

Adjustments Budget 2014/15



Thabazimbi Local Municipality LIM (361)

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LIM (361)

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1 Part 1 – Adjustment Budget

1.1 Mayor’s report

Hon Speaker, I have great pleasure and privilege to present for approval the adjustments budget for 2014-15 financial year.

Hon Speaker, the presentation of these estimates is consistent with Section 28 of the Municipal Finance Management Act 56 of 2003, which requires that before the 28th of February each year, council considers for approval, adjustments to the original budget.

Hon Speaker, I am pleased to advise that as envisaged in 2014-15 approved budget, operational spending has been very conservative during the first half of the year, citing cash flow constraints compared to the approved allocations.

Reductions have been proposed on the approved votes to try and harmonise our second half spending to actual collections. Municipal Infrastructure projects rolled over to 2014/15 have also been incorporated as part of the adjustments. The newly approved electrification programme finance by the Department of Energy through SANEDI was also incorporated in this budget adjustments document. This has resulted in less critical expenditure allocations being reduced and some deferred to the next financial year, furthermore resources were shifted from less critical and completed projects to areas of need based on the priority scale detailed in the approved IDP to improve service delivery.

The current municipal vehicles in use falls significantly short to the required fleet to fully service the community of Thabazimbi, this has seen employees in various departments using their own personal vehicles at a cost to the municipality. Overtime and standby allowances were not adjusted upwards despite heavy spending to date and cost control is necessary to adhere with relevant statutory requirements in that area.

The capital budget has been increased by 8% from R91 million to R 97 million for the current financial year to realistically reflect the level of funding available and also to align with our collection rate from basic services. Additions of the SANEDI smart metering project and the approved roll over have also been included for approval. As a result some projects have been deferred to the next financial year whilst others have received more priority. The respective managers have been fully consulted and have committed to execute critical projects during the second half of the year and ensure service delivery is prioritised with the available cash resources.

The Service Delivery and Budget Implementation Plan (SDBIP) has to be adjusted due to the realignment that has taken place on both the operational and capital budgets. This will affect service delivery targets and performance targets. The reviewed SDBIP will be approved as soon as it is finalised and tabled to council for consideration.

The total revised budget of the municipality for the year is R 393 million inclusive of capital receipts from MIG, contributes assets and stakeholder funded projects.

In light of the above, I recommend Council to approve the following adjustments:

- Increase in total municipal revenue from operations by 2% from R241 million to R246 million.
- Upward adjustment on Employee benefits of 3% to cover the financial impact of the placement process and also the additional EPWP employees. The additional cost based on the

expected funds to settle a court settlement between the municipality and Cllr Fischer was incorporated for adjustment.

- Depreciation, amortisation were deliberately not adjusted citing lack of concrete and reliable base upon which the estimates could be drawn. The audited Fixed Asset Register was disclaimed by the Auditor General due to incorrect valuation methodology, which resulted in misstated asset and depreciation estimates.
- Shifting of funds between projects as indicated on B5 and SB19

1.2 Budget related resolutions

The Municipal Finance Management Act (MFMA) of 2003 requires that the municipality table and adopt the budget and budget resolutions. The format of the budget and supporting documentation is prescribed by the Municipal Budget and Reporting Regulations.

The following resolutions are placed before council for tabling and approval:

