting Table SA33 Contracts having future budgetary implications

R thousand	Description	Ref	Preceding Years Total	Current Year 2020/21 Original Budget	2021/22 Medium Term Revenue & Expenditure Framework			Forecast 2024/25 Estimate	Forecast 2025/26 Estimate	Forecast 2026/27 Estimate	Forecast 2027/28 Estimate	Forecast 2028/29 Estimate	Forecast 2029/30 Estimate	Forecast 2030/31 Estimate	Total Contract Value Estimate
					Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24								
	<b>Parent Municipality:</b>														
	<u>Revenue Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Operating Revenue Implication</b>														
	<u>Expenditure Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Operating Expenditure Implication</b>														
	<u>Capital Expenditure Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Capital Expenditure Implication</b>														
	<b>Total Parent Expenditure Implication</b>														
	<b>Entities:</b>														
	<u>Revenue Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Operating Revenue Implication</b>														
	<u>Expenditure Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Operating Expenditure Implication</b>														
	<u>Capital Expenditure Obligation By Contract</u>	2													
	Contract 1														
	Contract 2														
	Contract 3 etc														
	<b>Total Capital Expenditure Implication</b>														
	<b>Total Entity Expenditure Implication</b>														

**References**

- Total implication for all preceding years to be summed and total stated in 'Preceding Years' column
- List all contracts with future financial obligations beyond the three years covered by the MTREF (MFMA s33)
- For municipalities with approved total revenue not exceeding R250 m - all contracts with an annual cost greater than R500 000. For municipalities with approved total revenue greater than R250 m - all contracts with an annual cost greater than R1million. For municipalities with approved total revenue greater than R500 m - all contracts with an annual cost greater than R5 million

<b>Community Assets</b>										
Community Facilities										
Halls										
Centres										
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations										
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria										
Police										
Parks										
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets										
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals										
Capital Spares										
Sport and Recreation Facilities										
Indoor Facilities										
Outdoor Facilities										
Capital Spares										
<b>Heritage assets</b>										
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
<b>Investment properties</b>										
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
<b>Other assets</b>										
Operational Buildings										
Municipal Offices										
Pay/Enquiry Points										
Building Plan Offices										
Workshops										
Yards										
Stores										
Laboratories										
Training Centres										
Manufacturing Plant										
Depots										
Capital Spares										
Housing										
Staff Housing										
Social Housing										
Capital Spares										
<b>Biological or Cultivated Assets</b>										
Biological or Cultivated Assets										
<b>Intangible Assets</b>										
Servitudes										
Licences and Rights										
Water Rights										
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications										
Load Settlement Software Applications										
Unspecified										
<b>Computer Equipment</b>	353	246	312	100	-	-	109	113	118	
Computer Equipment	353	246	312	100	-	-	109	113	118	
<b>Furniture and Office Equipment</b>	257	-	180	524	524	524	571	593	616	
Furniture and Office Equipment	257	-	180	524	524	524	571	593	616	
<b>Machinery and Equipment</b>	114	744	744	596	596	596	5,533	5,749	5,973	
Machinery and Equipment	114	744	744	596	596	596	5,533	5,749	5,973	
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-	
Transport Assets	-	-	-	-	-	-	-	-	-	
<b>Land</b>	(0)	(0)	(0)	-	-	-	-	-	-	
Land	(0)	(0)	(0)	-	-	-	-	-	-	
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
<b>Total Capital Expenditure on new assets</b>	1	724	989	1,235	1,220	1,120	1,120	6,213	6,455	6,707

**References**

1. Total Capital Expenditure on new assets (SA34e) plus Total Capital Expenditure on renewal of existing assets (SA34b) plus Total Capital Expenditure on upgrading of existing assets (SA34e) must reconcile to total capital ex

check balance	-16,156,431	234,452	-23,912,161	-28,887,729	-49,510,859	-49,510,859	-25,241,470	-26,225,884	-27,248,697
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Galleries	-	-	-	-	-	-	-	-	-
Theatres	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	1,111,543	-	-	-	2,500	2,500	2,500	-	-
Transport Assets	1,111,543	-	-	-	2,500	2,500	2,500	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>1,111,543</b>	-	-	-	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>	-	-
<b>Renewal of Existing Assets as % of total capex</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>62.6%</b>	<b>62.6%</b>	<b>27.4%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Renewal of Existing Assets as % of deprecn"</b>	<b>2635.1%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>6.1%</b>	<b>6.1%</b>	<b>5.9%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>References</b>									
1. Total Capital Expenditure on renewal of existing assets (SA34b) plus Total Capital Expenditure on new assets (SA34a) plus Total Capital Expenditure on upgrading of existing assets (SA34e) must reconcile to total capital ex									

check balance -16,156,431 234,452 -23,912,161 -28,887,729 -49,510,859 49,510,859 -25,241,470 -26,225,884 -27,248,897

Police	-	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-	-	-
Public Open Space	-	-	-	-	-	-	-	-	-
Nature Reserves	-	-	-	-	-	-	-	-	-
Public Ablution Facilities	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Stalls	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Airports	-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	685	712	739	-
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	685	712	739	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-
Lease Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	1	-	240	140	140	261	272	282
Furniture and Office Equipment	-	1	-	240	140	140	261	272	282
<b>Machinery and Equipment</b>	-	101	-	50	25	25	300	312	324
Machinery and Equipment	-	101	-	50	25	25	300	312	324
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	72	2,011	-	1,150	165	165	4,246	4,412	4,584
<b>R&amp;M as a % of PPE</b>	0.0%	0.5%	0.0%	0.3%	0.0%	0.0%	0.2%	1.0%	1.0%
<b>R&amp;M as % Operating Expenditure</b>	0.0%	0.5%	0.0%	0.4%	0.0%	0.0%	1.8%	1.1%	1.1%
<b>References</b>									
1. Total Repairs and Maintenance Expenditure by Asset Category must reconcile to total repairs and maintenance expenditure on Table SA1									
check balance	72	2,011	-	1,150	165	165	4,246	4,412	4,584

