

# ELIAS MOTSOLEDI LOCAL MUNICIPALITY



## ADJUSTMENT BUDGET

## 2019/20 FINANCIAL YEAR

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**PART 1 – ADJUSTMENT BUDGET****EXECUTIVE SUMMARY**

The application of sound financial management principles for the compilation of the municipality's financial plan is essential and critical to ensure that the municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

Section 28 of Municipal Finance Management Act requires Municipality to revise its approved annual budget through an adjustment budget. The format and contents of the adjustment budget and supporting documentation must in terms of MFMA, be in the format as specified in Schedule B of the Municipal Budget and Reporting Regulations. The adjustment budget as submitted herewith contains the applicable adjustment budget tables.

The municipality opted for budget adjustment due to Municipal Infrastructure Grant rollover from National Treasury and COGHSTA. In addition, based on the mid-year assessment there were material overs and unders warranting an adjustment. It should be noted that municipal tax and tariffs are not increased during a financial year and any amendments to the annual budget must remain funded in accordance with section 18 of the MFMA.

DESCRIPTION	2019/20			2020/21	2021/22
	ORIGINAL BUDGET	ADJUSTMENT	ADJUSTED BUDGET	INDICATIVE BUDGET	INDICATIVE BUDGET
<b>OPERATING REVENUE</b>	<b>500,884,685</b>	<b>- 9,310,746</b>	<b>491,573,939</b>	<b>532,330,086</b>	<b>567,840,112</b>
<b>OPERATING EXPENDITURE</b>	<b>482,591,946</b>	<b>2,713,478</b>	<b>485,305,424</b>	<b>511,902,781</b>	<b>540,348,819</b>
<b>TRANSFERS - CAPITAL</b>	<b>73,921,000</b>	<b>23,271,483</b>	<b>97,192,483</b>	<b>77,192,784</b>	<b>67,389,708</b>
<b>SURPLUS/(DEFECIT)</b>	<b>92,213,746</b>	<b>11,247,261</b>	<b>103,461,008</b>	<b>94,661,321</b>	<b>103,264,309</b>
<b>CAPITAL EXPENDITURE</b>	<b>95,653,571</b>	<b>17,436,892</b>	<b>113,090,463</b>	<b>96,091,860</b>	<b>93,931,056</b>

The executive summary illustrate original budget; adjustment; adjusted budget and outer years for operating revenue; operating expenditure; transfer capital and capital expenditure. The downward adjustment is due to the ending of traffic fines contract in November 2019.

Table B1 Sum: Adjustment Budget Summary

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Financial Performance</b>						
Property rates	34 727	1 931	1 931	36 658	36 602	38 579
Service charges	101 507	1 349	1 349	102 856	106 988	112 766
Investment revenue	2 946	300	300	3 246	3 105	3 272
Transfers recognised - operational	272 618	–	–	272 618	291 737	314 255
Other own revenue	89 087	(12 891)	(12 891)	76 196	93 898	98 968
<b>contributions)</b>	<b>500 885</b>	<b>(9 311)</b>	<b>(9 311)</b>	<b>491 574</b>	<b>532 330</b>	<b>567 840</b>
Employee costs	147 530	(4 866)	(4 866)	142 665	157 231	165 566
Remuneration of councillors	25 554	(486)	(486)	25 068	27 266	28 093
Depreciation & asset impairment	58 621	(3 791)	(3 791)	54 830	61 786	63 036
Finance charges	2 505	–	–	2 505	1 141	53
Materials and bulk purchases	94 532	10 267	10 267	104 798	107 730	122 682
Transfers and grants	3 740	(400)	(400)	3 340	3 942	4 155
Other expenditure	150 110	1 989	1 989	152 099	152 806	156 763
<b>Total Expenditure</b>	<b>482 592</b>	<b>2 713</b>	<b>2 713</b>	<b>485 305</b>	<b>511 903</b>	<b>540 349</b>
<b>Surplus/(Deficit)</b>	<b>18 293</b>	<b>(12 024)</b>	<b>(12 024)</b>	<b>6 269</b>	<b>20 427</b>	<b>27 491</b>
Transfers recognised - capital	73 921	1 500	1 500	75 421	74 234	75 773
Contributions recognised - capital & contributed assets	–	21 771	21 771	21 771	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>
<b>Capital expenditure &amp; funds sources</b>						
<b>Capital expenditure</b>	95 654	17 437	17 437	113 090	96 042	96 503
Transfers recognised - capital	73 921	23 271	23 271	97 192	77 193	67 390
Borrowing	–	–	–	–	–	–
Internally generated funds	21 733	(5 835)	(5 835)	15 898	18 899	26 541
<b>Total sources of capital funds</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 092</b>	<b>93 931</b>
<b>Financial position</b>						
Total current assets	115 014	5 374	5 374	120 389	131 173	160 431
Total non current assets	1 123 066	85 023	85 023	1 208 089	1 161 175	1 197 659
Total current liabilities	81 128	6 843	6 843	87 971	87 796	74 484
Total non current liabilities	103 696	(181)	(181)	103 514	93 460	93 708
<b>Community wealth/Equity</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>
<b>Cash flows</b>						
Net cash from (used) operating	102 851	959	959	103 810	102 842	106 210
Net cash from (used) investing	(88 001)	(13 310)	(13 310)	(101 311)	(89 158)	(88 783)
Net cash from (used) financing	(10 086)	108	108	(9 978)	(11 330)	(2 789)
<b>Cash/cash equivalents at the year end</b>	<b>29 037</b>	<b>(12 340)</b>	<b>(12 340)</b>	<b>16 697</b>	<b>40 072</b>	<b>45 959</b>
<b>Cash backing/surplus reconciliation</b>						
Cash and investments available	29 037	(12 340)	(12 340)	16 697	31 320	45 944
Application of cash and investments	20 090	(9 197)	(9 197)	10 893	18 155	5 451
<b>Balance - surplus (shortfall)</b>	<b>8 947</b>	<b>(3 142)</b>	<b>(3 142)</b>	<b>5 804</b>	<b>13 165</b>	<b>40 493</b>
<b>Asset Management</b>						
Asset register summary (WDV)	1 055 851	79 996	79 996	1 135 847	1 093 190	1 128 904
Depreciation & asset impairment	53 842	988	988	54 830	61 786	63 036
Renewal and Upgrading of Existing Assets	41 485	26 395	26 395	67 879	57 147	40 887
Repairs and Maintenance	10 617	1 187	1 187	11 804	27 262	10 182
<b>Free services</b>						
Cost of Free Basic Services provided	1 245	1 552	3 025	3 026	–	–
Revenue cost of free services provided	9 586	–	–	9 586	10 104	10 649
<b>Households below minimum service level</b>						
Water:	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–
Energy:	3	–	–	3	–	–
Refuse:	54	–	–	54	–	–

**The above B1 Sum table summarizes the impact of adjustment budget on the approved annual budget.**

The impact of adjustment budget on the approved annual budget is as follows:

### **Operating revenue**

For the municipality to continue improving the quality of services provided to its communities it needs to generate the required revenue and as a result, strong revenue management and stringent expenditure management are fundamental to the financial sustainability of the municipality. The reality is that the municipality is faced with developmental backlogs and growing debt book that negatively affects cash flow position of the municipality. The actual revenue received for the period July 2019 to December 2019 and the audited 2018/19 financial results were used as departure point to determine whether the original revenue budget need to be adjusted and whether it can be achieved. Where this was found not to be the case, an adjustment was made to the revenue budget for the 2019/20 financial period to ensure a true reflection of the actual amounts to be received.

Total operating revenue budget decreases as a result traffic fine as a result of speed cameras contract having ceased to be active. Although increase in revenue for other line items as evident in B4 have been factored in, traffic fines revenue reduction remains major.

- **Property rates** – this revenue line item has increased from R34, 727 million to R36, 658 million and an increase is as a result of the actual revenue billed thus far
- **Services charges (Electricity)** – the upwards adjustment from R92, 957 million to R94, 306 million is based on the actual performance and that the municipality energized new area called Masakaneng and obtained the license to operate in the area hence an increased in service charge electricity.
- **Services charges (Refuse)** – there is no adjustment on this line item
- **Investment revenue** – The municipality is investing as intended based on the actual performance and the municipality will be receiving interest on Eskom deposit; which is expected to be received towards the end of ESKOM financial year. The municipality will process the interest at year-end.
- **Transfer recognized operational** – No adjustment
- **Other own revenue**
  - **Traffic fines** – a reduction is due to the ending of traffic fines speed cameras contract in November 2019. The tender was advertised and appointment will be made in March.
  - **Licenses and permits** – An increase is based on the actual performance
  - **Interest earned on outstanding debtors** – An increase is due to the ever increasing municipal debt book
  - **Other revenue** – a reduction is based on the municipal actual performance
  - **Rental of facilities and equipment** – new lease agreements were entered into with the municipality and an increase from 6% to 10% of the basic salary charge is expected for employees renting municipal properties.

## Operating expenditure

The operational expenditure budget increases due to expense relating to Special Investigation Unit (SIU) and settlement of one of the former municipal employee. Addition to the aforementioned expenditure is an increase in contracted services i.e legal services, MPAC programme; security services; business and advisory etc. The aim was to request Treasury to pay SIU on behalf of the municipality however the feedback was negative.

- **Employee cost** – reduction is based on the actual performance and that filling of vacant post are delayed to next financial year with an exception of critical positions i.e Manager internal audit; manager revenue; PMU technician
- **Remuneration of councilors** – a slight decrease is also based on municipal actual performance and further taking into account the upper limit increase of 4%. Our projection during annual budget was based on CPI which is more than 4%.
- **Depreciation and assets impairment** – a reduction is based on reclassification of property plant and equipment to investment property identified by Auditor General. The reclassification of the investment property causes the reduction in the depreciation amount as there is no depreciation on investment property
- **Finance charges** – No adjustment
- **Material and bulk purchases** - increase is based on the actual performance and is also linked an increase in revenue due to
- **Transfer and grants** - decrease is based on the actual performance and a reduction was only made on Free Basic Electricity. There is no adjustment on retirement benefit and external bursaries.
- **Other expenditure**
  - **Contracted services** - An increase is based on actual performance and unforeseen expense relating to Special Investigation Unit (SIU) and settlement of one of the former municipal employee and other line items i.e legal services, MPAC programme; security services; business and advisory etc. The accounting officer have an agreement with services providers to stop/limit their services with the municipality in the light of bettering financial position of the municipality.
  - **Debt impairment** – decreased due to a decrease in traffic fine revenue and methodology suggested by Auditor General based on the variables to calculate debt impairment
  - **Other** - increase is based on the actual performance.

## Capital expenditure

Capital expenditure budget has increased from R95, 654 million to R113, 090 million, reflecting 18% increase due to approved rollovers after taking into account savings and downward adjustment for several projects.

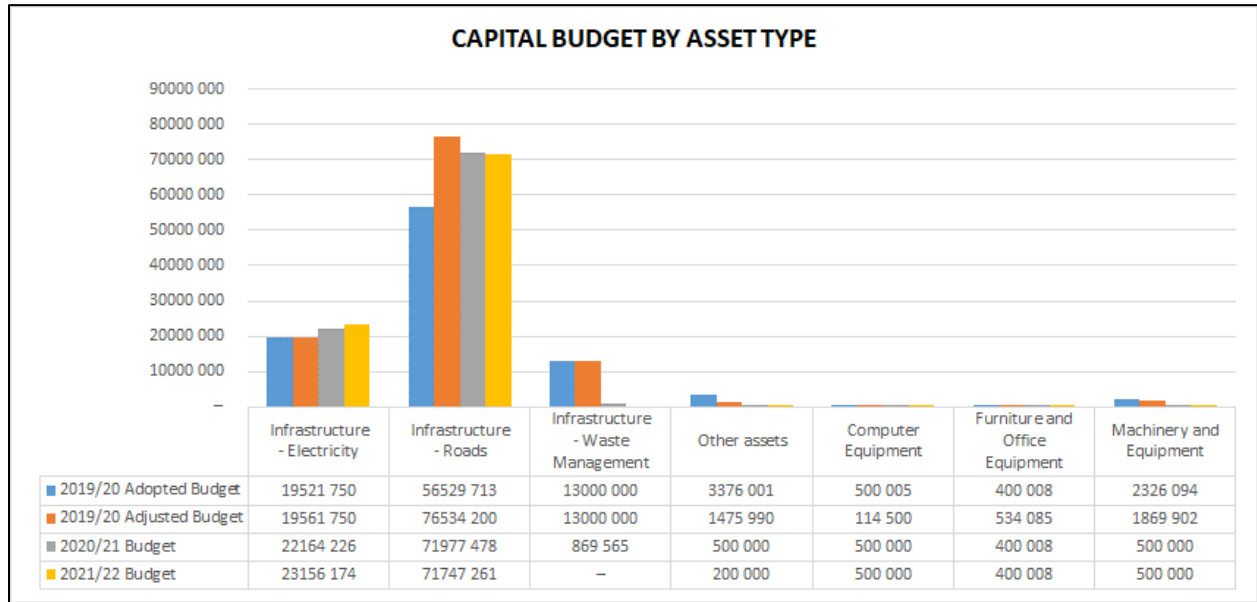


Table B2: Adjustment Budget – Standard Classification

Standard Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue - Functional</b>						
<b>Governance and administration</b>	<b>214 636</b>	<b>2 977</b>	<b>2 977</b>	<b>217 612</b>	<b>232 577</b>	<b>249 921</b>
Executive and council	46 559	-	-	46 559	50 181	54 198
Finance and administration	159 127	2 977	2 977	162 103	172 779	185 365
Internal audit	8 950	-	-	8 950	9 617	10 358
<b>Community and public safety</b>	<b>94 968</b>	<b>(20 209)</b>	<b>(20 209)</b>	<b>74 760</b>	<b>100 530</b>	<b>106 478</b>
Community and social services	9 026	50	50	9 076	9 698	10 443
Sport and recreation	12 092	-	-	12 092	12 993	13 993
Public safety	73 850	(20 259)	(20 259)	53 592	77 838	82 042
<b>Economic and environmental services</b>	<b>117 004</b>	<b>24 582</b>	<b>24 582</b>	<b>141 587</b>	<b>122 837</b>	<b>133 344</b>
Planning and development	21 564	(225)	(225)	21 339	21 533	23 021
Road transport	94 287	24 690	24 690	118 977	100 065	108 989
Environmental protection	1 153	117	117	1 270	1 239	1 334
<b>Trading services</b>	<b>148 197</b>	<b>6 611</b>	<b>6 611</b>	<b>154 808</b>	<b>150 621</b>	<b>153 870</b>
Energy sources	119 623	6 611	6 611	126 234	122 296	125 171
Waste management	28 574	-	-	28 574	28 325	28 698
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Functional</b>	<b>574 806</b>	<b>13 961</b>	<b>13 961</b>	<b>588 767</b>	<b>606 564</b>	<b>643 613</b>
<b>Expenditure - Functional</b>						
<b>Governance and administration</b>	<b>191 834</b>	<b>17 739</b>	<b>17 739</b>	<b>209 573</b>	<b>199 315</b>	<b>206 967</b>
Executive and council	41 658	8 941	8 941	50 599	44 271	48 192
Finance and administration	141 488	10 622	10 622	152 110	145 862	149 357
Internal audit	8 689	(1 825)	(1 825)	6 864	9 182	9 418
<b>Community and public safety</b>	<b>76 535</b>	<b>(17 082)</b>	<b>(17 082)</b>	<b>59 453</b>	<b>81 020</b>	<b>83 622</b>
Community and social services	7 457	(1 876)	(1 876)	5 581	7 946	8 361
Sport and recreation	11 037	(2 087)	(2 087)	8 951	11 719	12 344
Public safety	58 041	(13 119)	(13 119)	44 921	61 355	62 916
<b>Economic and environmental services</b>	<b>87 675</b>	<b>(2 880)</b>	<b>(2 880)</b>	<b>84 795</b>	<b>91 423</b>	<b>94 328</b>
Planning and development	17 147	2 241	2 241	19 388	16 774	15 981
Road transport	69 685	(4 920)	(4 920)	64 766	73 753	77 408
Environmental protection	843	(202)	(202)	641	896	939
<b>Trading services</b>	<b>126 546</b>	<b>4 937</b>	<b>4 937</b>	<b>131 483</b>	<b>140 145</b>	<b>155 432</b>
Energy sources	99 370	5 086	5 086	104 456	112 891	127 212
Waste management	27 177	(150)	(150)	27 027	27 254	28 220
<b>Total Expenditure - Functional</b>	<b>482 591</b>	<b>2 714</b>	<b>2 714</b>	<b>485 304</b>	<b>511 903</b>	<b>540 349</b>
<b>Surplus/ (Deficit) for the year</b>	<b>92 215</b>	<b>11 248</b>	<b>11 248</b>	<b>103 462</b>	<b>94 661</b>	<b>103 264</b>