THAT

1. The adjustments budget for the financial year 2014-2015 be approved as contained in the Tables B1 –B10 listed below:
 - a. Table B1 Adjustments Budget Summary (Page 6)
 - b. Table B2 Adjustments Budgeted Financial Performance (Revenue and Expenditure by Standard Classification) (Page 7)
 - c. Table B3 Adjustments Budgeted Financial Performance (Revenue and Expenditure by municipal vote) (Page 8)
 - d. Table B4 Adjustments Budgeted Financial Performance (Revenue and Expenditure) (Page 9)
 - e. Table B5 Adjustments Budgeted Capital Expenditure by Vote, Standard Classification and Funding (Page 10)
 - f. Table B6 Adjustments Budgeted Statement of Financial Position (Page 11)
 - g. Table B7 Adjustments Budgeted Statement of Cash flows (Page 12)
 - h. Table B8 Adjustments Budgeted Cash backed reserves/ Accumulated surplus reconciliation (Page 12)
 - i. Table B9 Adjustments Budgeted Asset Management (Page 13)
 - j. Table B10 Adjustments Budgeted Basic Service Delivery measurement (Page 14)
2. The SDBIP will be adjusted to reflect the adjustments made in the budget allocation and submitted for subsequent approval by the Mayor.

1.3 Executive summary

Introduction

The Medium Term Revenue and Expenditure Framework (MTREF) for 2014-2015 adjustments budget is prepared on a multi-year basis, which is in line with the MFMA Budget and Reporting Regulations (MBRR).

Budget Process

The Process Plan scheduling key deadlines was approved by council in September 2013 in compliance with the Municipal Finance Management Act. This document outlined the process of compilation of the Adjustments Budget for 2014-2015. Meetings were held with all the clusters to explain the process and deadlines required to produce their respective process plans.

Income

We have made adjustments of revenue forecasts to reflect the anticipated revenue billing and collections, particularly service revenue and property rates. The smart metering project financed by the Department of Energy through SANEDI has already commenced with the project being approved and scope finalised, implementation is set to commence as soon as procurement process is concluded. This has been the main reason why revenue has been adjusted upwards as this eliminates billing errors and enhances the municipal cash flow position. Interest on debtors has thus been reviewed in light of the above.

The property rates revenue has been adjusted upwards to reflect the correction of errors made on implementation ie rebates were given to companies not eligible for such relief mechanisms.

Table B1 (Page 6) outlines the constituents of the revised revenue sources of the municipality. The total operating revenue therefore becomes R 286 million.

Operational Expenditure

Overall operating expenditure has gone up by 2.5%. This is primarily constituted by R2.9 million upward adjustments on employee costs as highlighted above.

The municipality will continue implementing cost cutting measures as reported in the Mid year Assessment report to ensure that spending is within the current collection rates.

Tables B2-B4 indicate the changes in operating expenditure categorised by department, vote and by item.

Capital expenditure

The 8% increase in capital expenditure was effected as a direct result of the donor funded capital projects such as the smart metering project funded by the Department of energy through SANEDI to the tune of R27m. The Waste Water Treatment Works projects have long since exhausted their MIG funds allocations and must be finalised using own funds or alternatively enter into some arrangement with private stakeholders to complete these projects.

Funds have been shifted from some projects to fund mainly the water projects due to the pressing service delivery challenges within our communities. Regorogile Ext 5 has been cited as a key priority and funds have been set amounting to R3m to further augment the current efforts by Anglo- American and Kumba Iron ore on the pump station projects.

Delays at the start of the year in registering MIG projects has caused a very huge gap in capital projects planning as we are required to have registered and approved MIG projects for the duration of the Medium Term Budget Framework period of the next coming three years. In addition, the office of the Project Management Unit is vacant following the cancellation of contract from Baepereki Solutions. Capacitating this office by any means must be regarded as a priority and registering of the remaining projects must commence now to avoid the MIG funds being withdrawn from the municipality and a complete collapse of the programme.

MIG guide rules require that 15% of the allocated funds be used for the upgrading of sports facilities, R1.4m was added to upgrading of sports projects to comply with legislation.

Table SB19 on page 26 lists all capital projects affected by this adjustments budget as discussed above. Table SB5 also indicates these capital adjustments per department and by standard classification, while sources of funding remained unchanged.

Funding of the adjustments budget

The capital budget, including adjustments continues to be funded mainly by transfers from National Government with a very meek portion coming from internally generated reserves of the municipality.