Police	-	-	-	-	-	-	-	-	-	
Parks	-	-	-	-	-	-	-	-	-	
Public Open Space	-	-	-	-	-	-	-	-	-	
Nature Reserves	-	-	-	-	-	-	-	-	-	
Public Ablution Facilities	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Stalls	-	200	200	-	-	-	-	-	-	
Abattoirs	-	-	-	-	-	-	-	-	-	
Airports	-	-	-	-	-	-	-	-	-	
Taxi Ranks/Bus Terminals	-	372	372	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities	-	835	1,210	-	-	-	-	-	-	
Indoor Facilities	-	-	-	-	-	-	-	-	-	
Outdoor Facilities	-	835	1,210	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-	
Monuments	-	-	-	-	-	-	-	-	-	
Historic Buildings	-	-	-	-	-	-	-	-	-	
Works of Art	-	-	-	-	-	-	-	-	-	
Conservation Areas	-	-	-	-	-	-	-	-	-	
Other Heritage	-	-	-	-	-	-	-	-	-	
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-	
Revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
Non-revenue Generating	-	-	-	-	-	-	-	-	-	
Improved Property	-	-	-	-	-	-	-	-	-	
Unimproved Property	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>	3,023	2,389	2,135	17,291	15,000	15,000	18,828	19,562	20,325	
Operational Buildings	3,023	2,389	2,135	17,291	15,000	15,000	18,828	19,562	20,325	
Municipal Offices	3,023	2,296	2,041	17,188	15,000	15,000	18,716	19,446	20,204	
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-	
Building Plan Offices	-	-	-	-	-	-	-	-	-	
Workshops	-	-	-	-	-	-	-	-	-	
Yards	-	-	-	-	-	-	-	-	-	
Stores	-	94	94	103	-	-	112	116	121	
Laboratories	-	-	-	-	-	-	-	-	-	
Training Centres	-	-	-	-	-	-	-	-	-	
Manufacturing Plant	-	-	-	-	-	-	-	-	-	
Depots	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Staff Housing	-	-	-	-	-	-	-	-	-	
Social Housing	-	-	-	-	-	-	-	-	-	
Capital Spares	-	-	-	-	-	-	-	-	-	
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	
<b>Intangible Assets</b>	222	50	26	2,529	2,500	2,500	2,753	2,861	2,972	
Servitudes	-	-	-	-	-	-	-	-	-	
Licences and Rights	222	50	26	2,529	2,500	2,500	2,753	2,861	2,972	
Water Rights	-	-	-	-	-	-	-	-	-	
Effluent Licences	-	-	-	-	-	-	-	-	-	
Solid Waste Licences	-	-	-	-	-	-	-	-	-	
Computer Software and Applications	222	50	26	2,529	2,500	2,500	2,753	2,861	2,972	
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-	
Unspecified	-	-	-	-	-	-	-	-	-	
<b>Computer Equipment</b>	561	552	470	523	-	-	569	592	615	
Computer Equipment	561	552	470	523	-	-	569	592	615	
<b>Furniture and Office Equipment</b>	437	1,474	1	60	50	50	65	68	71	
Furniture and Office Equipment	437	1,474	1	60	50	50	65	68	71	
<b>Machinery and Equipment</b>	732	4,485	436	338	-	-	369	383	398	
Machinery and Equipment	732	4,485	436	338	-	-	369	383	398	
<b>Transport Assets</b>	3,212	156	206	206	-	-	224	233	242	
Transport Assets	3,212	156	206	206	-	-	224	233	242	
<b>Land</b>	-	-	-	-	-	-	-	-	-	
Land	-	-	-	-	-	-	-	-	-	
<b>Zoo's Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-	
Zoo's Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
<b>Total Depreciation</b>	1	42,183	37,730	37,990	47,588	41,191	41,191	42,314	43,964	45,679

**References**

1. Depreciation based on write down values. Not including Depreciation resulting from revaluation.

Check

Capital Spares	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities	-	-	-	-	-	-	-	-	-
Outdoor Facilities	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Monuments	-	-	-	-	-	-	-	-	-
Historic Buildings	-	-	-	-	-	-	-	-	-
Works of Art	-	-	-	-	-	-	-	-	-
Conservation Areas	-	-	-	-	-	-	-	-	-
Other Heritage	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-
Improved Property	-	-	-	-	-	-	-	-	-
Unimproved Property	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices	-	-	-	-	-	-	-	-	-
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Building Plan Offices	-	-	-	-	-	-	-	-	-
Workshops	-	-	-	-	-	-	-	-	-
Yards	-	-	-	-	-	-	-	-	-
Stores	-	-	-	-	-	-	-	-	-
Laboratories	-	-	-	-	-	-	-	-	-
Training Centres	-	-	-	-	-	-	-	-	-
Manufacturing Plant	-	-	-	-	-	-	-	-	-
Depots	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Staff Housing	-	-	-	-	-	-	-	-	-
Social Housing	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	373	373	373	406	422	439
Machinery and Equipment	-	-	-	373	373	373	406	422	439
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing assets</b>	-	-	-	373	373	373	406	422	439
<b>Upgrading of Existing Assets as % of total capex</b>	0.0%	0.0%	0.0%	23.4%	9.3%	9.3%	4.5%	6.1%	6.1%
<b>Upgrading of Existing Assets as % of deprecn"</b>	0.0%	0.0%	0.0%	0.8%	0.9%	0.9%	1.0%	1.0%	1.0%
<b>References</b>									
1. Total Capital Expenditure on upgrading of existing assets (SA34e) plus Total Capital Expenditure on new assets (SA34a) plus Total Capital Expenditure on renewal of existing assets (SA34b) must reconcile to total capital expendi									

check balance -16,156,431 234,452 -23,912,161 -26,887,729 -49,510,859 -49,510,859 -25,241,470 -26,225,884 -27,248,697