**Table B3: Adjustment Budget – Municipal Vote**

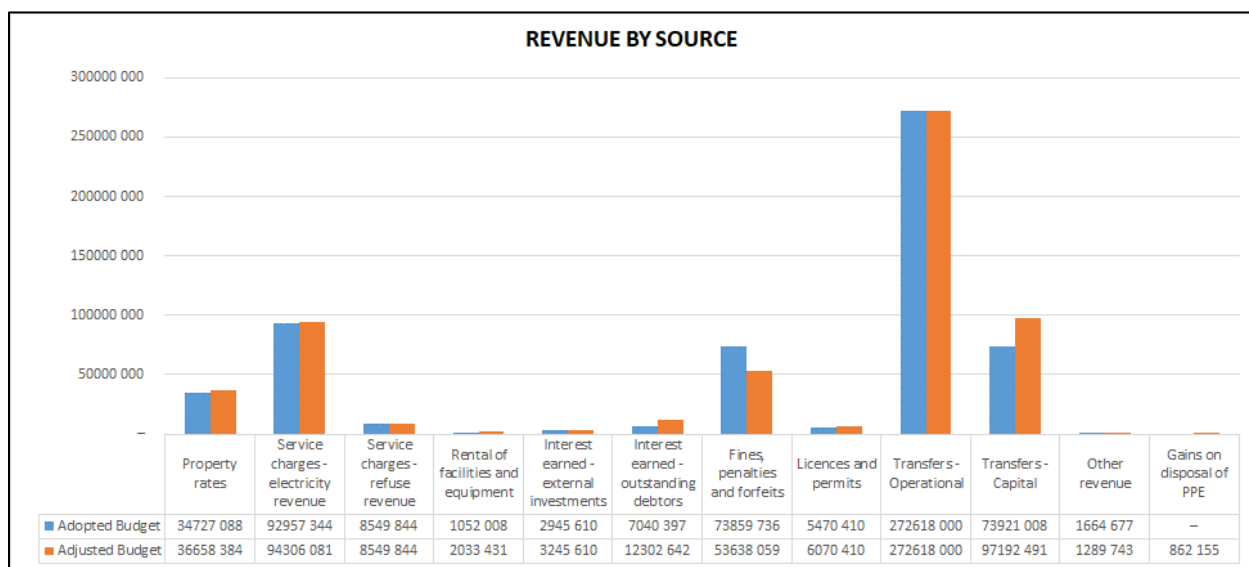
Vote Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue by Vote</b>						
Vote 1 - Executive and Council	41 231	–	–	41 231	44 455	48 031
Vote 2 - Municipal Manager	35 643	–	–	35 643	38 301	41 250
Vote 3 - Budget and Treasury	64 188	2 976	2 976	67 164	68 387	72 707
Vote 4 - Corporate Services	40 227	–	–	40 227	45 599	49 340
Vote 5 - Community Services	132 693	(19 454)	(19 454)	113 238	138 549	146 999
Vote 6 - Technical Services	227 629	30 664	30 664	258 293	237 241	248 804
Vote 7 - Development Planning	14 966	(225)	(225)	14 741	14 443	15 385
Vote 8 - Executive Support	18 229	–	–	18 229	19 588	21 097
<b>Total Revenue by Vote</b>	<b>574 806</b>	<b>13 961</b>	<b>13 961</b>	<b>588 766</b>	<b>606 564</b>	<b>643 613</b>
<b>Expenditure by Vote</b>						
Vote 1 - Executive and Council	36 874	6 434	6 434	43 308	39 197	42 847
Vote 2 - Municipal Manager	35 065	7 622	7 622	42 687	37 067	38 157
Vote 3 - Budget and Treasury	52 917	3 166	3 166	56 083	56 063	58 368
Vote 4 - Corporate Services	36 814	(5 955)	(5 955)	30 858	38 994	39 934
Vote 5 - Community Services	112 427	(18 036)	(18 036)	94 391	117 560	121 617
Vote 6 - Technical Services	181 124	4 107	4 107	185 231	195 377	212 055
Vote 7 - Development Planning	13 185	(187)	(187)	12 998	12 556	11 539
Vote 8 - Executive Support	14 187	5 562	5 562	19 749	15 088	15 831
<b>Total Expenditure by Vote</b>	<b>482 591</b>	<b>2 713</b>	<b>2 713</b>	<b>485 304</b>	<b>511 903</b>	<b>540 349</b>
<b>Surplus/ (Deficit) for the year</b>	<b>92 214</b>	<b>11 248</b>	<b>11 248</b>	<b>103 462</b>	<b>94 661</b>	<b>103 264</b>

The above two tables (Table B2 and B3) summarize present comparison of original budget and adjusted budget for both revenue and operating expenditure. As explained under Table B1, this table also show that the budgeted total revenue has increased from R574, 923 million to R588, 884 million while operating expenditure has increased from R482, 595 million to R485, 305 million. The net effect of the adjusted budget is a surplus of R103, 579 million that took into consideration non-cash item (depreciation and debt impairment) amounting to R98, 335 million. Cognizance should be taken that revenue presented in the above two tables takes into account transfer recognized capital and so it does not balance to operating revenue shown in Table B4.

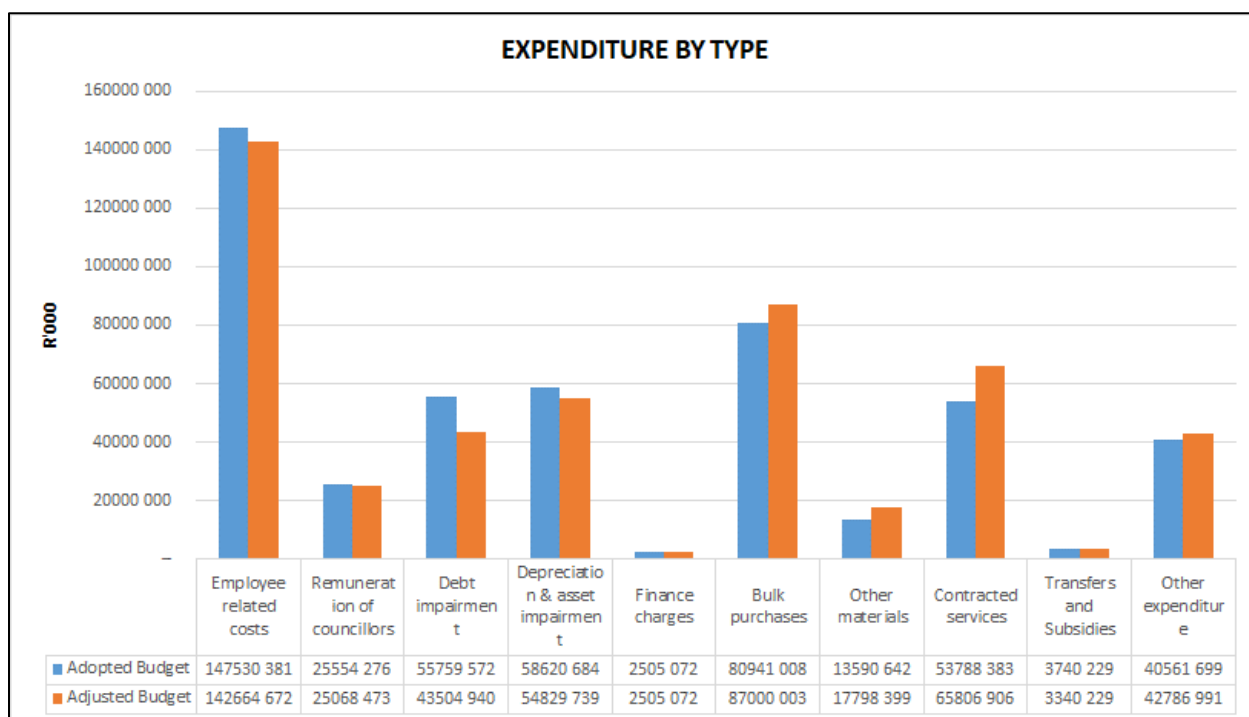
TableB4: Adjustment Budget–Revenue &amp; Expenditure

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue By Source</b>						
Property rates	34 727	1 931	1 931	36 658	36 602	38 579
Service charges - electricity revenue	92 957	1 349	1 349	94 306	97 977	103 268
Service charges - water revenue	–	–	–	–	–	–
Service charges - sanitation revenue	–	–	–	–	–	–
Service charges - refuse revenue	8 550	–	–	8 550	9 011	9 498
Rental of facilities and equipment	1 052	981	981	2 033	1 109	1 169
Interest earned - external investments	2 946	300	300	3 246	3 105	3 272
Interest earned - outstanding debtors	7 040	5 262	5 262	12 303	7 421	7 821
Dividends received	–	–	–	–	–	–
Fines, penalties and forfeits	73 860	(20 222)	(20 222)	53 638	77 848	82 052
Licences and permits	5 470	600	600	6 070	5 766	6 077
Agency services	–	–	–	–	–	–
Transfers and subsidies	272 618	–	–	272 618	291 737	314 255
Other revenue	1 664	(375)	(375)	1 290	1 754	1 849
Gains on disposal of PPE	–	862	862	862	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>500 885</b>	<b>(9 311)</b>	<b>(9 311)</b>	<b>491 574</b>	<b>532 330</b>	<b>567 840</b>
<b>Expenditure By Type</b>						
Employee related costs	147 530	(4 866)	(4 866)	142 665	157 231	165 566
Remuneration of councillors	25 554	(486)	(486)	25 068	27 266	28 093
Debt impairment	55 760	(12 255)	(12 255)	43 505	58 771	59 652
Depreciation & asset impairment	58 621	(3 791)	(3 791)	54 830	61 786	63 036
Finance charges	2 505	–	–	2 505	1 141	53
Bulk purchases	80 941	6 059	6 059	87 000	93 406	107 884
Other materials	13 591	4 208	4 208	17 798	14 324	14 798
Contracted services	53 788	12 019	12 019	65 807	54 841	58 243
Transfers and subsidies	3 740	(400)	(400)	3 340	3 942	4 155
Other expenditure	40 562	2 225	2 225	42 787	39 194	38 868
Loss on disposal of PPE	–	–	–	–	–	–
<b>Total Expenditure</b>	<b>482 592</b>	<b>2 713</b>	<b>2 713</b>	<b>485 305</b>	<b>511 903</b>	<b>540 349</b>
<b>Surplus/(Deficit)</b>	<b>18 293</b>	<b>(12 024)</b>	<b>(12 024)</b>	<b>6 269</b>	<b>20 427</b>	<b>27 491</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	73 921	1 500	1 500	75 421	74 234	75 773
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	21 771	21 771	21 771	–	–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–
<b>Surplus/(Deficit) before taxation</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>
Taxation	–	–	–	–	–	–
<b>Surplus/(Deficit) after taxation</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>
Attributable to minorities	–	–	–	–	–	–
<b>Surplus/(Deficit) attributable to municipality</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>92 214</b>	<b>11 247</b>	<b>11 247</b>	<b>103 461</b>	<b>94 661</b>	<b>103 264</b>

## REVENUE BY SOURCE

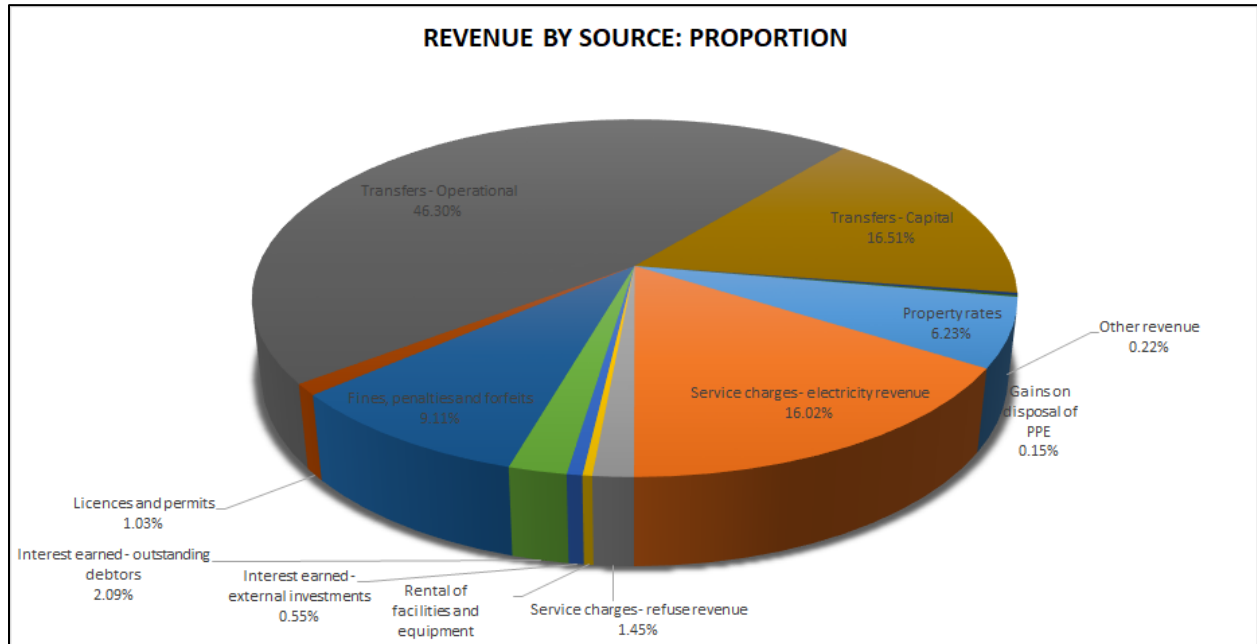


## EXPENDITURE BY TYPE



The above graphs present comparison of original and adjusted budget for revenue (by source) and expenditure (by type) and there are major changes from the main adjustment budget.

## Revenue

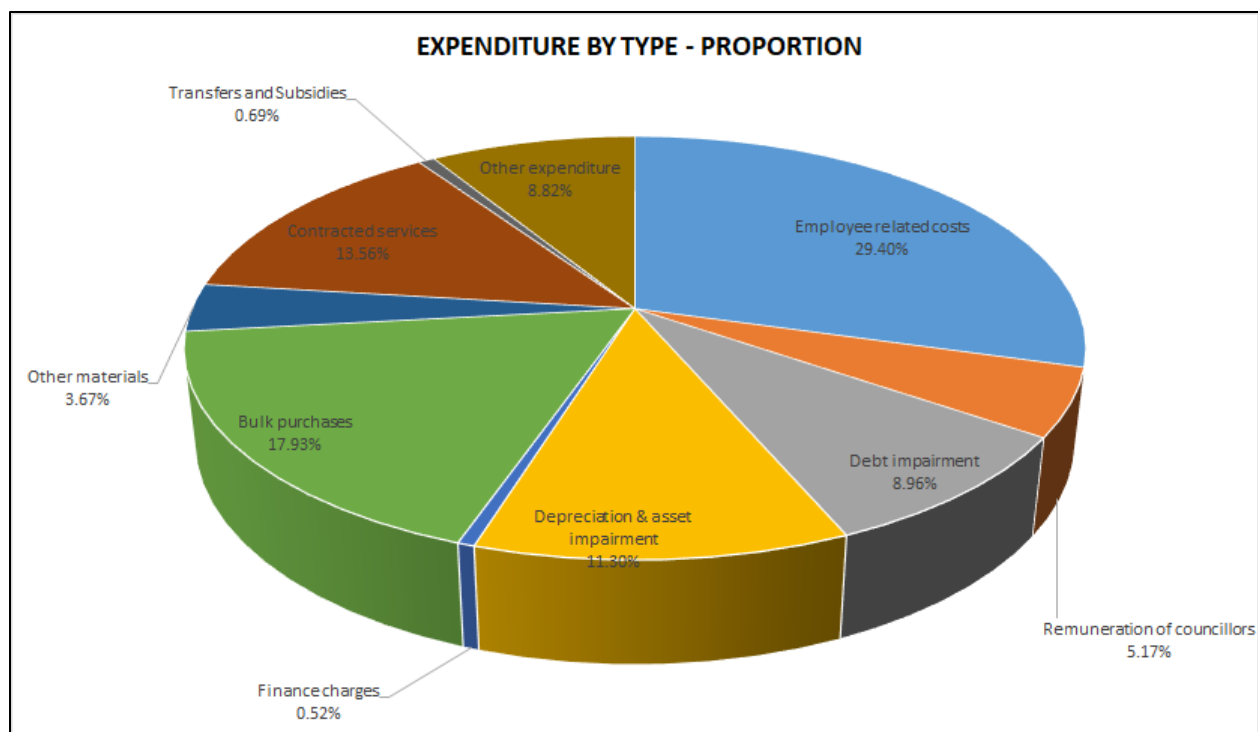


## Revenue

Fines; services charges; property rates and transfer are the major components or revenue types under operating budget.

Below are resultant changes per line item:

- Licenses and permits – Increased to 1.03%
- Transfer operational – No changes
- Transfer capital – Increased to 16.51%
- Service charges electricity – Increased to 16.02%
- Service charges refuse – Increased to 1.45%
- Property rates – Increased to 6.23%
- Fines; penalties and forfeits – Decreased to 9.11%
- Rental of facilities and equipment – Increased to 0.35%
- Interest earned external investment – Increased to 0.55%
- Interest earned outstanding debtors – Increased to 2.09%
- Other revenue – Decreased to 0.22%



## Expenditure

Employee related cost, contracted services; depreciation; debt impairment and bulk purchases are the major components or expenditure types under operating budget.

The operational expenditure proportions changed from those of the main budget, the change is a result of actual performance, and reason already alluded in table B1.

Below are resultant changes per line item:

- Bulk purchases – Increased to 17.95%
- Employee related cost – Decreased 29.40%
- Depreciation and asset impairment – Decreased to 11.30%
- Other materials – Increased to 3.67%
- Remuneration of councilors – Decreased to 5.17%
- Contracted services – Increased to 13.56%
- Other expenditure – Increased to 8.82%
- Transfers and subsidies – Decreased to 0.69%
- Finance charges – No changes
- Debt impairment – Decreased to 8.96%

Table B5: Adjustment Capital Budget – vote and funding

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Capital Expenditure - Functional</b>						
<b><i>Governance and administration</i></b>	<b>900</b>	<b>(785)</b>	<b>(785)</b>	<b>115</b>	<b>1 900</b>	<b>1 600</b>
Executive and council	-	-	-	-	-	-
Finance and administration	900	(785)	(785)	115	1 900	1 600
Internal audit	-	-	-	-	-	-
<b><i>Community and public safety</i></b>	<b>500</b>	<b>(500)</b>	<b>(500)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Community and social services	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-
Public safety	500	(500)	(500)	-	-	-
Housing	-	-	-	-	-	-
Health	-	-	-	-	-	-
<b><i>Economic and environmental services</i></b>	<b>72 906</b>	<b>19 004</b>	<b>19 004</b>	<b>91 910</b>	<b>73 674</b>	<b>71 436</b>
Planning and development	-	-	-	-	-	-
Road transport	72 906	19 004	19 004	91 910	73 674	71 436
Environmental protection	-	-	-	-	-	-
<b><i>Trading services</i></b>	<b>21 348</b>	<b>(282)</b>	<b>(282)</b>	<b>21 066</b>	<b>20 517</b>	<b>20 895</b>
Energy sources	19 522	40	40	19 562	19 648	20 895
Water management	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-
Waste management	1 826	(322)	(322)	1 504	870	-
<b><i>Other</i></b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 092</b>	<b>93 931</b>
<b>Funded by:</b>						
National Government	73 921	1 500	1 500	75 421	77 193	67 390
Provincial Government	-	21 771	21 771	21 771	-	-
District Municipality	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>73 921</b>	<b>23 271</b>	<b>23 271</b>	<b>97 192</b>	<b>77 193</b>	<b>67 390</b>
<b>Borrowing</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Internally generated funds</b>	<b>21 733</b>	<b>(5 835)</b>	<b>(5 835)</b>	<b>15 898</b>	<b>18 899</b>	<b>26 541</b>
<b>Total Capital Funding</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 092</b>	<b>93 931</b>

Capital expenditure budget has increased from R95, 654 million to R113, 090 million, reflecting 18% increase due to approved rollovers. The increase emanates from R1, 500 million Municipal Infrastructure Grant (MIG) roll over approved by National Treasury; unspent portion of the Mining Town grant from COGHSTA amounting to R21, 771 million.