The National Government capital receipts transfer is only for the Municipal Infrastructural Grant whose allocation did not change during the year. However, funds amounting to R4.1m were approved for roll over during the current financial year.

Our monthly collection rate from basic services has increased significantly compared to the same time last year. Our collection rate is averaging around 65% compared to last year's average of 48%-51%. This has mainly been made possible by stern credit control measures being applied by the municipality and the introduction of the smart metering system.

The operational budget is funded partly by internally generated municipal funds and the equitable share allocation. Despite all the effort being made to ease our financial constraints we continue to have cash flow constraints and this is mainly due to service losses and penalties and interest on our huge outstanding accounts for water and electricity that we continue to incur.

1.4 Adjustment budget tables

Table B1 Adjustments Budget Summary - 28 February 2015

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 1 A1	Accum. Funds 2 B	Multi-year capital 3 C	Unfore. Unavoid. 4 D	Nat. or Prov. Govt 5 E	Other Adjusts. 6 F	Total Adjusts. 7 G	Adjusted Budget 8 H	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	17,978	-	-	-	-	-	5,650	5,650	23,628	24,951	26,448
Service charges	160,302	-	-	-	-	-	16,099	16,099	176,401	186,280	197,456
Investment revenue	4,849	-	-	-	-	-	-	-	4,849	5,120	5,427
Transfers recognised - operational	69,092	-	-	-	-	-	-	-	69,092	68,564	77,540
Other own revenue	15,168	-	-	-	-	-	(4,051)	(4,051)	11,117	11,685	12,290
Total Revenue (excluding capital transfers and contributions)	267,389	-	-	-	-	-	17,698	17,698	285,086	296,599	319,162
Employee costs	91,790	-	-	-	-	-	2,985	2,985	94,775	105,482	111,811
Remuneration of councillors	7,899	-	-	-	-	-	0	0	7,899	8,341	8,841
Depreciation & asset impairment	19,350	-	-	-	-	-	-	-	19,350	20,434	21,660
Finance charges	361	-	-	-	-	-	300	300	661	698	740
Materials and bulk purchases	61,979	-	-	-	-	-	-	-	61,979	65,450	69,377
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	48,892	-	-	-	-	-	2,497	2,497	51,389	52,018	55,085
Total Expenditure	230,271	-	-	-	-	-	5,782	5,782	236,053	252,423	267,514
Surplus/(Deficit)	37,118	-	-	-	-	-	11,916	11,916	49,034	44,176	51,647
Transfers recognised - capital	32,926	-	-	-	-	4,100	-	4,100	37,026	29,423	30,601
Contributions recognised - capital & contributed assets	44,000	-	-	-	-	-	27,000	27,000	71,000	-	-
Surplus/(Deficit) after capital transfers & contributions	114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248
Capital expenditure & funds sources											
Capital expenditure	90,187	-	-	-	-	27,000	(19,628)	7,372	97,559	48,000	41,700
Transfers recognised - capital	32,296	-	-	4,100	-	-	-	4,100	36,396	29,423	30,601
Public contributions & donations	44,000	-	-	-	-	-	-	-	44,000	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	13,891	-	-	-	-	-	3,273	3,273	17,164	18,577	11,099
Total sources of capital funds	90,187	-	-	4,100	-	-	3,273	7,373	97,560	48,000	41,700
Financial position											
Total current assets	53,981	-	-	-	-	-	(3,424)	(3,424)	50,557	55,773	62,958
Total non current assets	1,248,990	-	-	-	-	-	-	-	1,248,990	1,311,440	1,390,126
Total current liabilities	84,421	-	-	-	-	-	-	-	84,421	51,200	55,125
Total non current liabilities	41,517	-	-	-	-	-	-	-	41,517	43,592	46,208
Community wealth/Equity	1,177,033	-	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,272,421
Cash flows											
Net cash from (used) operating	40,288	-	-	-	-	-	17,118	17,118	57,406	31,543	30,448
Net cash from (used) investing	(42,851)	-	136,500	-	-	-	(27,000)	109,500	66,649	115,527	126,053
Net cash from (used) financing	(1,137)	-	-	-	-	-	-	-	(1,137)	(1,450)	(1,365)
Cash/cash equivalents at the year end	1,741	-	9,882	-	-	-	(9,882)	-	1,741	147,361	158,344
Cash backing/surplus reconciliation											
Cash and investments available	4,366	-	-	-	-	-	(2,424)	(2,424)	1,942	3,419	5,684
Application of cash and investments	(1,651)	-	-	-	-	-	(6,204)	(6,204)	(7,855)	(1,849)	(1,960)
Balance - surplus (shortfall)	6,017	-	-	-	-	-	3,780	3,780	9,797	5,268	7,643
Asset Management											
Asset register summary (WDV)	1,250,984	-	-	-	-	-	-	-	1,250,984	1,472,040	1,473,301
Depreciation & asset impairment	19,350	-	-	-	-	-	-	-	19,350	20,434	21,660
Renewal of Existing Assets	25,521	-	-	-	-	-	-	-	25,521	26,951	28,460
Repairs and Maintenance	36,260	-	-	-	-	-	-	-	36,260	21,113	22,379
Free services											
Cost of Free Basic Services provided	31,941	-	-	-	-	-	-	-	31,941	31,941	31,941
Revenue cost of free services provided	40,668	-	-	-	-	-	-	-	40,668	40,668	40,668
Households below minimum service level											
Water:	9	-	-	-	-	-	-	-	9	9	9
Sanitation/sewerage:	9	-	-	-	-	-	-	-	9	9	9
Energy:	1	-	-	-	-	-	-	-	1	1	1
Refuse:	13	-	-	-	-	-	-	-	13	13	13

