

NATIONAL COUNCIL OF PROVINCES
QUESTION FOR WRITTEN REPLY
QUESTION NUMBER: 32 [CW34E]

32. Mr D R Ryder (Gauteng: DA) to ask the Minister of Finance:

- (1) With reference to the tabling of the Approval of Municipal Budgets for the 2020-21 Medium Term Revenue and Expenditure Framework as published in ATC 186-2020 dated 11 December 2020, how many of the approved budgets are unfunded (a) in total and (b) in each province;
- (2) (a) which municipalities have unfunded budgets and (b) what is the amounts of budgeted (i) revenue and (ii) expenditure;
- (3) on what basis was the unfunded budgets approved?

CW34E

REPLY:

- (1)(a)(b) The table below provides information of the funded and unfunded adopted budgets by municipalities for the 2020/21 financial year. There are a total of 106 unfunded adopted budgets.

2020/21 Adopted budget

	EC	FS	GP	KZN	LP	MP	NC	NW	WC	Total
Funded	30	5	4	34	20	12	12	5	27	149
Unfunded	9	18	7	19	6	8	19	17	3	106
Undetermined	0	0	0	1	1	0	0	0	0	2
Total	39	23	11	54	27	20	31	22	30	257

- (2)(a)(b) Below is the table which lists the municipalities whose Municipal Councils have adopted unfunded budgets for the 2020/21 financial year. The table also provides the budgeted operating revenue and expenditure for the respective municipalities. Please note that the operating revenue and expenditure is not an indication of a funded or unfunded budget but it contributes to the ultimate status.