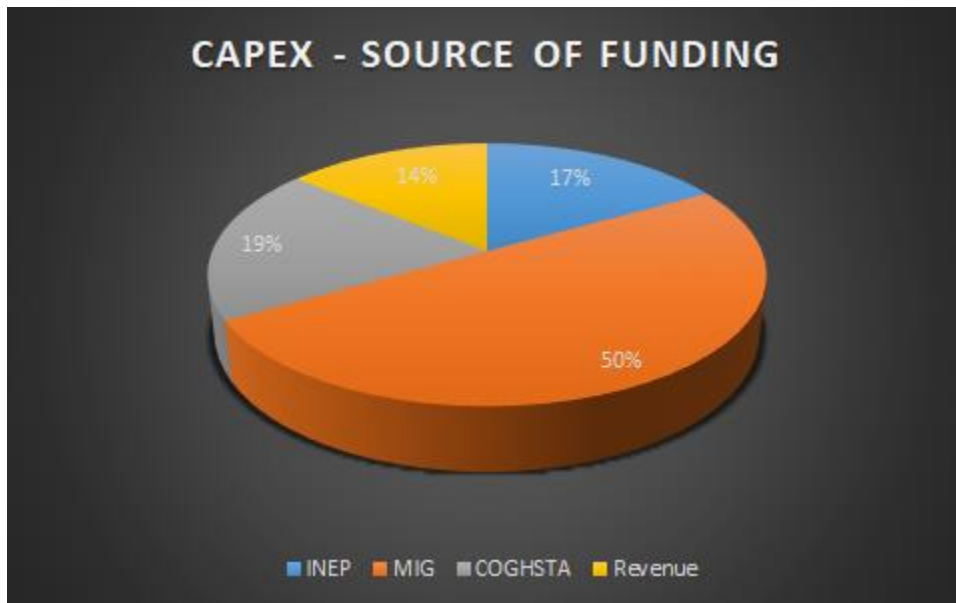
Internally funded projects budget decreased from R21, 733 million to R15, 898 and is because of savings and reduction in budget for internally funded projects. Below are the list of internally funded projects that had a downward impact on adjustment budget:

- Culverts and Road signs
- Motetema Internal Streets
- Computer Equipment
- Trailers
- Bin lifter (compatible with self-compressed containers)
- Lawn mowers and other
- Tractor trailer and slasher
- Twenty skip bins
- Aircones
- Machinery and Equipment
- Mobile office
- Development of workshop

**Table B5B: Adjustment Capital Budget – by Vote**

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Capital expenditure - Vote</b>						
<b>Multi-year expenditure to be adjusted</b>						
Vote 1 - Executive and Council	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-
Vote 3 - Budget and Treasury	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-
Vote 5 - Community Services	-	-	-	-	-	-
Vote 6 - Technical Services	50 583	2 012	2 012	52 595	67 428	64 474
Vote 7 - Development Planning	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	<b>50 583</b>	<b>2 012</b>	<b>2 012</b>	<b>52 595</b>	<b>67 428</b>	<b>64 474</b>
<b>Single-year expenditure to be adjusted</b>						
Vote 1 - Executive and Council	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-
Vote 3 - Budget and Treasury	-	-	-	-	-	-
Vote 4 - Corporate Services	900	(386)	(386)	515	900	900
Vote 5 - Community Services	2 326	(822)	(822)	1 504	-	-
Vote 6 - Technical Services	41 845	16 632	16 632	58 477	27 714	31 130
Vote 7 - Development Planning	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>	<b>45 071</b>	<b>15 425</b>	<b>15 425</b>	<b>60 496</b>	<b>28 614</b>	<b>32 030</b>
<b>Total Capital Expenditure - Vote</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 042</b>	<b>96 503</b>

### Capital Expenditure: Sources of funding



The above graph reflects the funding proportion for capital expenditure budget after adjustment budget. The sources of funding for capital budget are as follows:

- Municipal Infrastructure Grant 50%
- Integrated National Electrification Programme Grant 19%
- Internally Generated Revenue 14%
- CoGHSTA/Mining Town 17%



Table B6: Adjustment Budget - Financial Position

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>ASSETS</b>						
<b>Current assets</b>						
Cash	4 882	11 815	11 815	16 697	9 904	15 000
Call investment deposits	24 155	(24 155)	(24 155)	(0)	21 417	30 944
Consumer debtors	41 950	6 995	6 995	48 945	48 499	54 834
Other debtors	40 727	9 010	9 010	49 737	48 203	56 333
Current portion of long-term receivables	–	–	–	–	–	–
Inventory	3 300	1 709	1 709	5 009	3 150	3 320
<b>Total current assets</b>	<b>115 014</b>	<b>5 374</b>	<b>5 374</b>	<b>120 389</b>	<b>131 173</b>	<b>160 431</b>
<b>Non current assets</b>						
Long-term receivables	–	–	–	–	–	–
Investments	–	–	–	–	–	–
Investment property	53 739	4 501	4 501	58 240	53 739	53 739
Investment in Associate	–	–	–	–	–	–
Property, plant and equipment	1 055 765	80 043	80 043	1 135 808	1 093 104	1 128 819
Biological	–	–	–	–	–	–
Intangible	85	(47)	(47)	39	85	85
Other non-current assets	13 476	526	526	14 002	14 246	15 016
<b>Total non current assets</b>	<b>1 123 066</b>	<b>85 023</b>	<b>85 023</b>	<b>1 208 089</b>	<b>1 161 175</b>	<b>1 197 659</b>
<b>TOTAL ASSETS</b>	<b>1 238 080</b>	<b>90 398</b>	<b>90 398</b>	<b>1 328 478</b>	<b>1 292 347</b>	<b>1 358 090</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft	–	–	–	–	–	–
Borrowing	9 686	1 856	1 856	11 542	11 050	2 504
Consumer deposits	4 860	570	570	5 430	4 510	4 210
Trade and other payables	60 924	3 568	3 568	64 491	66 536	61 970
Provisions	5 658	850	850	6 508	5 700	5 800
<b>Total current liabilities</b>	<b>81 128</b>	<b>6 843</b>	<b>6 843</b>	<b>87 971</b>	<b>87 796</b>	<b>74 484</b>
<b>Non current liabilities</b>						
Borrowing	13 554	(85)	(85)	13 469	2 504	–
Provisions	90 142	(96)	(96)	90 046	90 956	93 708
<b>Total non current liabilities</b>	<b>103 696</b>	<b>(181)</b>	<b>(181)</b>	<b>103 514</b>	<b>93 460</b>	<b>93 708</b>
<b>TOTAL LIABILITIES</b>	<b>184 824</b>	<b>6 662</b>	<b>6 662</b>	<b>191 485</b>	<b>181 256</b>	<b>168 192</b>
<b>NET ASSETS</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
<b>Accumulated Surplus/(Deficit)</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>
Reserves	–	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>

Table B6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (previously known as balance sheet).

This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version, which presents Assets less Liabilities as “Accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

Table B6 is supported by an extensive table of notes (supporting table SB2) that provide detailed analysis of the major components of a number of items, including:

- Call investments deposits;
- Consumer debtors;
- Property, plant and equipment;
- Trade and other payables;
- Provisions non-current;
- Changes in net assets; and
- Reserves.

The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an example, the collection rate assumption will impact on the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact on the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition, the funding compliance assessment is informed directly by forecasting the statement of financial position.

Original budget amount were exclusive of audited opening balances; the adjustment takes into account audited opening balances in the view of reporting with correcting figure. Investment under non-current assets relates to the deposit the municipality made to Eskom for electricity licenses to operate in the community and does not form part of cash and cash equivalent as the NT chart does not have provision for other non-current assets for this kind of investment except heritage assets. Since it causes confusion, the municipality decided to move it from investment to other non-current asset. We are in the process of requesting Treasury to add a segment on the chart.

Table B7: Adjustment Budget – Cash Flows

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>						
<b>Receipts</b>						
Property rates	21 878	7 732	7 732	29 610	27 452	28 934
Service charges	91 398	1 383	1 383	92 781	90 816	95 720
Other revenue	17 441	(7 615)	(7 615)	9 827	18 361	19 353
Government - operating	272 618	–	–	272 618	291 737	314 255
Government - capital	73 921	–	–	73 921	74 234	75 773
Interest	3 861	(570)	(570)	3 291	4 589	4 837
Dividends	–	–	–	–	–	–
<b>Payments</b>						
Suppliers and employees	(372 021)	(371)	(371)	(372 392)	(399 263)	(428 452)
Finance charges	(2 505)	–	–	(2 505)	(1 141)	(53)
Transfers and Grants	(3 740)	400	400	(3 340)	(3 942)	(4 155)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>102 851</b>	<b>959</b>	<b>959</b>	<b>103 810</b>	<b>102 842</b>	<b>106 210</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
<b>Receipts</b>						
Proceeds on disposal of PPE	–	1 862	1 862	1 862	–	–
Decrease (Increase) in non-current debtors	–	–	–	–	–	–
Decrease (increase) other non-current receivables	–	–	–	–	–	–
Decrease (increase) in non-current investments	–	–	–	–	–	–
<b>Payments</b>						
Capital assets	(88 001)	(15 172)	(15 172)	(103 174)	(89 158)	(88 783)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(88 001)</b>	<b>(13 310)</b>	<b>(13 310)</b>	<b>(101 311)</b>	<b>(89 158)</b>	<b>(88 783)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>						
<b>Receipts</b>						
Short term loans	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–
Increase (decrease) in consumer deposits	(400)	47	47	(354)	(350)	(300)
<b>Payments</b>						
Repayment of borrowing	(9 686)	62	62	(9 624)	(10 980)	(2 489)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(10 086)</b>	<b>108</b>	<b>108</b>	<b>(9 978)</b>	<b>(11 330)</b>	<b>(2 789)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>4 764</b>	<b>(12 243)</b>	<b>(12 243)</b>	<b>(7 479)</b>	<b>2 353</b>	<b>14 639</b>
Cash/cash equivalents at the year begin:	24 273	(96)	(96)	24 177	37 719	31 320
Cash/cash equivalents at the year end:	29 037	(12 340)	(12 340)	16 697	40 072	45 959

The budgeted cash flow statement is the first measurement in determining if the budget is funded. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget. The cash and cash equivalents increases because of healthy increase in operational activities due to implementations of various interventions, i.e. extensive debt collection drive, cost containment measures etc. The 2019/20 MTREF has been informed by the planning principle of ensuring adequate cash generation

over the medium-term. Cash and cash equivalents at year-end totals to R24, 177 million and at the beginning of the 2018/19 financial year the municipality had a positive opening balance of R6, 225 million. Part of material and supplies are already purchased and located in stores and are classified as non-cash items.

**Table B8: Adjustment Budget – Cash Backed Reserves**

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Cash and investments available</b>						
Cash/cash equivalents at the year end	29 037	(12 340)	(12 340)	16 697	40 072	45 959
Other current investments > 90 days	0	(0)	(0)	(0)	(8 752)	(15)
Non current assets - Investments	-	-	-	-	-	-
<b>Cash and investments available:</b>	<b>29 037</b>	<b>(12 340)</b>	<b>(12 340)</b>	<b>16 697</b>	<b>31 320</b>	<b>45 944</b>
<b>Applications of cash and investments</b>						
Unspent conditional transfers	-	-	-	-	-	-
Unspent borrowing	-	-	-	-	-	-
Statutory requirements	1 473	-	-	1 473	1 552	1 636
Other working capital requirements	12 959	(9 197)	(9 197)	3 762	10 903	(1 985)
Other provisions	5 658	-	-	5 658	5 700	5 800
Long term investments committed	-	-	-	-	-	-
Reserves to be backed by cash/investments	-	-	-	-	-	-
<b>Total Application of cash and investments:</b>	<b>20 090</b>	<b>(9 197)</b>	<b>(9 197)</b>	<b>10 893</b>	<b>18 155</b>	<b>5 451</b>
<b>Surplus(shortfall)</b>	<b>8 947</b>	<b>(3 142)</b>	<b>(3 142)</b>	<b>5 804</b>	<b>13 165</b>	<b>40 493</b>

The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".

The end objective of the medium-term framework is to ensure the budget is funded aligned to section 18 of the MFMA. As part of the budgeting and planning guidelines that informed the compilation of the 2019/20 MTREF together with this adjustment budget and considering the requirements of section 18 of the MFMA, it can be concluded that the 2019/20 Adjustment Budget is funded due to the cash surplus as opposed to a deficit. The municipality anticipate to spent hundred percent on grants hence no provision for unspent portion

Table B9: Adjustment Budget – Asset Management

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>CAPITAL EXPENDITURE</b>						
<b>Total New Assets to be adjusted</b>	54 169	(8 958)	(8 958)	45 211	38 945	53 044
Roads Infrastructure	30 521	(8 750)	(8 750)	21 771	20 006	34 897
Electrical Infrastructure	19 522	40	40	19 562	17 039	16 547
Infrastructure	50 043	(8 710)	(8 710)	41 333	37 045	51 444
Operational Buildings	900	576	576	1 476	500	200
Housing	–	–	–	–	–	–
Other Assets	900	576	576	1 476	500	200
Computer Equipment	500	(386)	(386)	115	500	500
Furniture and Office Equipment	400	134	134	534	400	400
Machinery and Equipment	2 326	(572)	(572)	1 754	500	500
<b>Total Renewal of Existing Assets to be adjusted</b>	<b>23 813</b>	<b>42 605</b>	<b>42 605</b>	<b>66 417</b>	<b>38 615</b>	<b>26 422</b>
Roads Infrastructure	22 074	44 344	44 344	66 417	38 615	26 422
Electrical Infrastructure	1 739	(1 739)	(1 739)	(0)	–	–
Infrastructure	23 813	42 605	42 605	66 417	38 615	26 422
<b>Total Upgrading of Existing Assets to be adjusted</b>	<b>17 672</b>	<b>(16 210)</b>	<b>(16 210)</b>	<b>1 462</b>	<b>18 532</b>	<b>14 465</b>
Roads Infrastructure	15 196	(13 850)	(13 850)	1 346	15 923	12 690
Electrical Infrastructure	–	–	–	–	1 739	1 775
Solid Waste Infrastructure	–	–	–	–	870	–
Infrastructure	15 196	(13 850)	(13 850)	1 346	18 532	14 465
Operational Buildings	2 476	(2 476)	(2 476)	–	–	–
Other Assets	2 476	(2 476)	(2 476)	–	–	–
Machinery and Equipment	–	116	116	116	–	–
<b>Total Capital Expenditure to be adjusted</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 092</b>	<b>93 931</b>
Roads Infrastructure	67 791	21 744	21 744	89 534	74 544	74 008
Electrical Infrastructure	21 261	(1 699)	(1 699)	19 562	18 778	18 323
Solid Waste Infrastructure	–	–	–	–	870	–
Infrastructure	89 051	20 045	20 045	109 096	94 192	92 331
Operational Buildings	3 376	(1 900)	(1 900)	1 476	500	200
Other Assets	3 376	(1 900)	(1 900)	1 476	500	200
Computer Equipment	500	(386)	(386)	115	500	500
Furniture and Office Equipment	400	134	134	534	400	400
Machinery and Equipment	2 326	(456)	(456)	1 870	500	500
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	<b>95 654</b>	<b>17 437</b>	<b>17 437</b>	<b>113 090</b>	<b>96 092</b>	<b>93 931</b>
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>1 055 851</b>	<b>79 996</b>	<b>79 996</b>	<b>1 135 847</b>	<b>1 093 190</b>	<b>1 128 904</b>
Roads Infrastructure	702 410	(65 243)	(65 243)	637 168	732 681	761 185
Electrical Infrastructure	63 658	(9 003)	(9 003)	54 655	64 931	66 230
Solid Waste Infrastructure	15 693	(3 491)	(3 491)	12 202	16 007	16 327
Infrastructure	781 762	(77 737)	(77 737)	704 025	813 619	843 742
Community Assets	187 691	(96 586)	(96 586)	91 105	191 445	195 274
Heritage Assets	–	463	463	463	–	–
Investment properties	–	58 240	58 240	58 240	–	–
Other Assets	–	70 273	70 273	70 273	–	–
Intangible Assets	291	(251)	(251)	39	296	302
Computer Equipment	5 006	(1 360)	(1 360)	3 646	5 106	5 208
Furniture and Office Equipment	29 144	(27 308)	(27 308)	1 836	29 727	30 322
Machinery and Equipment	42 298	(13 393)	(13 393)	28 904	43 144	44 007
Transport Assets	9 659	(8 961)	(8 961)	698	9 853	10 050
Land	–	176 616	176 616	176 616	–	–
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>1 055 851</b>	<b>79 996</b>	<b>79 996</b>	<b>1 135 847</b>	<b>1 093 190</b>	<b>1 128 904</b>
<b>EXPENDITURE OTHER ITEMS</b>						
Depreciation & asset impairment	53 842	988	988	54 830	61 786	63 036
Repairs and Maintenance by asset class	10 617	1 187	1 187	11 804	27 262	10 182
Roads Infrastructure	2 000	767	767	2 767	6 556	1 922
Electrical Infrastructure	1 052	1 000	1 000	2 052	4 445	1 169
Solid Waste Infrastructure	3 704	(3 704)	(3 704)	–	–	–
Infrastructure	6 756	(1 937)	(1 937)	4 819	11 001	3 091
Operational Buildings	1 052	(1 052)	(1 052)	–	–	–
Other Assets	1 052	(1 052)	(1 052)	–	–	–
Machinery and Equipment	1 757	5 228	5 228	6 985	16 261	7 091
Transport Assets	1 052	(1 052)	(1 052)	–	–	–
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	<b>64 459</b>	<b>2 175</b>	<b>2 175</b>	<b>66 634</b>	<b>89 048</b>	<b>73 218</b>
Renewal and upgrading of Existing Assets as % of total capex	43%			60%	59%	44%
Renewal and upgrading of Existing Assets as % of deprecn*	77%			124%	92%	65%
R&M as a % of PPE	1%			1%	2%	1%
Renewal and upgrading and R&M as a % of PPE	5%			7%	8%	5%