KZN266 Ulundi - Supporting Table SA38 Consolidated detailed operational projects

R thousand	2021/22 Medium													
Function	Project Description	Project Number	Type	MTSF Service Outcome	IUDF	Own Strategic Objectives	Asset Class	Asset Sub-Class	Ward Location	GPS Longitude	GPS Latitude	Prior year outcomes		Budget Year 2017/18
												Audited Outcome 2019/20	Current Year 2020/21 Full Year Forecast	
Parent municipality: List all operational projects grouped by Function														
R thousand														
Function	Project name	Project number	Type	MTSF Service Outcome	IUDF	Own Strategic Objectives	Asset Class	Asset Sub-Class	Ward Location	GPS Longitude	GPS Latitude			
Parent municipality														
List all capital projects grouped by Function														
Parent Operational expenditure														5,790
Entities:														
List all Operational projects grouped by Entity														
Entity A														
Water project A														
Entity B														
Electricity project B														
Entity Operational expenditure														
Total Operational expenditure														5,790

Parent municipality:  
List all operational projects grouped by Function

R thousand

Function

Project name

Project number

Type

MTSF Service Outcome

IUDF

Own Strategic Objectives

Asset Class

Asset Sub-Class

Ward Location

GPS Longitude

GPS Latitude

Parent municipality

List all capital projects grouped by Function

Parent Operational expenditure

Entities:

List all Operational projects grouped by Entity

Entity A

Water project A

Entity B

Electricity project B

Entity Operational expenditure

Total Operational expenditure

Max revenue with Budgeted Operating Expenditure

Asset classes per table A8 and asset sub-classes as per table SA34

GPS coordinates correct to second. Provide a logical starting point on networked infrastructure

Project Number consists of MSCON Project Longitude and seq No (sample F001001002001002001002\_00068)

389,063

392,756

404,433

check

## PART 2

### OVERVIEW OF ANNUAL BUDGET PROCESS

- Process to prepare the budget

The budget and IDP process occurred according to the budget timetable approved by Council in August 2020.

### **TIME SCHEDULE OF KEY DEADLINES**

#### **Mayor to Table in Council 10 Months Prior to Start of Budget Year**

Month	Ulundi Local Municipality –KZN 266	Budget Year __2021/2022
	<b>Mayor and Council / Entity Board</b>	<b>Administration - Municipality and Entity</b>
<b>31 July 2020</b>	Mayor begins planning for next three-year budget in accordance with co-ordination role of budget process MFMA s 53  Planning includes review of the previous year's budget process and completion of the Budget Evaluation Checklist	Accounting officers and senior officials of municipality and entities begin planning for next three-year budget  MFMA s 68, 77  Accounting officers and senior officials of municipality and entities review options and contracts for service delivery  MSA s 76-81
<b>31 August 2020</b>	Mayor tables in Council the schedule of key deadlines setting the time table for: preparing, tabling and approving the budget; reviewing the IDP (as per s 34 of MSA) and budget related policies and consultation processes at least 10 months before the start of the budget year.  MFMA s 21,22, 23;	Accounting Officer to assist Mayor to prepare the schedule of key deadlines and align the IDP and Budget process

## Ulundi Local Municipality

	<b>MSA s 34, Ch 4 as amended</b>	
	Mayor establishes committees and consultation forums for the budget process	
<b>30September2020/30October 2020</b>	Council through the IDP review process determines strategic objectives for service delivery and development for next three-year budgets including review of provincial and national government sector and strategic plans  Entity board of directors must approve and submit proposed budget and plans for next three-year budgets to parent municipality	Budget offices of municipality and entities determine revenue projections and proposed rate and service charges and drafts initial allocations to functions and departments for the next financial year after taking into account strategic objectives  Engages with Provincial and National sector departments on sector specific programmes for alignment with municipalities plans (schools, libraries, clinics, water, electricity, roads, etc)
<b>13November2020/10December 2020</b>	Council finalises tariff (rates and service charges) policies for next financial year  <b>MSA s 74, 75</b>	Accounting officer submits draft budget and plans for next financial year to the Mayor for tabling  Accounting officer publishes tabled budget, plans, and proposed revisions to IDP, invites local community comment and submits to NT, PT and others
	Mayor tables municipality budget, budgets of entities, resolutions, plans, and proposed revisions to IDP	Accounting officer to notify relevant municipalities of projected allocations for next three budget years
<b>29 January 2021</b>  <b>05 February 2021</b>	Consultation with national and provincial treasuries and finalise sector plans for water, sanitation, electricity etc	Accounting officer reviews proposed national and provincial allocations to municipality for incorporation into the final budget.  Accounting officer incorporates the recent mid-year review and any corrective measures proposed as part of the oversight report for the previous years audited financial statements and annual report
<b>25 January 2021</b>	Mayor tables in the municipal council Mid-year report for the year  MFMA se c72	Budget offices of municipality reviews actual against the budget for the first 6 months of the financial year 25 January 2017 submission to NT and PT
<b>28 February 2021</b>	Mayor tables in the municipal council adjustment budget for the year	Accounting officer assists the Mayor in revising budget documentation in accordance with consultative processes and taking into account the results from the third quarterly review of the current year