Cat Code	2020/21 Adopted budget		Operating Revenue	Operating Expenditure	Cat Code	2020/21 Adopted budget		Operating Revenue	Operating Expenditure		
EASTERN CAPE					LIMPOPO						
1	B EC101	Dr Beyers Naude	Unfunded	453 572	436 710	54	B LIM334	Ba-Phalaborwa	Unfunded	583 963	581 253
2	B EC124	Amahlathi	Unfunded	201 158	227 188	55	C DC33	Mopani	Unfunded	1 392 850	1 280 968
3	B EC129	Raymond Mhlaba	Unfunded	437 345	421 402	56	B LIM341	Musina	Unfunded	384 580	380 874
4	C DC12	Amathole	Unfunded	1 674 406	1 602 243	57	C DC35	Capricorn	Unfunded	744 334	811 842
5	B EC131	Inxuba Yethemba	Unfunded	334 503	285 485	58	B LIM361	Thabazimbi	Unfunded	417 105	412 030
6	B EC138	Sakhisizwe	Unfunded	119 659	93 480	59	B LIM368	Modimolle-Mookgopong	Unfunded	728 863	726 353
7	B EC139	Enoch Mjijima	Unfunded	775 704	774 414	MPUMALANGA					
8	B EC141	Elundini	Unfunded	314 741	352 887	60	B MP302	Msukaligwa	Unfunded	783 927	868 269
9	B EC145	Walter Sisulu	Unfunded	285 224	278 303	61	B MP303	Mkhondo	Unfunded	659 449	762 980
FREE STATE					NORTHERN CAPE						
10	B FS161	Letsemeng	Unfunded	156 277	175 438	62	B MP305	Lekwa	Unfunded	1 080 833	1 058 704
11	B FS162	Kopanong	Unfunded	287 666	318 667	63	B MP306	Dipaleseng	Unfunded	271 457	294 517
12	B FS163	Mohokare	Unfunded	218 655	221 869	64	B MP307	Govan Mbeki	Unfunded	2 432 912	2 376 700
13	B FS181	Masilonyana	Unfunded	351 860	272 553	65	B MP312	Emalahleni (Mp)	Unfunded	3 428 838	4 504 262
14	B FS182	Tokologo	Unfunded	145 861	145 832	66	B MP321	Thaba Chweu	Unfunded	561 362	557 483
15	B FS183	Tswelopele	Unfunded	167 735	152 126	67	B MP326	City of Mbombela	Unfunded	3 213 492	3 618 653
16	B FS184	Matjhabeng	Unfunded	2 958 462	2 958 364	NORTHERN CAPE					
17	B FS185	Nala	Unfunded	511 908	485 503	68	B NC451	Joe Morolong	Unfunded	251 800	237 158
18	B FS191	Setsoto	Unfunded	547 871	654 419	69	B NC452	Ga-Segonyana	Unfunded	431 992	478 572
19	B FS192	Dihlabeng	Unfunded	805 584	778 091	70	B NC453	Gamagara	Unfunded	596 690	519 974
20	B FS193	Nketoana	Unfunded	353 234	403 591	71	B NC061	Richtersveld	Unfunded	73 631	87 479
21	B FS194	Maluti-a-Phofung	Unfunded	1 934 689	2 723 611	72	B NC062	Nama Khoi	Unfunded	284 813	334 022
22	B FS195	Phumelela	Unfunded	169 254	169 794	73	B NC064	Kamiesberg	Unfunded	67 128	73 839
23	B FS196	Mantsopa	Unfunded	292 596	287 193	74	B NC067	Khai-Ma	Unfunded	59 517	79 859
24	B FS201	Moqhaka	Unfunded	932 728	914 370	75	B NC071	Ubuntu	Unfunded	137 484	148 194
25	B FS203	Ngwathe	Unfunded	804 456	823 642	76	B NC075	Renosterberg	Unfunded	66 391	63 907
26	B FS204	Metsimaholo	Unfunded	1 406 532	1 404 547	77	B NC076	Thembehle	Unfunded	76 128	69 594
27	B FS205	Mafube	Unfunded	244 350	427 316	78	B NC077	Siyathemba	Unfunded	108 894	156 344
GAUTENG					NORTH WEST						
28	B GT421	Ermfuleni	Unfunded	6 196 143	6 066 389	87	B NW371	Moretele	Unfunded	500 378	461 229
29	B GT423	Lesedi	Unfunded	944 602	965 948	88	B NW372	Madibeng	Unfunded	2 061 212	2 462 474
30	C DC42	Sedibeng	Unfunded	417 763	417 261	89	B NW373	Rustenburg	Unfunded	5 190 749	4 326 090
31	B GT481	Mogale City	Unfunded	3 333 071	3 290 122	90	B NW374	Kgetlengrivier	Unfunded	251 597	240 889
32	B GT484	Merafong City	Unfunded	1 812 755	1 791 836	91	B NW375	Moses Kotane	Unfunded	875 781	854 977
33	B GT485	Rand West City	Unfunded	1 993 679	2 082 673	92	C DC37	Bojanala Platinum	Unfunded	357 422	288 237
34	C DC48	West Rand	Unfunded	259 342	260 795	93	B NW382	Tswaing	Unfunded	271 443	237 261
KWAZULU-NATAL					WESTERN CAPE						
35	C DC21	Ugu	Unfunded	1 159 002	1 278 849	104	B WC012	Cederberg	Unfunded	331 416	357 618
36	B KZN223	Mpofana	Unfunded	174 141	169 361	105	B WC041	Kannaland	Unfunded	163 710	163 186
37	B KZN225	Msunduzi	Unfunded	5 917 810	5 516 477	106	B WC048	Knysna	Unfunded	1 004 214	1 036 076
38	B KZN227	Richmond	Unfunded	113 831	137 126						
39	C DC22	uMgungundlovu	Unfunded	936 892	812 166						
40	C DC23	Uthukela	Unfunded	884 047	884 047						
41	B KZN241	Endumeni	Unfunded	350 012	344 809						
42	C DC24	Umtshini	Unfunded	488 031	502 729						
43	B KZN252	Newcastle	Unfunded	2 093 603	2 397 474						
44	C DC25	Amajuba	Unfunded	224 340	276 333						
45	B KZN261	eDumbe	Unfunded	159 863	153 077						
46	B KZN263	Abaqulusi	Unfunded	565 393	550 403						
47	B KZN266	Ulundi	Unfunded	385 809	397 130						
48	C DC26	Zululand	Unfunded	573 928	563 862						
49	C DC27	Umkhanyakude	Unfunded	546 240	546 240						
50	B KZN281	Mfobozi	Unfunded	193 371	186 445						
51	B KZN284	uMlalazi	Unfunded	487 113	538 049						
52	B KZN286	Nkandla	Unfunded	185 805	185 456						
53	C DC43	Harry Gwala	Unfunded	477 343	554 543						

(3) Unfortunately, National Treasury does not have information to adequately respond to this question, given that the National Treasury does not run the affairs of a municipality, this question will be best responded to by individual municipalities and/or council. The National and Provincial Treasuries however access all municipal budgets annually prior to adoption in Council and in our experience they sometimes choose not to take our advice into consideration.