Table B10: Adjustment Budget – Basic Service Delivery Measurement

Description	Budget Year 2019/20							Budget Year +1	Budget Year +2
	Original Budget	Prior Adjusted	Accum. Funds	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Household service targets</b>									
<b>Energy:</b>									
Electricity (at least min. service level)	69	-	-	-	-	-	69	-	-
Electricity - prepaid (> min.service level)		-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total	69	-	-	-	-	-	69	-	-
Electricity (< min.service level)		-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-
Other energy sources	3	-	-	-	-	-	3	-	-
Below Minimum Servic Level sub-total	3	-	-	-	-	-	3	-	-
Total number of households	73	-	-	-	-	-	73	-	-
<b>Refuse:</b>									
Removed at least once a week (min.service)	12	-	-	-	-	-	12	-	-
Minimum Service Level and Above sub-total	12	-	-	-	-	-	12	-	-
Removed less frequently than once a week	0	-	-	-	-	-	0	-	-
Using communal refuse dump	2	-	-	-	-	-	2	-	-
Using own refuse dump	43	-	-	-	-	-	43	-	-
Other rubbish disposal	1	-	-	-	-	-	1	-	-
No rubbish disposal	9	-	-	-	-	-	9	-	-
Below Minimum Servic Level sub-total	54	-	-	-	-	-	54	-	-
<b>Total number of households</b>	<b>66</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>66</b>	<b>-</b>	<b>-</b>
Households receiving Free Basic Service									
Electricity/other energy (50kwh per household per month)	1 473	-	-	-	-	-	0	-	-
Refuse (removed at least once a week)	-	-	-	-	-	-	-	-	-
<b>Cost of Free Basic Services provided (R'000)</b>									
Electricity/other energy (50kwh per indigent household per month)	-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)	-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)	1 245	1	-	1 473	1 552	3 025	3 026	-	-
<b>Total cost of FBS provided</b>	<b>1 245</b>	<b>1</b>	<b>-</b>	<b>1 473</b>	<b>1 552</b>	<b>3 025</b>	<b>3 026</b>	<b>-</b>	<b>-</b>
Highest level of free service provided									
Property rates (R'000 value threshold)	30	-	-	-	-	-	30	-	-
Electricity (kw per household per month)	0	-	-	-	-	-	0	-	-
Refuse (average litres per week)	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided (R'000)	-	-	-	-	-	-	-	-	-
Property rates (tariff adjustment) ( impermissible values per section 17 of MPRA)	-	-	-	-	-	-	-	-	-
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)	9 586	-	-	-	-	-	9 586	10 104	10 649
Electricity/other energy (in excess of 50 kwh per indigent household per month)	-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates	-	-	-	-	-	-	-	-	-
Housing - top structure subsidies	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total revenue cost of subsidised services provided</b>	<b>9 586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 586</b>	<b>10 104</b>	<b>10 649</b>

## PART 2 – SUPPORTING DOCUMENTATION

Table SB 1: Adjustment Budget – Budgeted Financial Performance

Description	Budget Year 2019/20				Budget Year +1	Budget Year +2
	Original Budget	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>REVENUE ITEMS</b>						
<b>Property rates</b>						
Total Property Rates	44 313	1 931	1 931	46 244	46 706	49 228
less Revenue Foregone	9 586	–	–	9 586	10 104	10 649
<b>Net Property Rates</b>	<b>34 727</b>	<b>1 931</b>	<b>1 931</b>	<b>36 658</b>	<b>36 602</b>	<b>38 579</b>
<b>Service charges - electricity revenue</b>						
Total Service charges - electricity revenue	92 957	1 349	1 349	94 306	97 977	103 268
less Revenue Foregone (in excess of 50 kwh per indigent household per month)	–	–	–	–	–	–
less Cost of Free Basis Services (50 kwh per indigent household per month)	–	–	–	–	–	–
<b>Net Service charges - electricity revenue</b>	<b>92 957</b>	<b>1 349</b>	<b>1 349</b>	<b>94 306</b>	<b>97 977</b>	<b>103 268</b>
<b>Service charges - refuse revenue</b>						
Total refuse removal revenue	–	–	–	–	–	–
Total landfill revenue	8 550	–	–	8 550	9 011	9 498
less Revenue Foregone (in excess of one removal a week to indigent households)	–	–	–	–	–	–
less Cost of Free Basis Services (removed once a week to indigent households)	–	–	–	–	–	–
<b>Net Service charges - refuse revenue</b>	<b>8 550</b>	<b>–</b>	<b>–</b>	<b>8 550</b>	<b>9 011</b>	<b>9 498</b>
<b>Other Revenue By Source</b>						
List other revenue by source	–	–	–	–	–	–
Fuel levy	–	–	–	–	–	–
Other revenue	1 664	(375)	(375)	1 290	1 754	1 849
<b>Total 'Other' Revenue</b>	<b>1 664</b>	<b>(375)</b>	<b>(375)</b>	<b>1 290</b>	<b>1 754</b>	<b>1 849</b>
<b>EXPENDITURE ITEMS</b>						
<b>Employee related costs</b>						
Basic Salaries and Wages	118 387	(1 604)	(1 604)	116 783	126 148	132 835
Pension and UIF Contributions	691	(899)	(899)	(209)	737	776
Medical Aid Contributions	4 721	685	685	5 407	5 035	5 302
Overtime	1 948	–	–	1 948	2 078	2 188
Performance Bonus	7 551	(564)	(564)	6 987	8 053	8 480
Motor Vehicle Allowance	11 571	(721)	(721)	10 850	12 341	12 995
Cellphone Allowance	–	353	353	353	–	–
Housing Allowances	204	(29)	(29)	174	217	229
Other benefits and allowances	–	(576)	(576)	(576)	–	–
Payments in lieu of leave	1 972	(1 476)	(1 476)	496	2 104	2 215
Long service awards	486	(40)	(40)	446	518	546
Post-retirement benefit obligations	–	6	6	6	–	–
<b>sub-total</b>	<b>147 530</b>	<b>(4 866)</b>	<b>(4 866)</b>	<b>142 665</b>	<b>157 231</b>	<b>165 566</b>
Less: Employees costs capitalised to PPE	–	–	–	–	–	–
<b>Total Employee related costs</b>	<b>147 530</b>	<b>(4 866)</b>	<b>(4 866)</b>	<b>142 665</b>	<b>157 231</b>	<b>165 566</b>
<b>Depreciation &amp; asset impairment</b>						
Depreciation of Property, Plant & Equipment	58 223	(5 891)	(5 891)	52 332	61 367	62 595
Lease amortisation	398	–	–	398	419	442
Capital asset impairment	–	2 100	2 100	2 100	–	–
Depreciation resulting from revaluation of PPE	–	–	–	–	–	–
<b>Total Depreciation &amp; asset impairment</b>	<b>58 621</b>	<b>(3 791)</b>	<b>(3 791)</b>	<b>54 830</b>	<b>61 786</b>	<b>63 036</b>
<b>Bulk purchases</b>						
Electricity Bulk Purchases	80 941	6 059	6 059	87 000	93 406	107 884
Water Bulk Purchases	–	–	–	–	–	–
<b>Total bulk purchases</b>	<b>80 941</b>	<b>6 059</b>	<b>6 059</b>	<b>87 000</b>	<b>93 406</b>	<b>107 884</b>
<b>Transfers and grants</b>						
Cash transfers and grants	3 740	(400)	(400)	3 340	3 942	4 155
Non-cash transfers and grants	–	–	–	–	–	–
<b>Total transfers and grants</b>	<b>3 740</b>	<b>(400)</b>	<b>(400)</b>	<b>3 340</b>	<b>3 942</b>	<b>4 155</b>

Adjustment budget 2019/20

Table SB 1: Adjustment Budget – Budgeted Financial Performance (Continue)

Description	Budget Year 2019/20				Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Contracted services</b>						
Refuse Removal	6 733	(1 001)	(1 001)	5 732	7 096	7 217
Traffic Fines Management	650	-	-	650	685	697
Business and Advisory - Project Management	806	-	-	806	7	7
Business and Advisory - Audit Committee	772	-	-	772	813	827
Legal Advice and Litigation	2 630	3 500	3 500	6 130	2 772	2 819
Administrative and Support Staff	3 400	(127)	(127)	3 273	3 584	3 645
Business and Advisory - Accountants and Auditors	11 433	1 600	1 600	13 033	12 050	12 255
Business and Advisory - Communications	1 500	1 261	1 261	2 761	1 581	1 608
Business and Advisory - External audit	526	-	-	526	554	564
Reviewing of Roosenekal landfill site licence	261	-	-	261	-	-
Security Services	13 676	-	-	13 676	14 415	14 660
Valuer	2 100	602	602	2 702	2 213	2 251
Cellular Contract (Subscription and Calls)	-	-	-	-	-	-
Maintenance of landfill	3 704	(840)	(840)	2 864	3 904	3 971
Employee wellness	158	40	40	198	166	169
Communication: Telephone Fax Telegraph and Telex	-	-	-	-	-	-
Debt Collection	-	-	-	-	-	-
Energy efficiency	-	-	-	-	-	-
Event management	-	(534)	(534)	(534)	-	-
landfil site auditing	1 617	(261)	(261)	1 357	1 705	2 119
Development of integrated Waste Management plan	261	(435)	(435)	(174)	-	-
Outreach and Campaigns	435	(200)	(200)	235	-	-
Burial Services	1 105	250	250	1 355	1 165	3 556
MPAC Programme	105	4 700	4 700	4 805	111	117
Other Contracted Services	1 916	3 464	3 464	5 380	2 019	1 762
<b>sub-total</b>	<b>53 788</b>	<b>12 019</b>	<b>12 019</b>	<b>65 807</b>	<b>54 841</b>	<b>58 243</b>
<b>Total contracted services</b>	<b>53 788</b>	<b>12 019</b>	<b>12 019</b>	<b>65 807</b>	<b>54 841</b>	<b>58 243</b>
<b>Other Expenditure By Type</b>						
General expenses	2 452	798	798	3 250	632	666
Assets less capitalisation threshold	398	(202)	(202)	197	420	442
Communication: Telephone Fax Telegraph and Telex	3 200	200	200	3 400	3 373	3 430
Municipal services	1 052	(636)	(636)	416	1 109	1 169
Seminars, conference and workshops	2 570	1 228	1 228	3 798	2 709	2 855
Professional bodies and subscriptions	1 473	-	-	1 473	1 552	1 636
SPLUMA Implementation	1 700	3 457	3 457	5 157	2 654	1 111
Entertainment	16	(2)	(2)	14	16	16
Operating leases	7 231	(2 742)	(2 742)	4 490	5 155	4 812
Insurance	5 200	(1 355)	(1 355)	3 845	5 481	5 777
Workmen's Compensation Fund	947	-	-	947	998	1 052
Printing and Publication	2 993	(1 197)	(1 197)	1 796	3 155	3 325
Protective Clothing	800	(301)	(301)	499	843	889
Skills development levy	1 377	(56)	(56)	1 320	1 451	1 529
Travel agents, subsistence, travelling and accomodation	4 201	(214)	(214)	3 987	4 427	4 667
Software Licences	2 104	800	800	2 904	2 218	2 337
Communication: Cellular Contract (Subscription and Calls)	237	(237)	(237)	-	249	254
Fuel and oil	-	-	-	-	-	-
Bank charges	713	(122)	(122)	591	751	792
Remuneration of Ward Committees	1 100	2 500	2 500	3 600	1 159	1 222
Licences: Motor Vehicle Licence and Registrations	227	(76)	(76)	151	239	252
Vehicle Tracking	280	516	516	796	295	311
Advertising	293	(137)	(137)	156	309	325
<b>Total Other Expenditure</b>	<b>40 562</b>	<b>2 225</b>	<b>2 225</b>	<b>42 787</b>	<b>39 194</b>	<b>38 868</b>
<b>Repairs and Maintenance by Expenditure Item</b>						
Employee related costs	-	-	-	-	-	-
Other materials	6 913	2 027	2 027	8 940	13 804	9 617
Contracted Services	3 704	(840)	(840)	2 864	13 458	565
Other Expenditure	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	<b>10 617</b>	<b>1 187</b>	<b>1 187</b>	<b>11 804</b>	<b>27 262</b>	<b>10 182</b>



Adjustment budget 2019/20

Indigents in the municipality are residing in ESKOM licensed areas therefore is no revenue forgone from municipal perceptive hence no reduction of cost of free basic charge.

**Table SB 2: Adjustment Budget – Supporting detail to Financial Position**

Description	Budget Year 2019/20				Budget Year +1	Budget Year +2
	Original Budget	Other Adjusts	Total Adjusts	Adjusted Budget	2020/21	2021/22
<b>ASSETS</b>						
<b>Call investment deposits</b>						
Call deposits	24 155	(24 155)	(24 155)	(0)	21 417	30 944
Other current investments	–	–	–	–	–	–
<b>Total Call investment deposits</b>	<b>24 155</b>	<b>(24 155)</b>	<b>(24 155)</b>	<b>(0)</b>	<b>21 417</b>	<b>30 944</b>
<b>Consumer debtors</b>						
Consumer debtors	41 950	50 500	50 500	92 450	48 499	54 834
Less: provision for debt impairment	–	43 505	43 505	43 505	–	–
<b>Total Consumer debtors</b>	<b>41 950</b>	<b>6 995</b>	<b>6 995</b>	<b>48 945</b>	<b>48 499</b>	<b>54 834</b>
<b>Debt impairment provision</b>						
Balance at the beginning of the year	–	–	–	–	–	–
Contributions to the provision	–	43 505	43 505	43 505	–	–
Bad debts written off	–	–	–	–	–	–
<b>Balance at end of year</b>	<b>–</b>	<b>43 505</b>	<b>43 505</b>	<b>43 505</b>	<b>–</b>	<b>–</b>
<b>Property, plant &amp; equipment</b>						
PPE at cost/valuation (excl. finance leases)	1 055 765	80 043	80 043	1 135 808	1 093 104	1 128 819
Leases recognised as PPE	–	–	–	–	–	–
Less: Accumulated depreciation	–	–	–	–	–	–
<b>Total Property, plant &amp; equipment</b>	<b>1 055 765</b>	<b>80 043</b>	<b>80 043</b>	<b>1 135 808</b>	<b>1 093 104</b>	<b>1 128 819</b>
<b>LIABILITIES</b>						
<b>Current liabilities - Borrowing</b>						
Current liabilities - Borrowing	–	–	–	–	–	–
Short term loans (other than bank overdraft)	9 686	1 856	1 856	11 542	11 050	2 504
Current portion of long-term liabilities	–	–	–	–	–	–
<b>Total Current liabilities - Borrowing</b>	<b>9 686</b>	<b>1 856</b>	<b>1 856</b>	<b>11 542</b>	<b>11 050</b>	<b>2 504</b>
<b>Trade and other payables</b>						
Trade Payables	55 466	3 568	3 568	59 034	57 466	60 569
Other creditors	5 457	–	–	5 457	9 070	1 401
Unspent conditional grants and receipts	–	–	–	–	–	–
VAT	–	–	–	–	–	–
<b>Total Trade and other payables</b>	<b>60 924</b>	<b>3 568</b>	<b>3 568</b>	<b>64 491</b>	<b>66 536</b>	<b>61 970</b>
<b>Non current liabilities - Borrowing</b>						
Borrowing	–	–	–	–	–	–
Finance leases (including PPP asset element)	13 554	(85)	(85)	13 469	2 504	–
<b>Total Non current liabilities - Borrowing</b>	<b>13 554</b>	<b>(85)</b>	<b>(85)</b>	<b>13 469</b>	<b>2 504</b>	<b>–</b>
<b>Provisions - non current</b>						
Retirement benefits	40 000	–	–	40 000	40 000	40 000
List other major items	–	–	–	–	–	–
Refuse landfill site rehabilitation	45 924	–	–	45 924	46 738	49 262
Other	4 218	(96)	(96)	4 122	4 218	4 446
<b>Total Provisions - non current</b>	<b>90 142</b>	<b>(96)</b>	<b>(96)</b>	<b>90 046</b>	<b>90 956</b>	<b>93 708</b>
<b>CHANGES IN NET ASSETS</b>						
Accumulated surplus/(Deficit)						
Accumulated surplus/(Deficit) - opening balance	1 053 256	83 736	83 736	1 136 992	1 111 091	1 189 899
Appropriations to Reserves	–	–	–	–	–	–
Transfers from Reserves	–	–	–	–	–	–
Depreciation offsets	–	–	–	–	–	–
Other adjustments	–	–	–	–	–	–
<b>Accumulated Surplus/(Deficit)</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>
Reserves						
Housing Development Fund	–	–	–	–	–	–
Capital replacement	–	–	–	–	–	–
Self-insurance	–	–	–	–	–	–
Other reserves (list)	–	–	–	–	–	–
Revaluation	–	–	–	–	–	–
Total Reserves	–	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>1 053 256</b>	<b>83 736</b>	<b>83 736</b>	<b>1 136 992</b>	<b>1 111 091</b>	<b>1 189 899</b>