## Ulundi Local Municipality

29 March 2021	Mayor tables in the municipal council draft budget for the year and draft annual report	Accounting officer incorporates any changes in prices for bulk resources as communicated by 15 March  <b>MFMA s 42</b>
28 April 2021	Accounting officer assists the Mayor in revising budget documentation in accordance with consultative processes and taking into account the results from the third quarterly review of the current year	Accounting officer assists the Mayor in revising budget documentation in accordance with consultative processes and taking into account the results from the third quarterly review of the current year
30 May 2021	<p>Public hearings on the budget, and council debate. Council consider views of the local community, NT, PT, other provincial and national organs of state and municipalities. Mayor to be provided with an opportunity to respond to submissions during consultation and table amendments for council consideration. Council to consider approval of budget and plans at least 30 days before start of budget year.</p> <p><b>MFMA s 23, 24; MSA Ch 4 as amended</b></p> <p>Entity board of directors to approve the budget of the entity not later than 30 days before the start of the financial year, taking into account any hearings or recommendations of the council of the parent municipality</p> <p><b>MFMA s 87</b></p>	Accounting officer assists the Mayor in preparing the final budget documentation for consideration for approval at least 30 days before the start of the budget year taking into account consultative processes and any other new information of a material nature
30 May 2021	<p>Council must approve annual budget and Final Annual Report by resolution, setting taxes and tariffs, approving changes to IDP and budget related policies, approving measurable performance objectives for revenue by source and expenditure by vote before start of budget year</p> <p><b>MFMA s 16, 24, 26, 53</b></p> <p>Mayor must approve SDBIP within 28 days after approval of the budget and ensure that annual performance contracts are concluded in accordance with s 57(2) of the MSA. Mayor to ensure that the annual performance agreements are linked to the measurable performance objectives approved with the budget and SDBIP. The mayor submits the approved SDBIP and performance agreements to council, MEC for local government and makes public within 14 days after approval.</p>	<p>Accounting officer submits to the mayor no later than 14 days after approval of the budget a draft of the SDBIP and annual performance agreements required by s 57(1)(b) of the MSA.</p> <p><b>MFMA s 69; MSA s 57</b></p> <p>Accounting officers of municipality and entities publishes adopted budget and Annual report</p> <p><b>MFMA s 75, 87</b></p>

## Ulundi Local Municipality

28 June 2021	MFMA s 53; MSA s 38-45, 57(2)  Council must finalise a system of delegations.  MFMA s 59, 79, 82; MSA s 59-65
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The Budget and MTREF was also prepared taking cognizance of the contents of the LG: MFMA, Act No. 56 of 2003, Circular No.89 and the MFMA Budget Formats Guide received from National Treasury.

### Service Delivery and Budget Implementation Plan

Section 1 of the Local Government: Municipal Finance Management Act (No.56 of 2003) defines the SDBIP as:

"a detailed plan approved by the mayor of a municipality in terms of section 53 (1)(c)(ii) for implementing the municipality's delivery of services and the execution of its annual budget and which must include (as part of the top-layer) the following:

- (a) Projections for each month of-
- (i) Revenue to be collected, by source; and
- (ii) Operational and capital expenditure, by vote;
- (b) Service delivery targets and performance indicators for each quarter".

The municipal manager is responsible for the preparation of the SDBIP, which must be legally submitted to the mayor for approval once the budget has been approved by the council (around end-May or early-June). However, the municipal manager should start the process to prepare the top layer of the SDBIP no later than the tabling of the budget (around March or earlier) and preferably submit a Final SDBIP to the mayor by 1 May (for initial approval). Once the budget is approved by the Council, the municipal manager should merely revise the approved Final SDBIP and submit for final approval within 14 days after the approval of the budget.

The mayor should therefore approve the final SDBIP and performance agreements simultaneously, and then make the SDBIP and performance agreement of the municipal manager public within 14 days, preferably before 1 July. Note that it is only the top layer (of high-level) detail of the SDBIP that is required to be made public. It is the output and goals made public in the SDBIP that will be used to measure performance on a quarterly basis during the financial year. Note that such in-year monitoring is meant to be a light form of monitoring. The council should reserve its oversight role over performance at the end of the financial year, when the mayor tables the annual report of the municipality.

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The in-year monitoring is designed to pick up major problems only and aimed at ensuring that the mayor and municipal manager are taking corrective steps when any unanticipated problems arise. The SDBIP serves a critical role to focus both the administration and council on outputs by providing clarity of service delivery expectations, expenditure and revenue requirements, service delivery targets and performance indicators.

The SDBIP provides the vital link between the mayor, council (executive) and the administration, and facilitates the process for holding management accountable for its performance. The SDBIP is a management, implementation and monitoring tool that will assist the mayor, councillors, municipal manager, senior managers and community. A properly formulated SDBIP will ensure that appropriate information is circulated internally and externally for purposes of monitoring the execution of the budget, performance of senior management and achievement of the strategic objectives set by council. It enables the municipal manager to monitor the performance of senior managers, the mayor to monitor the performance of the municipal manager, and for the community to monitor the performance of the municipality.

The SDBIP should therefore determine (and be consistent with) the performance agreements between the mayor and the municipal manager and the municipal manager and senior managers determined at the start of every financial year and approved by the mayor. It must also be consistent with outsourced service delivery agreements such as municipal entities, public-private partnerships, service contracts and the like.

## **OVERVIEW OF ALIGNMENT OF ANNUAL BUDGET WITH INTERGRADED DEVELOPMENT PLAN**

All budgeted projects are in the IDP and will be included in the Draft Service Delivery and Budget Implementation Plan for 2021/2022

## **OVERVIEW OF BUDGET ASSUMPTIONS**

- In January 2010, Cabinet adopted 12 outcomes within which to frame public service delivery priorities and targets. Cabinet ministers have signed performance agreements linked to these outcomes. More detailed delivery agreements have since been developed to extend targets and responsibilities to national and provincial departments, agencies and municipalities. The municipality is expected to take the 12 outcomes into consideration when reviewing the IDP and developing the annual Budget for the 2021/2022 MTRF.

Hereunder follows the 12 outcomes, together with examples of areas where the municipality have a role to play in either contributing directly to the realization of the outcomes or facilitating the work of national and provincial departments in realizing them.

## **Outcomes of Government-role of Local Government**

### **No Description Role of Local Government**

#### **Improve the quality of basic education • Facilitate the building of new schools by:**

- Participating in needs assessments
- Identifying appropriate land
- Facilitating zoning and planning processes
- Facilitate the eradication of municipal service backlogs in schools by extending appropriate bulk infrastructure and installing connections

#### **Improve health and life expectancy many Municipalities perform health functions on behalf of provinces:**

- Strengthen effectiveness of health services by specifically enhancing TB treatments and expanding HIV and AIDS prevention and treatments.
- Municipalities must continue to improve Community Health Service infrastructure by providing clean water, sanitation and waste removal services.

#### **All people in South Africa protected and feel safe:**

- Facilitate the development of safer communities through better planning and enforcement of municipal by laws.
- Direct the traffic control function towards policing high risk violations-rather than revenue collection

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- Metro police services should contribute by:
- Increasing police personnel
- Improving collaboration with SAPS
- Ensuring rapid response to reported crimes

### **Decent employment through inclusive economic growth:**

- Create an enabling environment for investment by streamlining planning application processes.
- Ensure proper maintenance and rehabilitation of essential services infrastructure.
- Ensure proper implementation of the EPWP at municipal level
- Design service delivery processes to be labour intensive
- Improve procurement systems to eliminate corruption and ensure value for money
- Utilize community structures to provide services

### **A skilled and capable workforce to support inclusive growth:**

- Develop and extend intern and work experience programmes in municipalities.
- Link municipal procurement to skills development initiatives

### **An efficient, competitive and responsive economic infrastructure network:**

- Ring-fence water, electricity and sanitation functions so as to facilitate cost-reflecting pricing of these services
- Ensure urban spatial plans provide for commuter rail corridors, as well as other modes of public transport
- Maintain and expand water purification works and wastewater treatment works in line with growing demand
- Cities to prepare to receive the devolved public transport function
- Improve maintenance of municipal road networks.

### **Vibrant, equitable and sustainable rural communities and food security:**

- Facilitate the development of local markets for agricultural produce
- Improve transport links with urban centres so as to ensure better economic integration
- Promote home production to enhance food security
- Ensure effective spending of grants for funding extension of access to basic services.

### **Sustainable human settlements and improved quality of household life:**

- Cities must prepare to be accredited for the housing function.
- Develop spatial plans to ensure new housing developments are in line with national policy on integrated human settlements
- Participate in the identification of suitable land for social housing.
- Ensure capital budgets are appropriately prioritized to maintain existing services and extend services.

**A response and, accountable, effective and efficient local government system:**

- Adopt IDP planning processes appropriate to the capacity and sophistication of the municipality
- Implement the community work programme
- Ensure ward committees are representative and fully involved in community consultation processes around the IDP, budget and other strategic service delivery issues.
- Improve municipal financial and administrative capacity by implementing competency norms and standards and acting against incompetence and corruption.

**Protection and enhancement of environmental assets and natural resources:**

- Develop and implement water management plans to reduce water losses.
- Ensure effective maintenance and rehabilitation of infrastructure
- Run water and electricity saving awareness campaigns
- Ensure proper management of municipal commonage and urban open spaces
- Ensure development does not take place on wetlands.

**A better South Africa, a better and safer Africa and world**

- Role of Local Government is fairly limited in this area. Must concentrate on:
- Ensuring basic infrastructure is in place and properly maintained.
- Creating an enabling environment for investment.

**A development-orientated public service and inclusive citizenship**

- Continue to develop performance monitoring and management systems.
- Comply with legal financial reporting requirements
- Review municipal expenditures to eliminate wastage
- Ensure councils behave in ways to restore community trust in Local Government.

a. The following budget assumptions have a major influence on the annual budget:

- It will take some time for the economic upturn to flow through to increased municipal revenues and better cash flows.
- The increased high cost to move waste from the refuse transfer stations, to the regional refuse site.
- The excessive increases in the tariffs of bulk electricity purchases in the next three budget years, are putting pressure on the Council's Final operating expenditure budget.
- The increases in property rates and other tariffs are likely to be counter-productive, resulting in higher levels of non-payment and increased bad debts.
- VAT increase from 14% to 15% of which most of our citizens are not happy with.

## Overview of Budget funding

### Medium term outlook: operating revenue

The following table is a breakdown of the operating revenue and operating expenditure 2021/2022:

Revenue - Grants	Amount 'R	Own revenue	Amount 'R
Equitable Share	180 263 000.00	Property rates	104 212 000.00
Financial Management Grant	1 950 000.00	Electricity revenue	91 644 000.00
Extended Public Work Programme	3 660 000.00	Refuse revenue	10 489 000.00
Provincialisation Of Libraries	935 000.00	Licences and permits	3 942 000.00
Community Library	975 000.00	Fines, penalties and forfeits	4 000 000.00
Integrated National Electrification Programme.	5 005 000.00	Other	1 159 000.00
<b>TOTAL</b>	<b>192 788 000.00</b>	<b>TOTAL</b>	<b>215 446 000.00</b>

Council approved budget is mainly funded by government grants which amounts to R192 788 000,00 & own revenue from service charges of R215 446 000.00. This table exclude the MIG capital expenditure of R32 489 000

Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The municipality derives most of its operational revenue from the provision of goods and services such as electricity, and solid waste removal. Property rates, operating and capital grants from organs of state and other minor charges such as building plan fees, licenses and permits etc.

The revenue strategy is a function of key components such as:

- Growth in the municipality and economic development;
- Revenue management and enhancement;
- Achievement of a 90 per cent annual collection rate for consumer revenue;
- National Treasury guidelines;
- Electricity tariff increases within the National Electricity Regulator of South Africa (NERSA) approval;
- Achievement of full cost recovery of specific user charges;

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- Determining tariff escalation rate by establishing/calculating revenue requirement;
- The Property Rates Policy in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA), and
- The ability to extend new services and obtain cost recovery levels.
- The above principles guide the annual increase in the tariffs charged to the consumers and the ratepayers aligned to the economic forecasts.