Table SB 3: Adjustment Budget – Performance Objectives

Description	Unit of measurement	Budget Year 2019/20									Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>KPA 2: INSTITUTIONAL DEVELOPMENT AND MUNICIPAL TRANSFORMATION</b>	% of KPIs and projects attaining organisational targets (total organisation)	95%	-	-	-	-	-	-	-	95%	95%	95%
Improved efficiency and effectiveness of the Municipal Administration	Final SDBIP approved by Mayor within 28 days after approval of Budget	1	-	-	-	-	-	-	-	1	1	1
<b>KPA 5: MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT</b>	% spend of the Total Operational Budget excluding non-cash items	100%	-	-	-	-	-	-	-	100%	100%	100%
To implement sound Financial management practices	% of remuneration compared to total operating expenditure	38%	-	-	-	-	-	-	-	38%	38%	38%
<b>KPA 6: GOOD GOVERNANCE AND PUBLIC PARTICIPATION</b>	Number of final audited Annual Report submitted to Council on or before end of January	1	-	-	-	-	-	-	-	-	-	-
To strengthen participatory governance within the community	% of Council meetings resolutions implemented within the prescribed timeframe (3 months)	100%	-	-	-	-	-	-	-	100%	100%	100%
To strengthen participatory governance within the community	Number Final IDP tabled and approved by Council by the 31 May	1	-	-	-	-	-	-	-	-	-	-
<b>KPA 6: GOOD GOVERNANCE AND PUBLIC PARTICIPATION</b>	% of Auditor General matters resolved as per the approved audit action plan by 30 June 2018	100%	-	-	-	-	-	-	-	100%	100%	100%
To create a culture of accountability and transparency	% execution of identified risk management plan within prescribed timeframes per quarter	100%	-	-	-	-	-	-	-	100%	100%	100%
<b>KPA 3: LOCAL ECONOMIC DEVELOPMENT</b>	Number of Grant agreement signed between EMLM and dept. of public works stipulating the EPWP targets	1	-	-	-	-	-	-	-	1	1	1
<b>KPA 4 – BASIC SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT</b>	% of registered indigent households with access to free basic electricity services by 30 June (GKPI)	60%	-	-	-	-	-	-	-	60%	60%	60%
<b>KPA 5: MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT</b>	Cost coverage ratio by the 30 June 2018 (GKPI)	4.01	-	-	-	-	-	-	-	4.01	4.01	4.01
To implement sound Financial management practices	% Collection Rate	89%	-	-	-	-	-	-	-	89%	89%	89%
Number of assets verification reports submitted to municipal manager by 30 June	Number of Set of Financial statements	-	-	-	-	-	-	-	-	-	-	-
<b>KPA 5: MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT</b>	Audited Annual Financial Statements (AFS) and Audit report submitted to council by 31 December	1	-	-	-	-	-	-	-	1	1	1
Compliance to MFMA legislation	number of monthly SCM deviation reports submitted to municipal manager	12	-	-	-	-	-	-	-	-	-	-
Compliance to MFMA legislation	% Payment of creditors within 30 days	100%	-	-	-	-	-	-	-	100%	100%	100%
Compliance to MFMA legislation	Number of Set of Financial statements	2	-	-	-	-	-	-	-	-	-	-
To attract, develop and retain ethical and best human capital	Audited Annual Financial Statements (AFS) and Audit report submitted to council by 31 December	1	-	-	-	-	-	-	-	-	-	-
To attract, develop and retain ethical and best human capital	number of monthly SCM deviation reports submitted to municipal manager	12	-	-	-	-	-	-	-	-	-	-
To attract, develop and retain ethical and best human capital	% Payment of creditors within 30 days	100%	-	-	-	-	-	-	-	100%	100%	100%
Reduction in the level of Service Delivery backlogs	% of households with access to a minimum level of basic waste removal by 30 June 2018 (once per week) (GKPI)	17%	-	-	-	-	-	-	-	17%	17%	17%
To facilitate promotion of education upliftment within communities	Number of initiatives held to promote library facilities by 30 June	4	-	-	-	-	-	-	-	4	4	4
To ensure communities are contributing towards climate change and reduction of	Number of waste minimization projects initiated by 30 June (Environmental awareness programmes)	4	-	-	-	-	-	-	-	4	-	-
Increase the accessibility of emergency services to the community	Number of disaster awareness campaigns conducted by 30 June	4	-	-	-	-	-	-	-	4	-	-
Facilitate safe and secure neighborhoods	Number of community safety forum meeting held	4	-	-	-	-	-	-	-	4	-	-
To facilitate economic growth and sustainable job creation	Number of additional jobs to be created using the Expanded Public Works Programme guidelines and other municip	630	-	-	-	-	-	-	-	630	630	630
To facilitate economic growth and sustainable job creation	% development of lighting master plan	100%	-	-	-	-	-	-	-	100%	100%	100%
To facilitate economic growth and sustainable job creation	Number of additional households living in formal areas provided with electricity connections	1 000	-	-	-	-	-	-	-	-	-	-
To facilitate economic growth and sustainable job creation	Kilometers of new paved roads to be built kilometers of roads resurfaced/rehabilitated/resealed	8	-	-	-	-	-	-	-	-	-	-
To facilitate economic growth and sustainable job creation	% Development of roads master plan and maintenance plan	100%	-	-	-	-	-	-	-	100%	100%	100%
To facilitate economic growth and sustainable job creation	% Roads signs, main holes, temporary bridges and sign boards	100%	-	-	-	-	-	-	-	100%	100%	100%
To facilitate economic growth and sustainable job creation	Percentage of Household Electrified relative to backlog	100%	-	-	-	-	-	-	-	100%	100%	100%
To provide a systematic integrated spatial / land development policy	Number of informal settlements targeted for upgrading	1	-	-	-	-	-	-	-	1	1	1
To provide a systematic integrated spatial / land development policy	% Development of a Spatial Development Framework	100%	-	-	-	-	-	-	-	100%	100%	100%
To provide a systematic integrated spatial / land development policy	% of Site demarcation projects completed	100%	-	-	-	-	-	-	-	100%	100%	100%
To provide a systematic integrated spatial / land development policy	% projects implemented based on SPLUMA	100%	-	-	-	-	-	-	-	100%	100%	100%
To provide a systematic integrated spatial / land development policy	% of land use applications received and processed within 90 days	100%	-	-	-	-	-	-	-	100%	100%	100%
Increase regularisation of built environment	% of new building plans of less than 500 square metres assessed within 10 days of receipt of plans	100%	-	-	-	-	-	-	-	100%	100%	100%
Increase regularisation of built environment	% of new building plans of more than 500 square meters assessed within 28 days of receipt of plans	100%	-	-	-	-	-	-	-	100%	100%	100%
Increase regularisation of built environment	% of inspections conducted on building construction with an approved plan to ensure compliance with National Buil	100%	-	-	-	-	-	-	-	100%	100%	100%
To facilitate economic growth and sustainable job creation	Number of job opportunities provided through EPWP grant by 30 June	70	-	-	-	-	-	-	-	70	70	70
To facilitate economic growth and sustainable job creation	Number of networking events held by 30 June	2	-	-	-	-	-	-	-	2	2	2
To facilitate economic growth and sustainable job creation	Number of SMME's and Co-operatives capacity building workshops held by 30 June	4	-	-	-	-	-	-	-	4	4	4
To facilitate economic growth and sustainable job creation	Number of Review of LED Strategy	1	-	-	-	-	-	-	-	1	1	1
Facilitate promotion of health and well-being of communities	Number of Transversal programmes implemented in terms of mainstreaming with respect to HIV/AIDS, Gender, Disa	4	-	-	-	-	-	-	-	4	4	4
To strengthen participatory governance within the community	Number of quarterly reports submitted to Council in terms of items raised during public participation; within the man	4	-	-	-	-	-	-	-	4	4	4
Public Participation	Number of Community Satisfaction Surveys conducted by the 30 June	1	-	-	-	-	-	-	-	1	1	1
To create a culture of accountability and transparency	Number of MPAC quarterly reports submitted to council	4	-	-	-	-	-	-	-	4	4	4
Facilitates promotion of health and well-being of communities	Number of Mayoral outreach projects initiated by 30 June	2	-	-	-	-	-	-	-	2	2	2
Facilitates promotion of health and well-being of communities	Number of Speaker's outreach projects initiated by 30 June	2	-	-	-	-	-	-	-	2	2	2
Facilitates promotion of health and well-being of communities	number of MPAC outreach projects initiated by 30 June	1	-	-	-	-	-	-	-	1	1	1

Table SB 4: Adjustment Budget – Performance Indicators and Benchmarks

Description of financial indicator	Basis of calculation	2016/17	2017/18	2018/19	Budget Year 2019/20			Budget Year +1 2020/21	Budget Year +2 2021/22
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Borrowing Management</b>									
Credit Rating	Short term/long term rating	0%	0%	0%	0%	0%	0%		
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	1.9%	1.4%	2.7%	2.5%	0.0%	2.5%	2.4%	0.5%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	5.4%	3.6%	5.4%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>									
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity									
Current Ratio	Current assets/current liabilities	87.9%	71.5%	165.2%	141.8%	0.0%	136.9%	149.4%	215.4%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities	87.9%	71.5%	165.2%	141.8%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	21.0%	6.8%	24.7%	35.8%	0.0%	19.0%	35.7%	61.7%
<b>Revenue Management</b>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing	74.8%	86.8%	88.1%	86.0%		86.0%	83.1%	82.4%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		87.4%	88.1%	85.8%	83.1%		83.1%	82.4%	82.4%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	16.2%	13.2%	20.8%	16.5%	0.0%	20.1%	18.2%	19.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	2.5%	3.0%	4.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100.0%	100.0%	100.0%	100.0%		100.0%	100.0%	100.0%
Creditors to Cash and Investments		311.7%	1321.2%	288.3%	191.0%	0.0%	353.6%	143.4%	131.8%
<b>Other Indicators</b>									
Electricity Distribution Losses (2)	Total Volume Losses (kW)	9 916	16 149	14 000	14 242	-	-	13 020	11 000
	Total Cost of Losses (Rand '000)	8 330	21 200	15 000	15 000	-	-	14 000	12 500
	% Volume (units purchased and generated less units sold)/units purchased and generated	14.0%	23.0%	20.0%	18.0%	0.0%	0.0%	15.6%	13.0%
Water Distribution Losses (2)	Total Volume Losses (kℓ)								
	Total Cost of Losses (Rand '000)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
	% Volume (units purchased and generated less units sold)/units purchased and generated	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	30.1%	30.0%	28.1%	29.5%	0.0%	29.0%	29.5%	29.2%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	35.0%	35.4%	33.4%					
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	2.6%	2.9%	3.8%	2.1%	0.0%	2.4%	5.1%	1.8%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	12.6%	12.7%	11.3%	12.2%	0.0%	11.7%	11.8%	11.1%
<b>IDP regulation financial viability indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	911.8%	1351.9%	2108.3%	1883.2%	0.0%	1806.4%	9464.1%	9975.1%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	60.8%	54.8%	71.3%	8.4%	0.0%	10.0%	9.1%	9.7%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	75.9%	18.8%	58.9%	0.0%	0.0%	0.0%	0.0%	0.0%

**Table SB 5: Adjustment Budget – Social, Economic and Demographic Statistics and Assumptions**

Description of economic indicator	Basis of calculation	2001 Census	2007 Survey	2011 Census	2016/17	2017/18	2018/19	Budget Year 2019/20	2019/20 Medium Term Revenue & Expenditure Framework
					Outcome	Outcome	Outcome	Original Budget	Outcome
<b>Demographics</b>									
Population				268 256					268 256
Females aged 5 - 14				31 654					46 322
Males aged 5 - 14				31 922					28 677
Females aged 15 - 34				60 089					44 636
Males aged 15 - 34				58 480					41 644
Unemployment				115 082					106 977
<b>Monthly Household income ( no. of households)</b>									
None									8 435
R1 - R1 600									3 796
R1 601 - R3 200									6 808
R3 201 - R6 400									15 244
R6 401 - R12 800									13 858
R12 801 - R25 600									5 784
R25 601 - R51 200									3 133
R52 201 - R102 400									2 049
R102 401 - R204 800									904
R204 801 - R409 600									181
R409 601 - R819 200									60
> R819 200									60
<b>Poverty profiles (no. of households)</b>									
< R2 060 per household per month									
<b>Insert description</b>									
Household/demographics (000)									
Number of people in municipal area									268 256
Number of poor people in municipal area									
Number of households in municipal area									
Number of poor households in municipal area									
Definition of poor household (R per month)									

Municipal in-house services	2016/17	2017/18	2018/19	Budget Year 2019/20			2019/20 Medium Term Revenue & Expenditure Framework		
	Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Total number of households	-	-	-	-	-	-	-	-	-
<b>Energy:</b>									
Electricity (at least min.service level)									
Electricity - prepaid (min.service level)	58 750	-	62 464	62 464	62 464	69 458	69 458	73 278	77 235
<b>Minimum Service Level and Above sub-total</b>	<b>58 750</b>	<b>-</b>	<b>62 464</b>	<b>62 464</b>	<b>62 464</b>	<b>69 458</b>	<b>69 458</b>	<b>73 278</b>	<b>77 235</b>
Electricity (< min.service level)	-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)	-	-	-	-	-	-	-	-	-
Other energy sources	3 126	-	3 895	3 895	3 895	3 480	3 480	3 000	3 162
<b>Below Minimum Service Level sub-total</b>	<b>3 126</b>	<b>-</b>	<b>3 895</b>	<b>3 895</b>	<b>3 895</b>	<b>3 480</b>	<b>3 480</b>	<b>3 000</b>	<b>3 162</b>
<b>Total number of households</b>	<b>61 876</b>	<b>-</b>	<b>66 359</b>	<b>66 359</b>	<b>66 359</b>	<b>72 938</b>	<b>72 938</b>	<b>76 278</b>	<b>80 397</b>

## Adjustment budget 2019/20

Services provided by 'external mechanisms'		2016/17	2017/18	2018/19	Budget Year 2019/20			2019/20 Medium Term Revenue &		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
		Just Breeze jv Tlou ya Hlaka	<b>Refuse:</b>							
	Removed at least once a week	6 527	6 122	16 042	16 042	16 042	11 534	11 534	11 534	11 534
	Minimum Service Level and Above sub-total	6 527	6 122	16 042	16 042	16 042	11 534	11 534	11 534	11 534
	Removed less frequently than once a week			405	405	405	405	405	405	405
	Using communal refuse dump			1 993	1 993	1 993	1 993	1 993	1 993	1 993
	Using own refuse dump			38 712	38 712	38 712	42 524	42 524	42 524	42 524
	Other rubbish disposal			703	703	703	703	703	703	703
	No rubbish disposal			8 504	8 504	8 504	8 504	8 504	8 504	8 504
	Below Minimum Service Level sub-total	-	-	50 317	50 317	50 317	54 129	54 129	54 129	54 129
	<b>Total number of households</b>	<b>6 527</b>	<b>6 122</b>	<b>66 359</b>	<b>66 359</b>	<b>66 359</b>	<b>65 663</b>	<b>65 663</b>	<b>65 663</b>	<b>65 663</b>

Detail of Free Basic Services (FBS) provided		Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		Electricity	Location of households for each type of FBS									
List type of FBS service	Formal settlements - (50 kwh per indigent household per month R '000)											
	Number of HH receiving this type of FBS	1 473	30						-	-	30	
	Informal settlements (R '000)	1 245	1				1 473	1 552	3 025	3 026	1 552	1 636
	Number of HH receiving this type of FBS								-	-		
	Informal settlements targeted for upgrading (R '000)								-	-		
	Number of HH receiving this type of FBS								-	-		
	Living in informal backyard rental agreement (R '000)								-	-		
	Number of HH receiving this type of FBS								-	-		
	Other (R '000)								-	-		
Number of HH receiving this type of FBS								-	-			
	<b>Total cost of FBS - Electricity for informal settlements</b>	<b>1 245</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 473</b>	<b>1 552</b>	<b>3 025</b>	<b>3 026</b>	<b>1 552</b>	<b>1 636</b>

Table SB 6: Adjustment Budget – Funding Measurements

Description	MFMA section	2016/17	2017/18	2018/19	Medium Term Revenue and Expenditure Framework				
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2020/21	Budget Year +2 2021/22
<b>Funding measures</b>									
Cash/cash equivalents at the year end - R'000	18(1)b	20 944	6 194	24 177	29 037	–	16 697	40 072	45 959
Cash + investments at the yr end less applications - R'000	18(1)b	(25 013)	(45 959)	59 811	8 947	–	5 804	13 165	40 493
Cash year end/monthly employee/supplier payments	18(1)b	0.76	0.19	2.90	–	–	–	–	–
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	(36 060)	453	40 265	92 214	–	103 461	94 661	103 264
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	7.0%	-8.1%	31.0%	0.0%	0.0%	0.0%	-3.1%	-0.6%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	0.0%	0.0%	0.0%	58.0%	0.0%	61.5%	57.5%	57.5%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	20.5%	74.2%	38.7%	40.6%	0.0%	30.7%	40.6%	39.1%
Capital payments % of capital expenditure	18(1)c;19	100.0%	98.9%	100.0%	92.0%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	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				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	48.4%	-12.1%	78.1%	35.4%			-2.0%	15.0%
Long term receivables % change - incr(decr)	18(1)a	0.0%	0.0%	0.0%				0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	1.1%	1.3%	1.1%	1.0%	0.0%	1.0%	2.5%	0.9%
Asset renewal % of capital budget	20(1)(vi)	50.4%	39.6%	0.0%	24.9%	0.0%	58.7%	40.2%	28.1%

Table SB 7: Adjustment Budget – Transfers and Grants Receipts

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>272 618</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</b>
Local Government Equitable Share	269 009						269 009	289 070	311 324
Finance Management	2 235						2 235	2 667	2 931
EPWP Incentive	1 374						1 374	–	–
<b>Provincial Government:</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
N/A	–						–	–	–
<b>District Municipality:</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
N/A	–						–	–	–
<b>Other grant providers:</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
N/A	–						–	–	–
<b>Total Operating Transfers and Grants</b>	<b>272 618</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>73 921</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>73 921</b>	<b>74 234</b>	<b>75 773</b>
Municipal Infrastructure Grant (MIG)	54 921						54 921	57 934	62 269
Intergrated National Electrification Grant	19 000						19 000	16 300	13 504
<b>Provincial Government:</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
N/A	–						–	–	–
<b>District Municipality:</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
N/A	–						–	–	–
<b>Total Capital Transfers and Grants</b>	<b>73 921</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>73 921</b>	<b>74 234</b>	<b>75 773</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>346 539</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>346 539</b>	<b>365 971</b>	<b>390 028</b>

Table SB 8: Adjustment Budget – Transfers and Grants Expenditure

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Multi- year capital	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>272 618</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</b>
Local Government Equitable Share	269 009				-	-	269 009	289 070	311 324
Finance Management	2 235				-	-	2 235	2 667	2 931
EPWP Incentive	1 374					-	1 374	-	-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>Total operating expenditure of Transfers and Grants:</b>	<b>272 618</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>73 921</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 500</b>	<b>1 500</b>	<b>75 421</b>	<b>74 234</b>	<b>75 773</b>
Municipal Infrastructure Grant (MIG)	54 921				1 500	1 500	56 421	57 934	62 269
Intergrated National Electrification Grant	19 000						19 000	16 300	13 504
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21 771</b>	<b>21 771</b>	<b>21 771</b>	<b>-</b>	<b>-</b>
Coghsta - Development					21 771	21 771	21 771	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
<b>Total capital expenditure of Transfers and Grants</b>	<b>73 921</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 271</b>	<b>23 271</b>	<b>97 192</b>	<b>74 234</b>	<b>75 773</b>
<b>Total capital expenditure of Transfers and Grants</b>	<b>346 539</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 271</b>	<b>23 271</b>	<b>369 810</b>	<b>365 971</b>	<b>390 028</b>

R23 271 million emanates from R1, 500 million Municipal Infrastructure Grant (MIG) roll over approved by National Treasury and unspent portion of the Mining Town grant from COGHSTA amounting to R21, 771 million.