The proposed tariff increases for the 2021/2022 MTREF on the different revenue categories are:

<b>KZN266 Ulundi - Table A4 Budgeted Financial Performance (revenue and expenditure)</b>												
Description	Ref	Current Year 2020/21					2021/22 Medium Term Revenue & Expenditure Framework			2021/22 Medium Term Revenue & Expenditure Framework		
		2017/18	2018/19	2019/20	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24	
<b>R thousand</b>	1											
<b>Revenue By Source</b>												
Property rates	2	67 559	71 274	125 546	95 705	100 430	100 430	100 430	104 212	108 277	112 499	
Service charges - electricity revenue	2	61 394	60 006	64 543	81 354	82 235	82 235	82 235	91 644	95 219	98 932	
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse revenue	2	6 876	7 961	6 765	9 633	9 633	9 633	9 633	10 489	10 898	11 323	
Rental of facilities and equipment												
Interest earned - external investments		1 445	1 164	997	1 582	1 303	1 303	1 303	1 722	1 790	1 859	
Interest earned - outstanding debtors		790	730	609	1 110	300	300	300	1 209	1 256	1 305	
		4 257	1 751	1 055	100	1 800	1 800	1 800	2 005	2 083	2 164	





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7	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Share of surplus/ (deficit) of associate</b>													
<b>Surplus/(Deficit) for the year</b>	<b>(16 637)</b>	<b>(23 312)</b>	<b>163 594</b>	<b>103 494</b>	<b>73 963</b>	<b>73 963</b>	<b>(246 034)</b>	<b>35 514</b>	<b>42 213</b>	<b>30 509</b>			

**KZN266 Ulundi Supporting Table SA10 Funding measurement**

Description	MFMA section	Ref	2017/18		2018/19		2019/20		Current Year 2020/21			2021/22 Medium Term Revenue & Expenditure Framework			
			Audited Outcome	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24		
<b>Funding measures</b>															
Cash/cash equivalents at the year end - R'000	18(1)b	1	22	8	23	978	387	23	232	1	145	866	263	10	14
Cash + investments at the yr end less applications - R'000	18(1)b	2	025	(163 420)	(175 653)	(61 031)	(61 031)	(175 653)	(37 690)	(37 690)	012 139	016	827	(29 476)	(45 476)
Cash year end/monthly employee/supplier payments	18(1)b	3	0.0	0.0	0.0	19.5	19.5	0.0	0.0	0.0	8.4	0.4	0.4	0.4	0.5
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	637	312	594	494	494	594	963	73	034	514	213	42	30
Service charge rev % change - macro CPIX target exclusive	18(1)a(2)	5	N.A.	(3.5%)	35.4%	(11.2%)	(11.2%)	35.4%	(3.0%)	(6.0%)	(6.0%)	1.3%	(2.1%)	(2.1%)	(2.1%)
Cash receipts % of Ratepayer & Other revenue	18(1)a(2)	6	0.0%	0.0%	0.0%	85.5%	85.5%	0.0%	77.0%	77.0%	0.0%	85.9%	85.9%	85.9%	85.9%
Debt impairment expense as a % of total billable revenue	18(1)a(2)	7	10.1%	4.2%	4.1%	0.0%	0.0%	4.1%	0.4%	0.4%	(0.3%)	0.0%	0.0%	0.0%	0.0%
Capital payments % of capital expenditure	18(1)c:19	8	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	92.3%	92.3%	0.0%	100.0%	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%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10	N.A.	(10.6%)	46.2%	(40.0%)	(40.0%)	46.2%	67.3%	0.0%	217.9%	0.0%	3.9%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	3.9%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.5%	0.0%	0.3%	0.3%	0.0%	0.0%	0.0%	0.2%	0.0%	0.0%	0.0%	1.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.7%	4.7%	0.0%	7.3%	1.0%	1.0%	0.0%
Asset renewal % of capital budget	20(1)(vi)	14	98.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%







**Expenditure on allocations and grant programmes**

Programme	Funding	Allocations
Sports fields	MIG	R15,346,564.00
Roads	MIG	R9,737,238.00
Community halls	MIG	R7,405,198.00
<b>TOTAL CAPITAL EXPENDITURE</b>		<b>R32 489 000.00</b>

The capital projects for 2021/2022 is funded through national allocations as gazetted in the DORA issued during February 2021

**ALLOCATIONS MADE BY THE MUNICIPALITY**

- No allocation will be transferred by the municipality for the 2021/2022 financial year.

**EMPLOYEE RELATED COSTS**

- Employees related costs as per supporting budget table SA22 consider guideline of 3.9% on Section 56 & 57 Managers and on other employees as per MFMA circular No. 108

**KZN266 Ulundi - Supporting Table SA22 Summary councillor and staff benefits**

Summary of Employee and Councillor remuneration	Ref	2019/20				Current Year 2020/21			2021/22 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
1	A	B	C	D	E	F	G	H	I		
Councillors (Political Office Bearers plus Other)	8 735	8 977	9 768	9 931	9 931	9 931	9 086	9 441	9 809		
Basic Salaries and Wages	1 132	1 445	1 171	1 247	1 247	1 247	1 363	1 416	1 471		
Pension and UIF Contributions	528	481	449	1 727	1 727	1 727	812	844	877		
Medical Aid Contributions											

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Motor Vehicle Allowance	3 465	3 541	3 629	3 855	3 855	3 855	3 754	3 900	4 052
Cellphone Allowance	2 089	2 090	2 083	2 389	2 389	2 389	2 087	2 168	2 253
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	79	187	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>16 027</b>	<b>16 721</b>	<b>17 100</b>	<b>19 149</b>	<b>19 149</b>	<b>19 149</b>	<b>17 102</b>	<b>17 769</b>	<b>18 462</b>
% increase	4	4.3%	2.3%	12.0%	-	-	(10.7%)	3.9%	3.9%
<b>Senior Managers of the Municipality</b>	2								
Basic Salaries and Wages	2 078	6 163	1 436	1 562	1 562	1 562	6 673	6 933	7 203
Pension and UIF Contributions	369	12	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	336	(61)	64	-	-	-	1 226	1 273	1 323
Motor Vehicle Allowance	294	592	85	90	90	90	625	649	675
Cellphone Allowance	30	180	6	6	6	6	180	187	194
Housing Allowances	0	-	-	-	-	-	36	37	39
Other benefits and allowances	2 758	1	-	9 598	9 598	9 598	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>5 865</b>	<b>6 886</b>	<b>1 591</b>	<b>11 257</b>	<b>11 257</b>	<b>11 257</b>	<b>8 739</b>	<b>9 080</b>	<b>9 434</b>
% increase	4	17.4%	(76.9%)	607.5%	-	-	(22.4%)	3.9%	3.9%
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	76 025	81 196	90 257	85 760	85 760	85 760	89 204	92 683	96 298

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Pension and UIF Contributions	12 973	19 908	25 857	20 646	20 646	20 646	20 063	20 845	21 658
Medical Aid Contributions	11 191	7 367	8 350	9 226	9 226	9 226	8 843	9 188	9 546
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	2 442	6 017	6 394	7 819	7 819	7 819	14 325	14 884	15 465
Motor Vehicle Allowance	3 8 476	8 988	8 930	9 543	9 543	9 543	7 780	8 084	8 399
Cellphone Allowance	3 572	539	476	509	509	509	365	380	394
Housing Allowances	3 165	326	262	292	292	292	243	253	262
Other benefits and allowances	3 9 679	862	971	1 435	1 435	1 435	1 333	1 385	1 439
Payments in lieu of leave	2 728	626	3 316	1 501	1 501	1 501	-	-	-
Long service awards	327	1 147	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>124 576</b>	<b>126 978</b>	<b>144 813</b>	<b>136 731</b>	<b>136 731</b>	<b>136 731</b>	<b>142 158</b>	<b>147 702</b>	<b>153 462</b>
<b>% increase</b>	<b>4</b>	<b>1.9%</b>	<b>14.0%</b>	<b>(5.6%)</b>	<b>-</b>	<b>-</b>	<b>4.0%</b>	<b>3.9%</b>	<b>3.9%</b>
<b>Total Parent Municipality</b>	<b>146 469</b>	<b>150 584</b>	<b>163 503</b>	<b>167 137</b>	<b>167 137</b>	<b>167 137</b>	<b>167 999</b>	<b>174 551</b>	<b>181 358</b>
<b>Board Members of Entities</b>		<b>2.8%</b>	<b>8.6%</b>	<b>2.2%</b>	<b>-</b>	<b>-</b>	<b>0.5%</b>	<b>3.9%</b>	<b>3.9%</b>
Basic Salaries and Wages									
Pension and UIF Contributions									
Medical Aid Contributions									
Overtime									
Performance Bonus									
Motor Vehicle Allowance	3								
Cellphone Allowance	3								
Housing Allowances	3								
Other benefits and allowances	3								
Board Fees									
Payments in lieu of leave									



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% increase	4	-	-	-	-	-	-	-	-	-	-
Total Municipal Entities		-	-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		146 469	150 584	163 503	167 137	167 137	167 137	167 137	167 999	174 551	181 358
% increase	4	2.8%	8.6%	2.2%	2.2%	-	0.5%	3.9%	3.9%	3.9%	3.9%
TOTAL MANAGERS AND STAFF	5,7	130 442	133 864	146 404	147 988	147 988	147 988	147 988	150 897	156 782	162 897

## MONTHLY TARGETS FOR REVENUE AND CASHFLOW

KZN266 Ulundi - Table A7 Budgeted Cash Flows

Description	Ref	Current Year 2020/21				2021/22 Medium Term Revenue & Expenditure Framework					
		2017/18	2018/19	2019/20	Adjusted Budget	Original Budget	Pre-audit outcome	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24	
<b>R thousand</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
Receipts											
Property rates		-	-	-	86 370	86 370	86 370	86 370	-	92 749	96 366
Service charges		-	-	-	59 960	59 960	59 960	59 960	-	82 756	85 983
Other revenue		-	-	-	5 952	5 952	6 835	6 835	-	12 723	13 219
Transfers and Subsidies - Operational	1	22	8	23	190 758	222 244	222 244	222 244	137 318	192 865	209 577
Transfers and Subsidies - Capital	1	-	-	-	30 713	45 336	45 336	45 336	-	32 489	33 103
Interest		-	-	-	1 110	11 610	11 610	11 610	-	1 314	1 365



Ulundi Local Municipality

Service charges were projected at a collection rate of 90% for refuse, 80% on rates and 80% on electricity for year 2021/22.

Regarding the collection rate for the refuse removal, the municipality has amended its policy on refuse whereby accounts will be no longer be opened for tenants but instead landlords will be billed directly.

**Monthly targets for revenue, expenditure and cash flow**

KZN266 Ulundi - Supporting Table SA30  
Budgeted monthly cash flow

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Ulundi Local Municipality

MONTHLY CASH FLOWS	Budget Year 2021/22												Medium Term Revenue and Expenditure Framework			
	R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>Cash Receipts By Source</b>																
Property rates	7 729	7 729	7 729	7 729	7 729	7 729	7 729	7 729	7 29	7 729	7 729	7 729	7 729	92 749	96 366	100 124
Service charges - electricity revenue	6 110	6 110	6 110	6 110	6 110	6 110	6 110	6 110	110	6 110	6 110	6 110	6 110	73 316	76 175	79 146
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	787	787	787	787	787	787	787	787	787	787	787	787	787	9 440	9 808	10 191
Rental of facilities and equipment	144	144	144	144	144	144	144	144	144	144	144	144	144	1 722	1 790	1 859
Interest earned - external investments	109	109	109	109	109	109	109	109	109	109	109	109	109	1 314	1 365	1 418
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	588	588	588	588	588	588	588	588	588	588	588	588	588	7 059	7 334	7 620
Licences and permits	328	328	328	328	328	328	328	328	328	328	328	328	328	3 942	4 095	4 255
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Operational	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	16 072	192 865	209 577	204 328
Other revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cash Receipts by Source</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>31 867</b>	<b>382 407</b>	<b>406 510</b>	<b>408 942</b>
<b>Other Cash Flows by Source</b>																





## Ulundi Local Municipality

- This municipality has no entities.

### **Contract having future budgets implications**

A municipality may enter into a contract which will impose financial obligations on the municipality beyond a financial year, but if the contract will impose financial obligations on the municipality beyond the three years covered in the annual budget for that financial year. It must comply with MFMA Sec 33. Ulundi municipality does not have contracts having future budgetary implications.

### **CAPITAL EXPENDITURE DETAILS**

A budget of R32 489 000 has been allocated for Municipal Infrastructure Grant for this financial year under budget, this will be spent in accordance with the grant conditions as outlined in the Division of Revenue issued on the 5<sup>th</sup> February 2021.