Table SB 9: Adjustment Budget – Reconciliation of Transfers; Grants Receipts and Unspent Funds

Description	Budget Year 2019/20							Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Operating transfers and grants:</b>									
<b>National Government:</b>									
Balance unspent at beginning of the year	-					-	-	-	-
Current year receipts	272 618					-	272 618	291 737	314 255
<b>Conditions met - transferred to revenue</b>	<b>272 618</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Conditions still to be met - transferred to liabilities						-	-		
<b>Total operating transfers and grants revenue</b>	<b>272 618</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>272 618</b>	<b>291 737</b>	<b>314 255</b>
<b>Total operating transfers and grants - CTBM</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital transfers and grants:</b>									
<b>National Government:</b>									
Balance unspent at beginning of the year						1 513	1 513	1 513	-
Current year receipts	73 921					-	73 921	74 234	75 773
<b>Conditions met - transferred to revenue</b>	<b>73 921</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 513</b>	<b>1 513</b>	<b>75 434</b>	<b>74 234</b>
Conditions still to be met - transferred to liabilities						-	-		
<b>Provincial Government:</b>									
Balance unspent at beginning of the year						21 771	21 771	21 771	-
Current year receipts						-	-	-	-
<b>Conditions met - transferred to revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21 771</b>	<b>21 771</b>	<b>-</b>	<b>-</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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Conditions still to be met - transferred to liabilities						-	-		
<b>Total capital transfers and grants revenue</b>	<b>73 921</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 284</b>	<b>23 284</b>	<b>97 205</b>	<b>74 234</b>
<b>Total capital transfers and grants - CTBM</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>	<b>346 539</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 284</b>	<b>23 284</b>	<b>369 823</b>	<b>365 971</b>
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



Table SB 10: Adjustment Budget – Transfers and Grants made by the Municipality

Description	Budget Year 2019/20				Unfore. Unavoid.	Nat. or Prov. Govt	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital						
<b>Cash transfers to other municipalities</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO MUNICIPALITIES:</b>	-	-	-	-	-	-	-	-	-	-
<b>Cash transfers to Entities/Other External Mechanisms</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO ENTITIES/EMs'</b>	-	-	-	-	-	-	-	-	-	-
<b>Cash transfers to other Organs of State</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:</b>	-	-	-	-	-	-	-	-	-	-
<b>Cash transfers to other Organisations</b>										
Free Basic Electricity	1 473	-	-	-	-	-	(400)	1 073	1 552	1 636
Retirement Benefit	1 767	-	-	-	-	-	-	1 767	1 863	1 963
External Bursaries	500	-	-	-	-	-	-	500	527	555
<b>TOTAL CASH TRANSFERS TO OTHER ORGANISATIONS:</b>	<b>3 740</b>	-	-	-	-	-	<b>(400)</b>	<b>3 340</b>	<b>3 942</b>	<b>4 155</b>
<b>TOTAL CASH TRANSFERS</b>	<b>3 740</b>	-	-	-	-	-	<b>(400)</b>	<b>3 340</b>	<b>3 942</b>	<b>4 155</b>
<b>Non-cash transfers to other municipalities</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO MUNICIPALITIES:</b>	-	-	-	-	-	-	-	-	-	-
<b>Non-cash transfers to Entities/Other External Mechanisms</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO ENTITIES/EMs'</b>	-	-	-	-	-	-	-	-	-	-
<b>Non-cash transfers to other Organs of State</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:</b>	-	-	-	-	-	-	-	-	-	-
<b>Non-cash transfers to other Organisations</b>										
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-	-
<b>TOTAL NON-CASH TRANSFERS TO OTHER ORGANISATIONS:</b>	-	-	-	-	-	-	-	-	-	-
<b>TOTAL NON-CASH TRANSFERS</b>	-	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS</b>	<b>3 740</b>	-	-	-	-	-	<b>(400)</b>	<b>3 340</b>	<b>3 942</b>	<b>4 155</b>

Table SB 11: Adjustment Budget – Councilors and Staff Members

Summary of remuneration	Budget Year 2019/20									
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	% change
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages	13 238						1 613	1 613	14 851	12.2%
Pension and UIF Contributions	2 035						(391)	(391)	1 644	-19.2%
Medical Aid Contributions	645						(228)	(228)	417	-35.4%
Motor Vehicle Allowance	6 570						(1 216)	(1 216)	5 354	-18.5%
Cellphone Allowance	3 067						(263)	(263)	2 804	
Housing Allowances	–						–	–	–	
Other benefits and allowances	–						–	–	–	
<b>Sub Total - Councillors</b>	<b>25 554</b>	<b>–</b>			<b>–</b>		<b>(486)</b>	<b>(486)</b>	<b>25 068</b>	<b>-1.9%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages	5 150						(846)	(846)	4 304	-16.4%
Pension and UIF Contributions	172						(9)	(9)	163	-5.0%
Medical Aid Contributions	64						16	16	79	24.6%
Overtime	–						–	–	–	
Performance Bonus	–						–	–	–	
Motor Vehicle Allowance	918						(258)	(258)	660	-28.1%
Cellphone Allowance	393						(232)	(232)	161	-59.1%
Housing Allowances	–						–	–	–	
Other benefits and allowances	332						113	113	445	
Payments in lieu of leave	–						–	–	–	
Long service awards	–						–	–	–	
Post-retirement benefit obligations	–						–	–	–	
<b>Sub Total - Senior Managers of Municipality</b>	<b>7 029</b>	<b>–</b>	<b>–</b>		<b>–</b>		<b>(1 216)</b>	<b>(1 216)</b>	<b>5 813</b>	<b>-17.3%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages	91 339						(1 119)	(1 119)	90 220	-1.2%
Pension and UIF Contributions	18 747						(891)	(891)	17 856	-4.8%
Medical Aid Contributions	4 721						670	670	5 391	14.2%
Overtime	1 948						(687)	(687)	1 261	-35.3%
Performance Bonus	–						–	–	–	
Motor Vehicle Allowance	11 571						(464)	(464)	11 107	-4.0%
Cellphone Allowance	1 171						585	585	1 757	50.0%
Housing Allowances	204						(29)	(29)	174	
Other benefits and allowances	8 344						(198)	(198)	8 146	
Payments in lieu of leave	1 972						(1 477)	(1 477)	494	-74.9%
Long service awards	486						(40)	(40)	446	-8.3%
Post-retirement benefit obligations	–						–	–	–	
<b>Sub Total - Other Municipal Staff</b>	<b>140 503</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(3 651)</b>	<b>(3 651)</b>	<b>136 852</b>	<b>-2.6%</b>
<b>Total Parent Municipality</b>	<b>173 086</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(5 353)</b>	<b>(5 353)</b>	<b>167 733</b>	<b>-3.1%</b>

**Table SB 12: Adjustment Budget – Monthly Revenue and Expenditure (Municipal Vote)**

Description	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue by Vote</b>															
Vote 1 - Executive and Council	19,168	-	-	-	15,134	-	-		6,929			(0)	41,231	44,455	48,031
Vote 2 - Municipal Manager	13,316	-	-	-	13,450	-	-		8,877			(0)	35,643	38,301	41,250
Vote 3 - Budget and Treasury	12,000	4,445	4,611	4,123	10,156	4,089	4,063	3,130	10,991	3,265	3,196	3,213	67,281	68,387	72,707
Vote 4 - Corporate Services	14,808	13	13	13	15,889	14	29	2	8,632	2	2	810	40,227	45,599	49,340
Vote 5 - Community Services	18,997	1,584	1,609	1,608	13,897	1,438	1,460	1,321	16,334	18,926	19,119	16,944	113,238	138,549	146,999
Vote 6 - Technical Services	36,930	16,608	12,582	16,734	40,882	12,879	15,670	11,994	28,793	16,517	24,003	24,699	258,293	237,241	248,804
Vote 7 - Development Planning	4,948	174	120	186	3,966	128	161	171	4,511	65	83	229	14,741	14,443	15,385
Vote 8 - Executive Support	6,706	-	-	-	5,906	-	-		5,617			(0)	18,229	19,588	21,097
<b>Total Revenue by Vote</b>	<b>126,874</b>	<b>22,825</b>	<b>18,935</b>	<b>22,664</b>	<b>119,278</b>	<b>18,549</b>	<b>21,384</b>	<b>16,618</b>	<b>90,684</b>	<b>38,776</b>	<b>46,402</b>	<b>45,896</b>	<b>588,884</b>	<b>606,564</b>	<b>643,613</b>
<b>Expenditure by Vote</b>															
Vote 1 - Executive and Council	4,730	2,769	5,207	3,660	2,619	5,352	2,684	3,041	3,290	3,156	3,522	3,278	43,308	39,197	42,847
Vote 2 - Municipal Manager	5,099	2,531	3,931	3,862	4,025	9,510	5,899	3,683	1,155	922	964	1,106	42,687	37,067	38,157
Vote 3 - Budget and Treasury	6,618	4,339	4,907	8,050	3,115	6,082	3,693	123	2,400	2,515	2,351	11,889	56,083	56,063	58,368
Vote 4 - Corporate Services	1,409	1,443	1,634	2,599	1,216	2,441	1,538	1,811	3,299	3,214	2,445	7,809	30,858	38,994	39,934
Vote 5 - Community Services	4,910	3,875	5,322	4,372	4,680	7,577	5,716	4,962	4,510	4,524	4,216	39,729	94,391	117,560	121,617
Vote 6 - Technical Services	3,183	12,235	12,458	12,861	9,939	13,876	10,123	10,076	11,881	13,408	13,352	61,838	185,231	195,377	212,055
Vote 7 - Development Planning	601	546	908	546	608	1,073	1,102	1,409	1,490	2,029	1,338	1,347	12,998	12,556	11,539
Vote 8 - Executive Support	1,358	1,434	1,384	1,368	1,456	3,796	1,601	1,415	1,437	1,459	1,460	1,581	19,749	15,088	15,831
<b>Total Expenditure by Vote</b>	<b>27,908</b>	<b>29,172</b>	<b>35,750</b>	<b>37,318</b>	<b>27,659</b>	<b>49,708</b>	<b>32,357</b>	<b>26,519</b>	<b>29,461</b>	<b>31,226</b>	<b>29,648</b>	<b>128,577</b>	<b>485,304</b>	<b>511,903</b>	<b>540,349</b>
<b>Surplus/ (Deficit)</b>	<b>98,966</b>	<b>(6,347)</b>	<b>(16,815)</b>	<b>(14,654)</b>	<b>91,620</b>	<b>(31,159)</b>	<b>(10,973)</b>	<b>(9,902)</b>	<b>61,222</b>	<b>7,550</b>	<b>16,754</b>	<b>(82,681)</b>	<b>103,580</b>	<b>94,661</b>	<b>103,264</b>

Adjustment budget 2019/20

Table SB 13: Adjustment Budget – Monthly Revenue and Expenditure (Functional Classification)

Description - Standard classification	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue - Functional</b>															
<b>Governance and administration</b>	<b>73,560</b>	<b>4,459</b>	<b>4,624</b>	<b>4,136</b>	<b>64,984</b>	<b>4,104</b>	<b>4,092</b>	<b>3,132</b>	<b>44,153</b>	<b>3,267</b>	<b>3,198</b>	<b>4,023</b>	<b>217,729</b>	<b>232,577</b>	<b>249,921</b>
Executive and council	21,332	–	–	–	16,662	–	–	–	8,565	–	–	(0)	46,559	50,181	54,198
Finance and administration	48,935	4,459	4,624	4,136	44,687	4,104	4,092	3,132	33,564	3,267	3,198	4,023	162,220	172,779	185,365
Internal audit	3,292	–	–	–	3,634	–	–	–	2,024	–	–	(0)	8,950	9,617	10,358
<b>Community and public safety</b>	<b>9,159</b>	<b>406</b>	<b>491</b>	<b>385</b>	<b>6,640</b>	<b>470</b>	<b>256</b>	<b>3</b>	<b>6,192</b>	<b>17,589</b>	<b>17,441</b>	<b>15,728</b>	<b>74,760</b>	<b>100,530</b>	<b>106,478</b>
Community and social services	3,306	6	10	8	2,647	11	4	1	3,031	–	52	(0)	9,076	9,698	10,443
Sport and recreation	5,365	–	1	–	3,554	1	–	3	3,161	2	2	2	12,092	12,993	13,993
Public safety	488	400	479	377	438	458	252	–	–	17,587	17,386	15,726	53,592	77,838	82,042
Housing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>	<b>25,316</b>	<b>5,005</b>	<b>5,972</b>	<b>3,436</b>	<b>31,691</b>	<b>5,658</b>	<b>6,895</b>	<b>2,221</b>	<b>20,818</b>	<b>6,694</b>	<b>13,175</b>	<b>14,706</b>	<b>141,587</b>	<b>122,837</b>	<b>133,344</b>
Planning and development	7,376	174	120	186	5,907	128	161	171	6,740	65	83	229	21,339	21,533	23,021
Road transport	17,516	4,830	5,852	3,250	25,444	5,530	6,734	2,050	13,572	6,629	13,093	14,477	118,977	100,065	108,989
Environmental protection	424	–	–	–	339	–	–	–	507	–	–	–	1,270	1,239	1,334
<b>Trading services</b>	<b>18,840</b>	<b>12,956</b>	<b>7,848</b>	<b>14,707</b>	<b>15,964</b>	<b>8,318</b>	<b>10,141</b>	<b>11,262</b>	<b>19,520</b>	<b>11,226</b>	<b>12,588</b>	<b>11,438</b>	<b>154,808</b>	<b>150,621</b>	<b>153,870</b>
Energy sources	9,901	12,255	7,148	14,005	9,463	7,614	9,435	10,377	12,977	10,541	11,704	10,814	126,234	122,296	125,171
Water management	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management	8,939	701	700	702	6,501	704	705	885	6,543	685	885	624	28,574	28,325	28,698
Other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>	<b>126,874</b>	<b>22,825</b>	<b>18,935</b>	<b>22,664</b>	<b>119,278</b>	<b>18,549</b>	<b>21,384</b>	<b>16,618</b>	<b>90,684</b>	<b>38,776</b>	<b>46,402</b>	<b>45,896</b>	<b>588,884</b>	<b>606,564</b>	<b>643,613</b>
<b>Expenditure - Functional</b>															
<b>Governance and administration</b>	<b>19,824</b>	<b>12,546</b>	<b>17,389</b>	<b>22,105</b>	<b>13,208</b>	<b>28,337</b>	<b>15,912</b>	<b>10,705</b>	<b>12,682</b>	<b>12,189</b>	<b>11,648</b>	<b>33,027</b>	<b>209,573</b>	<b>199,315</b>	<b>206,967</b>
Executive and council	4,973	2,985	5,452	3,939	2,919	9,689	3,055	3,291	3,559	3,396	3,780	3,562	50,599	44,271	48,192
Finance and administration	14,224	9,410	11,181	17,227	8,962	17,115	12,510	6,909	8,914	8,684	7,756	29,217	152,110	145,862	149,357
Internal audit	628	152	756	938	1,326	1,533	348	506	208	109	112	248	6,864	9,182	9,418
<b>Community and public safety</b>	<b>2,398</b>	<b>2,008</b>	<b>1,943</b>	<b>2,016</b>	<b>2,143</b>	<b>3,193</b>	<b>1,888</b>	<b>2,133</b>	<b>2,195</b>	<b>2,141</b>	<b>2,120</b>	<b>35,274</b>	<b>59,453</b>	<b>81,020</b>	<b>83,622</b>
Community and social services	374	435	377	405	384	660	378	467	468	492	453	689	5,581	7,946	8,361
Sport and recreation	469	475	438	421	419	756	434	492	494	495	492	3,564	8,951	11,719	12,344
Public safety	1,556	1,097	1,127	1,190	1,340	1,777	1,076	1,174	1,234	1,155	1,175	31,020	44,921	61,355	62,916
Housing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>	<b>3,218</b>	<b>3,872</b>	<b>4,156</b>	<b>3,482</b>	<b>3,992</b>	<b>6,257</b>	<b>4,335</b>	<b>4,706</b>	<b>5,035</b>	<b>5,357</b>	<b>4,523</b>	<b>35,863</b>	<b>84,795</b>	<b>91,423</b>	<b>94,328</b>
Planning and development	1,089	1,035	1,441	1,066	1,090	1,879	1,615	1,891	2,052	2,531	1,859	1,841	19,388	16,774	15,981
Road transport	2,084	2,791	2,670	2,369	2,855	4,284	2,673	2,769	2,937	2,747	2,612	33,976	64,766	73,753	77,408
Environmental protection	46	46	45	48	48	94	47	47	45	79	52	45	641	896	939
<b>Trading services</b>	<b>2,468</b>	<b>10,746</b>	<b>12,262</b>	<b>9,715</b>	<b>8,316</b>	<b>11,921</b>	<b>10,222</b>	<b>8,975</b>	<b>9,549</b>	<b>11,539</b>	<b>11,358</b>	<b>24,414</b>	<b>131,483</b>	<b>140,145</b>	<b>155,432</b>
Energy sources	528	9,483	9,490	7,938	6,385	8,507	7,017	6,937	7,943	9,931	9,937	20,360	104,456	112,891	127,212
Water management	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Waste management	1,939	1,264	2,771	1,777	1,931	3,414	3,205	2,038	1,607	1,608	1,421	4,054	27,027	27,254	28,220
Other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Expenditure - Functional</b>	<b>27,908</b>	<b>29,172</b>	<b>35,750</b>	<b>37,318</b>	<b>27,659</b>	<b>49,708</b>	<b>32,357</b>	<b>26,519</b>	<b>29,461</b>	<b>31,226</b>	<b>29,648</b>	<b>128,578</b>	<b>485,304</b>	<b>511,903</b>	<b>540,349</b>
<b>Surplus/ (Deficit)</b>	<b>98,966</b>	<b>(6,347)</b>	<b>(16,815)</b>	<b>(14,654)</b>	<b>91,620</b>	<b>(31,159)</b>	<b>(10,973)</b>	<b>(9,902)</b>	<b>61,222</b>	<b>7,550</b>	<b>16,754</b>	<b>(82,682)</b>	<b>103,579</b>	<b>94,661</b>	<b>103,264</b>