Capital projects are 100% funded by National allocations (grants) for the year 2021/2022

### **LEGISLATION COMPLIANCE STATUS**

The Municipal Finance Management Act, 2003 (Act No. 56 of 2003) became effective on 1 July 2004. Elements of the act have been phased in according to capacity of each municipality – high, medium and low. The Act has introduced significant changes to the financial management of local government. One of the main changes in budget preparation is that the single year, line item budgeting – which was a common feature of the previous practices – has been replaced by multi-year budgeting at a more strategic level.

The MFMA aims to modernize budget and financial practices at all spheres of government, thereby facilitating effective service delivery. The general public plays an important role in ensuring a budget is set to reflect targeted service delivery. For example, during the budget preparation process, Section 21 of the MFMA requires communities and residents within the municipal jurisdiction to be part of the Budget and Integrated Development Planning (IDP) processes.

Communities can also monitor the performance of the approved budget through regular reporting of the Service Delivery & Budget Implementation Plan (SDBIP) and the performance contracts of senior manager. These are prepared at the same time as the budget, thus ensuring alignment at the start of the financial year.

## Ulundi Local Municipality

Some of the key budget reforms encapsulated within the Local Government: MFMA, that KZN 266 has applied, are:

- Forward looking, multi-year budgets with strategic focus;
- Clear links between budget allocations and agreed policies;
- Improved integration of budget and planning processes;
- New budget process timetable with earlier adoption of budgets by council and earlier audits of Annual Financial Statements;
- Improved in-year reporting according to vote/function;
- Improved financial management information;
- Service Delivery and Budget Implementation Plans (SDBIP) developed and approved with budgets;
- New accounting norms and standards;
- Improvements to procurement and Supply Chain Management policies and processes;
- Focus on performance measurement,

The MFMA implementation is monitored through regular reporting including:

- Quarterly reviews of LG: MFMA implementation plans and 12 urgent implementation priorities checklist;
- Monthly returns to National Treasury and monthly reports to Mayor and Council, as required by Section 71;
- Publication of information on the municipality's website ([www.ulundi.gov.za](http://www.ulundi.gov.za)) and
- Mid-year budget and performance assessment as required by Section 72.

The Budget and Medium-Term Revenue and Expenditure Framework (MTREF) was prepared taking cognizance of the contents of the Municipal budget and reporting regulations, Local Government: Municipal Finance Management Act No 56 of 2003, Circular No. 89 and the MFMA Budget Formats Guide received from National Treasury.

The objective of the regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities and municipal entities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting processes of those institutions and other relevant matters as required by the Act.

## **OTHER LEGISLATION**

The other important pieces of legislation when considering the budget processes are:

The Division of Revenue Bill 2021 and the Municipal Systems Act (Act no. 32 of 2000), together with the Municipal Systems Amendment Act (Act No. 44 of 2003)

## **Division of Revenue Bill 2021**

## Ulundi Local Municipality

This Bill issued in February 2021, provides the three-year allocations from national government to local government. It sets out all the reporting requirements and conditions relating to the grants. Alongside this Provincial Departments allocate funding to local government by means of a provincial gazette.

These allocations are used when preparing the three-year budget in order to comply with Section 18 of the MFMA (relating to reasonably anticipated revenues to be collected). Additional allocations – both nationally and provincially – are sometimes made to municipalities. However, these are not included in the original budget as the allocations are not certain. When confirmed they will be included in an adjustments budget in accordance with Section 28 of the MFMA.

### **The Municipal Systems Act (Act no. 32 of 2000) and the Municipal Systems Amendment Act (Act No. 44 of 2003)**

These acts form the basis of the links between the budget and the Integrated Development Plan (IDP). In particular, the aspects that have been considered in preparing the budget are:

- Community participation (Chapters 4 & 5);
- Performance management (Chapter 6) providing also the basis for measurable performance objectives in the Service
- Delivery and Budget Implementation Plan (SDBIP); and Tariff Policy (Chapter 8).

## **Municipal manager's quality certificate**

**ULUNDI MUNICIPALITY**  
Tel: 035 - 8745100  
Fax: 035 - 8745174

Website:

<http://www.ulundi.local.gov.za>



**UMASIPALA WASOLUNDI**  
Private Bag X17  
Ulundi  
3838

## Certification that the adopted Draft Budget for 2021/22 is correctly captured and locked on the municipality's financial management system

(as requested by National Treasury in terms of section 74 of the MFMA, with reference to paragraph 6.3 of MFMA Budget Circular 59 dated 16 March 2012)

I, Nkosenye Godfrey Zulu, in my capacity as accounting officer of the municipality, hereby certify that:

- The adopted draft budget has been captured on the municipality's financial system;
  - There is 100 per cent reconciliation between the budget on the system and the budget adopted by council;
  - The adopted draft budget on the municipality's financial system is locked and will not be changed as it serves as the baseline against which to monitor and measure performance; and
  - The relevant budget return forms have been submitted to the local government database.
- I, further certify that the municipality has in place controls to ensure that any changes to the adopted budget will be captured separately and only in accordance with:
- a virement authorised by the municipal manager, or duly delegate official, in terms of a council approved virements policy; and
  - an adjustments budget approved by council.

Print Name

NKOSENYE GODFREY ZULU

Municipal manager of

ULUNDI MUNICIPALITY

(name and demarcation code of municipality)

Signature

Date

31/03/2021

**UMASIPALA  
WASOLUNDI**

Private Bag X17  
Ulundi  
3838



**ULUNDI  
MUNICIPALITY**

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E-mail: [imagwaza@ulundi.gov.za](mailto:imagwaza@ulundi.gov.za)

I Nkosenye Godfrey Zulu, Municipal Manager of Ulundi Municipality, hereby certify that

- The monthly budget statement
- Quarterly report on the implementation of the budget and financial state affairs of the municipality

The Draft budget of Ulundi Municipality for 2021/2022 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name: Nkosenye Godfrey Zulu

Municipal Manager of Ulundi Municipality (KZN266)

Signature: 