Adjustment budget 2019/20

Table SB 14: Adjustment Budget – Monthly Revenue and Expenditure

Description	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Revenue By Source</b>															
Property rates	2,925	3,014	2,973	2,925	2,988	2,988	2,991	3,171	3,190	3,190	3,169	3,134	36,658	36,602	38,579
Service charges - electricity revenue	6,910	7,366	6,985	6,661	8,207	7,242	8,256	8,489	8,489	8,174	8,490	9,035	94,306	97,977	103,268
Service charges - refuse	692	701	700	702	703	704	705	820	823	620	820	560	8,550	9,011	9,498
Rental of facilities and equipment	96	48	40	55	40	44	138	407	407	407	252	100	2,033	1,109	1,169
Interest earned - external investments	425	456	233	73	41	41	-	412	412	412	412	330	3,246	3,105	3,272
Interest earned - outstanding debtors	851	896	932	930	955	1,005	1,029	1,141	1,141	1,141	1,141	1,141	12,303	7,421	7,821
Fines, penalties and forfeits	488	396	483	377	439	434	301	3	1	17,586	17,396	15,735	53,638	77,848	82,052
Licences and permits	475	481	418	521	415	289	450	432	565	655	786	584	6,070	5,766	6,077
Transfers and subsidies	112,432	179	574	319	89,858	267	182	322	67,534	358	242	352	272,618	291,737	314,255
Other revenue	160	101	54	85	174	43	56	65	47	49	219	238	1,290	1,754	1,849
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	862	862	-	-
<b>Total Revenue</b>	<b>125,453</b>	<b>13,638</b>	<b>13,392</b>	<b>12,650</b>	<b>103,821</b>	<b>13,056</b>	<b>14,108</b>	<b>15,261</b>	<b>82,608</b>	<b>32,591</b>	<b>32,926</b>	<b>32,070</b>	<b>491,574</b>	<b>532,330</b>	<b>567,840</b>
<b>Expenditure By Type</b>															
<b>Employee related costs</b>	<b>11,243</b>	<b>11,085</b>	<b>11,107</b>	<b>12,045</b>	<b>11,072</b>	<b>18,328</b>	<b>11,205</b>	<b>11,316</b>	<b>11,294</b>	<b>11,285</b>	<b>11,371</b>	<b>11,314</b>	<b>142,665</b>	<b>157,231</b>	<b>165,566</b>
Remuneration of councillors	1,936	1,903	2,102	2,238	1,951	1,981	1,951	2,202	2,202	2,202	2,202	2,202	25,068	27,266	28,093
Debt impairment	-	-	-	-	-	-	-	-	-	-	-	43,505	43,505	58,771	59,652
Depreciation & asset impairment	-	-	-	-	-	-	-	-	-	-	-	54,830	54,830	61,786	63,036
Finance charges	-	-	-	731	225	217	-	266	266	266	266	266	2,505	1,141	53
Bulk purchases	85	8,918	9,123	7,369	6,053	6,691	6,618	6,428	7,428	9,428	9,428	9,428	87,000	93,406	107,884
Other materials	796	1,166	1,235	1,785	1,275	2,448	1,420	1,441	1,731	1,496	1,456	1,549	17,798	14,324	14,798
Contracted services	9,381	3,176	9,173	7,761	5,197	15,925	8,140	2,052	1,378	1,243	902	1,480	65,807	54,841	58,243
Grants and subsidies	217	228	142	209	119	347	246	418	246	413	525	230	3,340	3,942	4,155
Other expenditure	4,250	2,695	2,868	5,179	1,766	3,771	2,778	2,396	4,917	4,893	3,499	3,775	42,787	39,194	38,868
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>27,908</b>	<b>29,172</b>	<b>35,750</b>	<b>37,318</b>	<b>27,659</b>	<b>49,708</b>	<b>32,357</b>	<b>26,519</b>	<b>29,461</b>	<b>31,226</b>	<b>29,648</b>	<b>128,579</b>	<b>485,305</b>	<b>511,903</b>	<b>540,349</b>
<b>Surplus/(Deficit)</b>	<b>97,544</b>	<b>(15,534)</b>	<b>(22,358)</b>	<b>(24,669)</b>	<b>76,163</b>	<b>(36,651)</b>	<b>(18,249)</b>	<b>(11,258)</b>	<b>53,147</b>	<b>1,365</b>	<b>3,278</b>	<b>(96,509)</b>	<b>6,269</b>	<b>20,427</b>	<b>27,491</b>
<b>Transfers and subsidies - capital (monetary allo</b>	<b>1,421</b>	<b>8,853</b>	<b>3,760</b>	<b>9,083</b>	<b>11,320</b>	<b>2,489</b>	<b>4,894</b>	<b>356</b>	<b>6,076</b>	<b>5,335</b>	<b>11,476</b>	<b>10,358</b>	<b>75,421</b>	<b>74,234</b>	<b>75,773</b>
Transfers and subsidies - capital (monetary	-	334	1,782	932	4,137	3,085	2,382	1,000	2,000	850	2,000	3,268	21,771	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contrib</b>	<b>98,966</b>	<b>(6,347)</b>	<b>(16,815)</b>	<b>(14,654)</b>	<b>91,620</b>	<b>(31,077)</b>	<b>(10,973)</b>	<b>(9,902)</b>	<b>61,222</b>	<b>7,550</b>	<b>16,754</b>	<b>(82,882)</b>	<b>103,461</b>	<b>94,661</b>	<b>103,264</b>

Adjustment budget 2019/20

Table SB 15: Adjustment Budget – Monthly Cash flow

Monthly cash flows	Budget Year 2019/20													Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Full year budget	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Cash Receipts By Source</b>																	
Property rates	2 340	2 014	2 246	2 012	2 102	1 991	1 807	2 950	2 990	2 980	2 940	3 238	29 610	29 610	27 452	28 934	
Service charges - electricity revenue	5 598	6 336	6 911	7 093	7 290	7 485	6 902	7 963	7 990	7 990	7 990	7 858	87 405	87 405	90 816	95 720	
Service charges - water revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Service charges - sanitation revenue	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Service charges - refuse	428	406	338	342	360	327	338	387	448	468	488	747	5 076	5 076	6 012	7 498	
Rental of facilities and equipment	17	188	59	24	34	43	25	59	168	178	188	149	1 133	1 133	1 109	1 169	
Interest earned - external investments	425	456	233	41	–	–	–	–	32	–	–	–	1 187	1 187	3 105	3 272	
Interest earned - outstanding debtors	150	133	127	102	52	74	68	150	250	270	290	442	2 109	2 109	7 421	7 821	
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Fines, penalties and forfeits	8	3	2	–	1	0	–	9	7	8	10	630	679	679	7 785	8 205	
Licences and permits	475	492	456	521	417	289	450	416	441	461	491	461	5 370	5 370	5 766	6 077	
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Transfer receipts - operational	112 431	2 235	–	–	19 963	69 707	619	411	67 252	–	–	–	272 618	272 618	291 737	314 255	
Other revenue	1 277	1 201	1 343	1 371	1 519	1 458	1 441	1 144	1 143	1 243	1 043	1 000	15 183	15 183	1 754	1 849	
<b>Cash Receipts by Source</b>	<b>123 149</b>	<b>13 464</b>	<b>11 715</b>	<b>11 507</b>	<b>31 737</b>	<b>81 374</b>	<b>11 649</b>	<b>13 490</b>	<b>80 722</b>	<b>13 599</b>	<b>13 441</b>	<b>14 525</b>	<b>420 371</b>	<b>420 371</b>	<b>442 955</b>	<b>474 801</b>	
<b>Other Cash Flows by Source</b>																	
Transfers receipts - capital	30 968	–	–	–	5 000	17 476	–	5 000	15 477	–	–	(0)	73 921	73 921	74 234	75 773	
Transfers and subsidies - capital (monetary allocations)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Increase (decrease) in consumer deposits	56	113	61	(115)	2	7	33	15	–	–	–	(526)	–	(354)	(350)	(300)	
Decrease (Increase) in non-current debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Decrease (increase) other non-current receivables	–	–	4 651	2 585	2 846	–	12 263	6 021	–	–	–	(0)	–	28 366	–	–	
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
<b>Total Cash Receipts by Source</b>	<b>154 173</b>	<b>13 577</b>	<b>16 427</b>	<b>13 977</b>	<b>39 585</b>	<b>98 858</b>	<b>23 946</b>	<b>24 526</b>	<b>96 199</b>	<b>13 599</b>	<b>13 441</b>	<b>13 999</b>	<b>494 292</b>	<b>522 305</b>	<b>516 839</b>	<b>550 274</b>	
<b>Cash Payments by Type</b>																	
Employee related costs	11 243	11 085	11 107	12 045	11 072	18 328	11 205	11 256	11 321	11 321	11 321	11 361	142 665	142 665	157 231	165 566	
Remuneration of councillors	1 936	1 903	2 102	2 238	1 951	1 981	1 951	1 951	2 032	2 032	2 032	2 960	25 068	25 068	27 266	28 093	
Finance charges	255	–	–	731	217	217	–	408	209	209	–	260	2 505	2 505	1 141	53	
Bulk purchases - Electricity	85	8 918	9 123	7 369	6 053	6 691	6 618	5 616	8 857	8 967	8 987	9 715	87 000	87 000	93 406	107 884	
Bulk purchases - Water & Sewer	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Other materials	289	598	990	1 306	803	2 443	666	506	405	236	336	2 176	10 754	10 754	16 304	38 253	
Contracted services	7 339	3 265	7 503	8 035	5 181	14 370	8 324	2 318	3 318	2 265	1 115	2 776	–	65 807	54 841	60 243	
Transfers and grants - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	3 942	4 155	
Transfers and grants - other	217	228	142	209	119	347	246	379	367	289	298	498	–	3 340	–	–	
Other expenditure	6 799	3 168	4 748	5 317	2 254	5 258	3 357	2 108	5 012	3 168	2 108	2 491	45 787	45 787	39 194	48 868	
<b>Cash Payments by Type</b>	<b>28 163</b>	<b>29 164</b>	<b>35 715</b>	<b>37 250</b>	<b>27 650</b>	<b>49 635</b>	<b>32 367</b>	<b>24 542</b>	<b>31 520</b>	<b>28 486</b>	<b>26 196</b>	<b>32 238</b>	<b>313 779</b>	<b>382 926</b>	<b>393 325</b>	<b>453 115</b>	
<b>Other Cash Flows/Payments by Type</b>																	
Capital assets	1 421	9 187	5 542	12 834	14 910	6 657	10 655	6 384	14 806	9 417	–	11 359	103 174	103 174	89 158	88 783	
Repayment of borrowing	754	763	771	781	790	799	807	818	(3 131)	(3 131)	–	9 603	9 624	9 624	10 980	2 489	
Other Cash Flows/Payments	34 060	–	–	–	–	–	–	–	–	–	–	–	34 060	34 060	–	–	
<b>Total Cash Payments by Type</b>	<b>64 399</b>	<b>39 114</b>	<b>42 028</b>	<b>50 866</b>	<b>43 350</b>	<b>57 091</b>	<b>43 829</b>	<b>31 743</b>	<b>43 196</b>	<b>34 772</b>	<b>26 196</b>	<b>53 200</b>	<b>460 637</b>	<b>529 785</b>	<b>493 464</b>	<b>544 387</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>89 774</b>	<b>(25 537)</b>	<b>(25 602)</b>	<b>(36 889)</b>	<b>(3 765)</b>	<b>41 767</b>	<b>(19 884)</b>	<b>(7 217)</b>	<b>53 003</b>	<b>(21 173)</b>	<b>(12 756)</b>	<b>(39 201)</b>	<b>33 655</b>	<b>(7 479)</b>	<b>23 375</b>	<b>5 887</b>	
Cash/cash equivalents at the month/year beginning:	24 177	113 950	88 413	62 811	25 922	22 157	63 924	44 040	36 823	89 826	68 654	55 898	–	24 177	16 697	40 072	
<b>Cash/cash equivalents at the month/year end:</b>	<b>113 950</b>	<b>88 413</b>	<b>62 811</b>	<b>25 922</b>	<b>22 157</b>	<b>63 924</b>	<b>44 040</b>	<b>36 823</b>	<b>89 826</b>	<b>68 654</b>	<b>55 898</b>	<b>16 697</b>	<b>16 697</b>	<b>40 072</b>	<b>45 959</b>	<b>45 959</b>	

**Table SB 16: Adjustment Budget – Monthly Capital Expenditure (Municipal Vote)**

Description - Municipal Vote	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Multi-year expenditure appropriation</b>															
Vote 1 - Executive and Council	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Budget and Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	1,112	4,374	852	11,034	7,807	1,072	3,982	1,800	6,215	3,285	5,930	5,130	52,595	67,428	64,474
Vote 7 - Development Planning	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Capital Multi-year expenditure sub-total</b>	<b>1,112</b>	<b>4,374</b>	<b>852</b>	<b>11,034</b>	<b>7,807</b>	<b>1,072</b>	<b>3,982</b>	<b>1,800</b>	<b>6,215</b>	<b>3,285</b>	<b>5,930</b>	<b>5,130</b>	<b>52,595</b>	<b>67,428</b>	<b>64,474</b>
<b>Single-year expenditure appropriation</b>															
Vote 1 - Executive and Council	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Budget and Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	4	469	-	-	-	-	42	-	515	900	900
Vote 5 - Community Services	-	-	-	-	-	626	321	-	115	216	90	136	1,504	-	-
Vote 6 - Technical Services	-	3,738	4,168	1,817	7,099	4,436	6,352	1,300	5,034	6,950	7,846	9,737	58,477	27,714	31,130
Vote 7 - Development Planning	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>	<b>-</b>	<b>3,738</b>	<b>4,168</b>	<b>1,817</b>	<b>7,103</b>	<b>5,531</b>	<b>6,673</b>	<b>1,300</b>	<b>5,149</b>	<b>7,166</b>	<b>7,977</b>	<b>9,873</b>	<b>60,496</b>	<b>28,614</b>	<b>32,030</b>
<b>Total Capital Expenditure</b>	<b>1,112</b>	<b>8,112</b>	<b>5,020</b>	<b>12,851</b>	<b>14,910</b>	<b>6,604</b>	<b>10,655</b>	<b>3,100</b>	<b>11,364</b>	<b>10,451</b>	<b>13,908</b>	<b>15,002</b>	<b>113,090</b>	<b>96,042</b>	<b>96,503</b>

Table SB 17: Adjustment Budget – Monthly Capital Expenditure (Functional Classification)

Description	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year+1 2020/21	Budget Year+2 2021/22
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Capital Expenditure - Functional</b>															
<b>Governance and administration</b>	-	-	-	-	-	13	2	-	-	-	-	100	115	1,900	1,600
Executive and council	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance and administration	-	-	-	-	-	13	2					100	115	1,900	1,600
Internal audit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	-	-	-	-	-	-	83	-	-	-	-	(83)	-	-	-
Community and social services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	83	-	-	-	-	(83)	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	-	3,738	4,654	6,623	14,423	5,677	9,201	1,300	10,200	9,350	12,336	14,408	91,910	73,674	71,436
Planning and development	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport	-	3,738	4,654	6,623	14,423	5,677	9,201	1,300	10,200	9,350	12,336	14,408	91,910	73,674	71,436
Environmental protection	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	1,112	4,374	366	6,228	487	915	1,452	1,800	1,164	1,101	1,572	495	21,066	20,517	20,895
Energy sources	1,112	4,374	366	6,228	487	289	1,132	1,800	1,049	885	1,482	359	19,562	19,648	20,895
Water management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	626	321		115	216	90	136	1,504	870	-
<b>Other</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	1,112	8,112	5,020	12,851	14,910	6,604	10,738	3,100	11,364	10,451	13,908	14,919	113,090	96,092	93,931



Table SB 18a: Adjustment Budget – Capital Expenditure on New Assets by Asset Class

Description	Budget Year 2019/20										Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>Capital expenditure on new assets by Asset Class</b>												
<b>Infrastructure</b>	50 043	-	-	-	-	-	(8 710)	(8 710)	41 333	37 045	51 444	
<b>Roads Infrastructure</b>	30 521	-	-	-	-	-	(8 750)	(8 750)	21 771	20 006	34 897	
Roads	30 521						(8 750)	(8 750)	21 771	20 006	34 897	
<b>Electrical Infrastructure</b>	19 522	-	-	-	-	-	40	40	19 562	17 039	16 547	
MV Networks	19 522						40	40	19 562	17 039	16 547	
<b>Other assets</b>	900	-	-	-	-	-	576	576	1 476	500	200	
Operational Buildings	900	-	-	-	-	-	576	576	1 476	500	200	
Municipal Offices	900						(900)	(900)	(0)	500	200	
Workshops	-						1 476	1 476	1 476	-	-	
<b>Computer Equipment</b>	500	-	-	-	-	-	(386)	(386)	115	500	500	
Computer Equipment	500						(386)	(386)	115	500	500	
<b>Furniture and Office Equipment</b>	400	-	-	-	-	-	134	134	534	400	400	
Furniture and Office Equipment	400						134	134	534	400	400	
<b>Machinery and Equipment</b>	2 326	-	-	-	-	-	(572)	(572)	1 754	500	500	
Machinery and Equipment	2 326						(572)	(572)	1 754	500	500	
<b>Total Capital Expenditure on new assets to be adjusted</b>	<b>54 169</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8 958)</b>	<b>(8 958)</b>	<b>45 211</b>	<b>38 945</b>	<b>53 044</b>	

SB 18b: Adjustment Budget – Capital Expenditure on Renewal Assets by Asset Class

Description	Budget Year 2019/20										Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year	Unfore. Unavoid.	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>Capital expenditure on renewal of existing assets by Asset Class</b>												
<b>Infrastructure</b>	23 813	-	-	-	-	-	42 605	42 605	66 417	38 615	26 422	
<b>Roads Infrastructure</b>	22 074	-	-	-	-	-	44 344	44 344	66 417	38 615	26 422	
Roads	22 074						44 344	44 344	66 417	38 615	26 422	
<b>Electrical Infrastructure</b>	1 739	-	-	-	-	-	(1 739)	(1 739)	(0)	-	-	
HV Transmission Conductors	1 739						(1 739)	(1 739)	(0)	-	-	
<b>Total Capital Expenditure on renewal of existing assets to be adjusted</b>	<b>23 813</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42 605</b>	<b>42 605</b>	<b>66 417</b>	<b>38 615</b>	<b>26 422</b>	

Table SB 18c: Adjustment Budget – Expenditure on Repairs and Maintenance by Asset Class

Description	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Accum. Funds	Multi- year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Repairs and maintenance expenditure by Asset Class</b>											
<b>Infrastructure</b>	<b>6 756</b>	-	-	-	-	-	(1 937)	(1 937)	<b>4 819</b>	<b>11 001</b>	<b>3 091</b>
<b>Roads Infrastructure</b>	<b>2 000</b>	-	-	-	-	-	<b>767</b>	<b>767</b>	<b>2 767</b>	<b>6 556</b>	<b>1 922</b>
Roads	2 000						767	767	2 767	6 556	1 922
<b>Electrical Infrastructure</b>	<b>1 052</b>	-	-	-	-	-	<b>1 000</b>	<b>1 000</b>	<b>2 052</b>	<b>4 445</b>	<b>1 169</b>
MV Networks	1 052						1 000	1 000	2 052	4 445	1 169
<b>Solid Waste Infrastructure</b>	<b>3 704</b>	-	-	-	-	-	<b>(3 704)</b>	<b>(3 704)</b>	-	-	-
Landfill Sites	3 704						(3 704)	(3 704)	-	-	-
<b>Other assets</b>	<b>1 052</b>	-	-	-	-	-	<b>(1 052)</b>	<b>(1 052)</b>	-	-	-
Operational Buildings	1 052						(1 052)	(1 052)	-	-	-
Municipal Offices	1 052						(1 052)	(1 052)	-	-	-
<b>Machinery and Equipment</b>	<b>1 757</b>	-	-	-	-	-	<b>5 228</b>	<b>5 228</b>	<b>6 985</b>	<b>16 261</b>	<b>7 091</b>
Machinery and Equipment	1 757						5 228	5 228	6 985	16 261	7 091
<b>Transport Assets</b>	<b>1 052</b>	-	-	-	-	-	<b>(1 052)</b>	<b>(1 052)</b>	-	-	-
Transport Assets	1 052						(1 052)	(1 052)	-	-	-
<b>Total Repairs and Maintenance Expenditure to be adjusted</b>	<b>10 617</b>	-	-	-	-	-	<b>1 187</b>	<b>1 187</b>	<b>11 804</b>	<b>27 262</b>	<b>10 182</b>

Table SB 18d: Adjustment Budget – Depreciation by Asset Class

Description	Budget Year 2019/20									Budget Year +1	Budget Year +2
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Depreciation by Asset Class/Sub-class</b>											
<b>Infrastructure</b>	36 455	-	-	-	-	-	(4 716)	(4 716)	31 738	38 424	40 498
<b>Roads Infrastructure</b>	26 454	-	-	-	-	-	(812)	(812)	25 642	27 883	29 389
Roads	26 454						(812)	(812)	25 642	27 883	29 389
<b>Storm water Infrastructure</b>	3 905	-	-	-	-	-	(3 905)	(3 905)	-	4 115	4 338
Storm water Conveyance	3 905						(3 905)	(3 905)	-	4 115	4 338
<b>Electrical Infrastructure</b>	5 434	-	-	-	-	-	-	-	5 434	5 728	6 037
HV Transmission Conductors	5 434						-	-	5 434	5 728	6 037
<b>Solid Waste Infrastructure</b>	662	-	-	-	-	-	-	-	662	698	735
Landfill Sites	662						-	-	662	698	735
<b>Other assets</b>	2 293	-	-	-	-	-	1 800	1 800	4 093	7 454	5 770
<b>Operational Buildings</b>	2 293	-	-	-	-	-	1 800	1 800	4 093	7 454	5 770
Municipal Offices	2 293						1 800	1 800	4 093	2 417	2 548
Workshops	-						-	-	-	5 037	3 222
<b>Intangible Assets</b>	398	-	-	-	-	-	-	-	398	419	442
<b>Licences and Rights</b>	398	-	-	-	-	-	-	-	398	419	442
Computer Software and Applications	398						-	-	398	419	442
<b>Computer Equipment</b>	1 597	-	-	-	-	-	-	-	1 597	1 683	1 774
Computer Equipment	1 597						-	-	1 597	1 683	1 774
<b>Furniture and Office Equipment</b>	4 015	-	-	-	-	-	-	-	4 015	4 232	4 460
Furniture and Office Equipment	4 015						-	-	4 015	4 232	4 460
<b>Machinery and Equipment</b>	2 288	-	-	-	-	-	3 905	3 905	6 193	2 412	2 542
Machinery and Equipment	2 288						3 905	3 905	6 193	2 412	2 542
<b>Transport Assets</b>	3 727	-	-	-	-	-	-	-	3 727	3 928	4 140
Transport Assets	3 727						-	-	3 727	3 928	4 140
<b>Total Depreciation to be adjusted</b>	<b>53 842</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>988</b>	<b>988</b>	<b>54 830</b>	<b>61 786</b>	<b>63 036</b>

Table SB 18e: Adjustment Budget – Capital Expenditure on Upgrading of Existing Assets by Asset Class

Description	Budget Year 2019/20									Budget Year +1	Budget Year +2
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Capital expenditure on upgrading of existing assets by Asset Class</b>											
<b>Infrastructure</b>	15 196	-	-	-	-	-	(13 850)	(13 850)	1 346	18 532	14 465
<b>Roads Infrastructure</b>	15 196	-	-	-	-	-	(13 850)	(13 850)	1 346	15 923	12 690
Roads	15 196						(13 850)	(13 850)	1 346	15 923	12 690
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	1 739	1 775
<b>Solid Waste Infrastructure</b>	-	-	-	-	-	-	-	-	-	870	-
Landfill Sites	-						-	-	-	870	-
<b>Other assets</b>	2 476	-	-	-	-	-	(2 476)	(2 476)	-	-	-
<b>Operational Buildings</b>	2 476	-	-	-	-	-	(2 476)	(2 476)	-	-	-
Municipal Offices	2 476						(2 476)	(2 476)	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	116	116	116	-	-
Machinery and Equipment	-						116	116	116	-	-
<b>Total Capital Expenditure on upgrading of existing assets to be adjusted</b>	<b>17 672</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(16 210)</b>	<b>(16 210)</b>	<b>1 462</b>	<b>18 532</b>	<b>14 465</b>

Table SB 19: Adjustment Budget – List of Capital Projects

Function	Project Description	Type	Asset Class	Asset Sub-Class	Ward Location	GPS Longitude	GPS Latitude	Medium Term Revenue and Expenditure Framework					
								Budget Year 2019/20		Budget Year +1 2020/21		Budget Year +2 2021/22	
								Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
<b>R thousands</b>													
<b>Parent municipality:</b>													
<b>List all capital projects grouped by Function</b>													
Technical Services	Electrification Designs	New	Infrastructure	Electrical Infrastructure	Whole of the municipality	29.3898	-25.1611	–	–	1 000	–	–	–
Technical Services	Electrification of Mashemong	New	Infrastructure	Electrical Infrastructure	24	29.612543	-25.051939	1 435	1 435	–	–	–	–
Technical Services	Electrification of Niswelemuse	New	Infrastructure	Electrical Infrastructure	4	29.08905	-25.15623	1 435	1 435	–	–	–	–
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	14	29.372034	-25.17166140	3 864	3 864	–	–	–	–
Technical Services	Electrification of Tambo Village	New	Infrastructure	Electrical Infrastructure	9	29.3898	-25.1611	12 266	12 266	–	–	–	–
Technical Services	Electrification of Uitspanning A	New	Infrastructure	Electrical Infrastructure	8	29.198058	-25.249734	–	–	–	–	–	–
Technical Services	Electrification of Zuma Park	New	Infrastructure	Electrical Infrastructure	7	29.111068	-25.250855	–	–	1 000	–	–	–
Technical Services	Electrification of Sephaku New Stand	New	Infrastructure	Electrical Infrastructure	23	29.667782	-25.018703	–	–	425	–	–	–
Technical Services	Electrification of Sephaku New Belfast	New	Infrastructure	Electrical Infrastructure	23	29.64229	-25.019348	–	–	850	–	–	–
Technical Services	Electrification of Ga Posa	New	Infrastructure	Electrical Infrastructure	24	29.615945	-25.994864	–	–	1 190	–	–	–
Technical Services	Electrification of Thabakhubedu	New	Infrastructure	Electrical Infrastructure	12	29.253149	-25.344333	–	–	850	–	–	–
Technical Services	Electrification of Vlakfontein	New	Infrastructure	Electrical Infrastructure	23	29.61394	-25.050123	–	–	6 800	–	–	–
Technical Services	Electrification of Kwa-Fundulwane	New	Infrastructure	Electrical Infrastructure	12	29.134331	-25.269049	–	–	221	–	–	–
Technical Services	Electrification of Moteti	New	Infrastructure	Electrical Infrastructure	2	29.045966	-25.247685	–	–	700	–	–	–
Technical Services	Electrification of Moteti	New	Infrastructure	Electrical Infrastructure	2	29.078466	-25.245472	–	–	3 264	–	–	–
Technical Services	Electrification of Matlala Lehwelere	New	Infrastructure	Electrical Infrastructure	14	29.1571	-25.15499	–	–	–	–	3 500	–
Technical Services	Electrification of Mateoskop	New	Infrastructure	Electrical Infrastructure	12	29.630005	-25.334439	–	–	–	–	3 300	–
Technical Services	Electrification of Phooko	New	Infrastructure	Electrical Infrastructure	9	29.1543	-25.304811	–	–	–	–	4 832	–
Technical Services	Electrification of Jabulane D2	New	Infrastructure	Electrical Infrastructure	9	29.171475	-25.290058	–	–	–	–	647	–
Technical Services	Electrification of Lenkwaneng section/ ZCC	New	Infrastructure	Electrical Infrastructure	10	29.2449	-25.321125	–	–	–	–	788	–
Technical Services	Electrification of Ntwane	New	Infrastructure	Electrical Infrastructure	10	29.257778	-25.319247	–	–	–	–	438	–
Technical Services	Mpheleng Road Construction	New	Infrastructure	Roads Infrastructure	5	29.153131	-25.224649	–	–	–	–	11 040	–
Technical Services	JJ Zaaipleas Road	New	Infrastructure	Roads Infrastructure	15	29.768663	-25.111684	7 705	10 705	6 695	–	–	–
Technical Services	Kgoshi Rammupudu Road	New	Infrastructure	Roads Infrastructure	26	29.49416	-25.05298	–	–	–	–	9 028	–
Technical Services	Upgrading of Bloompoot to Uitspanning Access Road (Design only)	Renewal	Infrastructure	Roads Infrastructure	11	29.9245225	-25.1930852	1 500	650	11 235	–	22 422	–
Technical Services	Kgapamadi road	Renewal	Infrastructure	Roads Infrastructure	21	29.681316	-24.988231	22 816	19 316	–	–	–	–
Technical Services	Tambo Road Construction	New	Infrastructure	Roads Infrastructure	9	29.1930283	-25.2780783	8 400	11 900	16 168	–	–	–
Technical Services	Upgrading of Hlogotlou Internal streets	Upgrade	Infrastructure	Roads Infrastructure	20	29.1930283	-25.2780783	–	–	3 478	–	2 522	–
Technical Services	Upgrading of Nyakurone Antenna	Upgrade	Infrastructure	Roads Infrastructure	7	29.5133167	-25.0657483	–	–	805	–	8 683	–
Community Services	Access Road (Design only)	Upgrade	Infrastructure	Roads Infrastructure	13	29.422379	-25.157895	13 000	13 000	–	–	–	–
Community Services	Groblerdal Landfill site	Upgrade	Community assets	Waste Management	–	–	–	–	–	–	–	–	–
Technical Services	Upgrading of Dipakapakeng Access Road	Upgrade	Infrastructure	Roads Infrastructure	25	29.498647	-25.025769	1 500	650	14 003	–	–	–
Technical Services	Upgrading of Tafelkop stadium Access Road	Upgrade	Infrastructure	Roads Infrastructure	28	29.3898	-25.1611	696	696	1 739	–	12 690	–
Technical Services	Upgrading of Mogaup Road	Upgrade	Infrastructure	Roads Infrastructure	22	29.156825	-25.15488	9 028	–	3 625	–	3 625	–
Corporate Services	Furniture and Office Equipment	New	Furniture and Office Equipment	Furniture and Office Equipment	Whole of the municipality	29.3898	-25.1611	400	534	400	–	–	–
Corporate Services	Computer Equipment	New	Computer	Computer Equipment	Whole of the municipality	29.3898	-25.1611	500	115	500	–	–	–
Technical Services	Air Conditioner	New	Machinery and Equipment	Machinery and Equipment	Whole of the municipality	29.3898	-25.1611	400	–	500	–	200	–
Technical Services	Machinery and Equipment(tools)	New	Machinery and Equipment	Machinery and Equipment	Whole of the municipality	29.3898	-25.1611	500	366	500	–	500	–
Technical Services	Completion of 2 Highmast light in Ward 10	Renewal	Infrastructure	Electrical Infrastructure	10	29.3898	-25.1611	522	562	–	–	–	–
Technical Services	Groblerdal Roads and Streets	New	Infrastructure	Roads Infrastructure	13	29.3898	-25.1611	8 696	7 068	4 348	–	–	–
Technical Services	Motetema Internal Streets	New	Infrastructure	Roads Infrastructure	30	29.4630017	-25.09805	3 478	2 278	4 478	–	1 739	–
Technical Services	Culverts, road signs	New	Infrastructure	Roads Infrastructure	Whole of the municipality	29.5698	-25.9658	1 739	–	2 386	–	2 261	–
Technical Services	Installation of high mast light in various villages	New	Infrastructure	Electrical Infrastructure	Whole of the municipality	29.98665	-25.39658	–	–	1 739	–	3 043	–
Community Services	Fencing of Roosenekal Landfill site (Concrete palisade)	Upgrade	Community assets	Waste Management	Whole of the municipality	29.36698	-25.15986	–	–	870	–	–	–
Community Services	Lawn mowers and other equipment's	New	Community assets	Machinery and Equipment	Whole of the municipality	29.3665	-25.98684	522	389	–	–	–	–
Community Services	Mobile Offices Traffic	New	Community assets	Operational building	Whole of the municipality	13	29.3898	-25.1611	500	–	–	–	–
Community Services	Tractor, tractor trailer and slasher	New	Community assets	Machinery and Equipment	Whole of the municipality	29.36559	-25.96554	478	396	–	–	–	–
Community Services	Twenty skip bins	New	Community assets	Machinery and Equipment	Whole of the municipality	29.4630017	-25.14558	348	345	–	–	–	–
Community Services	Two trailers	New	Community assets	Machinery and Equipment	Whole of the municipality	29.899876	-25.895445	130	116	–	–	–	–
Community Services	Bin litter (compatible with self-compressed containers)	New	Machinery and Equipment	Machinery and Equipment	Whole of the municipality	29.520832	-25.030224	348	258	–	–	–	–
Technical Services	Upgrading of Groblersdal subsation	Upgrade	Infrastructure	Electrical Infrastructure	13	29.3898	-25.1611	–	–	1 739	–	4 348	–
Technical Services	Development of workshop	New	Other Assets	Operational building	Whole of the municipality	29.3898	-25.1611	2 476	1 476	–	–	–	–
Technical Services	Laersdrift Road	New	Infrastructure	Roads Infrastructure	Whole of the municipality	29.89785	-25.98845	–	1 500	–	–	–	–
Technical Services	Development of Masakaneng_COGHSTA	New	Infrastructure	Roads Infrastructure	Whole of the municipality	29.985458	-25.89987	–	21 771	–	–	–	–
								<b>95 654</b>	<b>113 090</b>	<b>96 911</b>	–	<b>96 503</b>	–

**Projects adjusted:**

- Groblersdal roads and street increased by R472 thousand due to a shortfall and will be covered by a portion of culverts and road signs reduction amount.
- Kgaphamadi roads decreased by R3, 500 million reallocated to Tambo roads
- Tambo road construction increased by R3, 500 million from Kgaphamadi roads
- Laerdrift road increase by R1, 500 which relates to approved rollover by National Treasury
- The budget for Motetema internal streets was decreased by R2 million due to financial constraints
- Development of workshop decreased by R1 million also due to financial constraints
- Completion of highmast lights in ward 10 increased by R40 thousand.
- Development of Masakaneng increased by R21 771 million as a result of roll forward of unspent portion of the grant.
- Culverts and road signs budget decreased to nil
- The budget for mobile office is reduced to nil also due to financial constraints
- Computer equipment; Air conditioners; machinery and equipment; lawn mowers; skip bins; trailers, bin lifters and tractor; tractor trailer and slasher were adjusted downwards due to savings.

## Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Acting Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the Adjustment Budget and supporting documentations for 2019/20 financial year has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name MESHACK KGWALE

Municipal Manager of Elias Motsoledi Local Municipality (LIM 472)

Signature [Handwritten Signature]



# ELIAS MOTSOLEDI LOCAL MUNICIPALITY



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## EXECUTIVE SUPPORT

BSC19/20-01

CERTIFIED EXTRACT OF A RESOLUTION BY THE ACTING MUNICIPAL COUNCIL IN A SPECIAL COUNCIL MEETING HELD 28 FEBRUARY 2020 IN THE COUNCIL CHAMBER, MUNICIPAL OFFICES GROBLERSDAL.

BSC19/20-01 2019/20 ADJUSTMENT BUDGET

RESOLVED:-

That, Council resolves that the adjustment budget of Elias Motsoaledi Local Municipality for the financial year 2019/20, with two projected outer years 2020/21 and 2021/22 is approved in the following schedules attached to this report as Annexure A.

- 1.1 Budgeted summary on table B1;
- 1.2 Budgeted financial performance (revenue and expenditure by classification reflected on table B2;
- 1.3 Budgeted financial performance (revenue and expenditure by municipal vote reflected on table B3;
- 1.4 Budgeted financial performance (revenue source and expenditure by type reflected on table B4;
- 1.5 Budgeted capital budget by vote, standard classification and funding as reflected on table B5;
- 1.6 Budgeted financial position as reflected on table B6;
- 1.7 Measurable performance objective for revenue source as per Cash flow on Table B7;
- 1.8 Cash back reserve/ accumulated surplus reconciliation on B8;
- 1.9 Asset management as reflected on table B9; and
- 1.10 Transfers and Grants Expenditure on table B8;
- 1.11 List of Capital Projects on B8-19