Table B2 Adjustments Budget Financial Performance (standard classification) - 28 February 2015

Standard Description	Ref	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
		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
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Standard												
<i>Governance and administration</i>		149,521	-	-	-	-	-	5,649	5,649	155,170	163,859	173,691
Executive and council		133,810	-	-	-	-	-	5,649	5,649	139,459	147,268	156,105
Budget and treasury office		5,671	-	-	-	-	-	-	-	5,671	5,989	6,348
Corporate services		10,040	-	-	-	-	-	-	-	10,040	10,602	11,239
<i>Community and public safety</i>		7,045	-	-	-	-	-	(4,820)	(4,820)	2,225	2,643	2,802
Community and social services		372	-	-	-	-	-	-	-	372	-	-
Sport and recreation		-	-	-	-	-	-	(650)	(650)	(650)	-	-
Public safety		6,673	-	-	-	-	-	(4,170)	(4,170)	2,503	2,643	2,802
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		1,327	-	-	-	-	-	6,709	6,709	8,035	1,401	1,485
Planning and development		1,327	-	-	-	-	-	-	-	1,327	1,401	1,485
Road transport		-	-	-	-	-	-	6,709	6,709	6,709	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		152,002	-	-	-	-	-	41,260	41,260	193,262	204,084	216,329
Electricity		58,068	-	-	-	-	-	35,201	35,201	93,269	98,492	104,401
Water		61,432	-	-	-	-	-	-	-	61,432	64,872	68,765
Waste water management		22,327	-	-	-	-	-	6,709	6,709	29,036	30,662	32,502
Waste management		10,175	-	-	-	-	-	(650)	(650)	9,525	10,059	10,662
<i>Other</i>		34,420	-	-	-	-	-	-	-	34,420	36,348	38,529
Total Revenue - Standard	2	344,315	-	-	-	-	-	48,798	48,798	393,112	408,336	432,836
Expenditure - Standard												
<i>Governance and administration</i>		63,808	-	-	-	-	-	9,152	9,152	72,960	80,516	85,249
Executive and council		26,038	-	-	-	-	-	(2,053)	(2,053)	23,985	25,328	26,848
Budget and treasury office		17,131	-	-	-	-	-	8,561	8,561	25,691	30,601	32,437
Corporate services		20,639	-	-	-	-	-	2,644	2,644	23,283	24,587	25,964
<i>Community and public safety</i>		28,686	-	-	-	-	-	(47)	(47)	28,639	35,055	37,158
Community and social services		6,782	-	-	-	-	-	(1,339)	(1,339)	5,443	-	-
Sport and recreation		7,923	-	-	-	-	-	(2,139)	(2,139)	5,784	6,108	6,474
Public safety		13,981	-	-	-	-	-	3,431	3,431	17,412	28,947	30,684
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		36,577	-	-	-	-	-	(8,455)	(8,455)	28,122	29,697	31,479
Planning and development		9,044	-	-	-	-	-	(3,189)	(3,189)	5,855	6,182	6,553
Road transport		27,534	-	-	-	-	-	(5,166)	(5,166)	22,368	23,620	25,038
Environmental protection		-	-	-	-	-	-	(100)	(100)	(100)	(106)	(112)
<i>Trading services</i>		101,201	-	-	-	-	-	5,132	5,132	106,333	112,287	119,024
Electricity		48,667	-	-	-	-	-	2,201	2,201	50,868	53,717	56,940
Water		35,119	-	-	-	-	-	1,072	1,072	36,190	38,217	40,510
Waste water management		10,161	-	-	-	-	-	773	773	10,934	11,547	12,239
Waste management		7,253	-	-	-	-	-	1,086	1,086	8,339	8,806	9,335
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	230,272	-	-	-	-	-	5,782	5,782	236,054	257,556	272,911
Surplus/ (Deficit) for the year		114,043	-	-	-	-	-	43,016	43,016	157,059	150,780	159,925

Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28 February 2015

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
		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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Revenue by Vote	1											
Vote 1 - Organisational structure sub-votes (if required)		133,810	-	-	-	-	4,100	5,649	9,749	143,559	151,598	160,694
Vote 2 - 200 Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - 300 Budget & Treasury		5,671	-	-	-	-	-	-	-	5,671	5,293	5,611
Vote 4 - 400 Corporate Services		10,040	-	-	-	-	-	-	-	10,040	2,983	3,161
Vote 5 - 500 Planning and Economic Development		1,327	-	-	-	-	-	-	-	1,327	1,401	1,485
Vote 6 - 600 Community Services		10,547	-	-	-	-	-	(538)	(538)	10,009	10,570	11,204
Vote 7 - 700 Technical Services		176,247	-	-	-	-	-	43,869	43,869	220,116	158,507	172,594
Vote 8 - 800 Public Safety and Protection Services		6,673	-	-	-	-	-	(4,282)	(4,282)	2,391	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	344,315	-	-	-	-	4,100	44,698	48,798	393,112	330,351	354,749
Expenditure by Vote	1											
Vote 1 - Organisational structure sub-votes (if required)		13,286	-	-	-	-	-	852	852	14,138	9,866	10,458
Vote 2 - 200 Municipal Manager		12,752	-	-	-	-	-	(2,905)	(2,905)	9,847	5,304	5,622
Vote 3 - 300 Budget & Treasury		17,131	-	-	-	-	-	4,279	4,279	21,409	4,553	4,826
Vote 4 - 400 Corporate Services		20,639	-	-	-	-	-	2,644	2,644	23,283	14,057	14,900
Vote 5 - 500 Planning and Economic Development		8,044	-	-	-	-	-	(3,289)	(3,289)	4,755	4,354	4,616
Vote 6 - 600 Community Services		21,958	-	-	-	-	-	1,039	1,039	22,998	34,845	36,936
Vote 7 - 700 Technical Services		125,766	-	-	-	-	-	(1,120)	(1,120)	124,646	179,445	190,157
Vote 8 - 800 Public Safety and Protection Services		10,696	-	-	-	-	-	4,282	4,282	14,978	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	230,272	-	-	-	-	-	5,782	5,782	236,054	252,424	267,515
Surplus/ (Deficit) for the year	2	114,043	-	-	-	-	4,100	38,916	43,016	157,059	77,928	87,234

Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
		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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands	1											
Revenue By Source												
Property rates	2	17,978	-	-	-	-	-	5,650	5,650	23,628	24,951	26,448
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	66,368	-	-	-	-	-	10,040	10,040	76,408	80,687	85,528
Service charges - water revenue	2	61,432	-	-	-	-	-	-	-	61,432	64,872	68,765
Service charges - sanitation revenue	2	22,327	-	-	-	-	-	6,709	6,709	29,036	30,662	32,502
Service charges - refuse revenue	2	10,175	-	-	-	-	-	(650)	(650)	9,525	10,059	10,662
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1,152	-	-	-	-	-	-	-	1,152	1,217	1,290
Interest earned - external investments		48	-	-	-	-	-	-	-	48	51	54
Interest earned - outstanding debtors		4,801	-	-	-	-	-	-	-	4,801	5,069	5,373
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines		672	-	-	-	-	-	183	183	855	903	957
Licences and permits		2,472	-	-	-	-	-	(4,465)	(4,465)	(1,993)	(2,104)	(2,231)
Agency services		2,000	-	-	-	-	-	-	-	2,000	2,112	2,239
Transfers recognised - operating		69,092	-	-	-	-	-	-	-	69,092	68,564	77,540
Other revenue	2	8,872	-	-	-	-	-	231	231	9,103	9,558	10,036
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		267,389	-	-	-	-	-	17,698	17,698	285,086	296,599	319,162
Expenditure By Type												
Employee related costs		91,790	-	-	-	-	-	2,985	2,985	94,775	105,482	111,811
Remuneration of councillors		7,899	-	-	-	-	-	0	0	7,899	8,341	8,841
Debt impairment		2,100	-	-	-	-	-	-	-	2,100	-	-
Depreciation & asset impairment		19,350	-	-	-	-	-	-	-	19,350	20,434	21,660
Finance charges		361	-	-	-	-	-	300	300	661	698	740
Bulk purchases		61,979	-	-	-	-	-	-	-	61,979	65,450	69,377
Other materials		-	-	-	-	-	-	-	-	-	-	-
Contracted services		5,559	-	-	-	-	-	(2,400)	(2,400)	3,159	3,336	3,536
Transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Other expenditure		41,233	-	-	-	-	-	4,897	4,897	46,130	48,683	51,550
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		230,271	-	-	-	-	-	5,782	5,782	236,053	252,423	267,514
Surplus/(Deficit)		37,118	-	-	-	-	-	11,916	11,916	49,034	44,176	51,647
Transfers recognised - capital		32,926	-	-	-	-	4,100	-	4,100	37,026	29,423	30,601
Contributions		-	-	-	-	-	-	27,000	27,000	-	-	-
Contributed assets		44,000	-	-	-	-	-	-	-	44,000	-	-
Surplus/(Deficit) before taxation		114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		114,044	-	-	-	-	4,100	38,916	43,016	157,060	73,599	82,248

Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year +12015/16	Budget Year +22016/17	
		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	
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H			
R thousands													
Capital expenditure - Vote													
Multi-year expenditure to be adjusted	2												
Vote 1 - Organisational structure sub-votes (if required)		-	-	-	-	-	-	-	-	-	-	-	
Vote 2 - 200 Municipal Manager		-	-	-	-	-	-	-	-	-	-	-	
Vote 3 - 300 Budget & Treasury		2,500	-	-	-	-	-	24,500	24,500	27,000	3,000	3,500	
Vote 4 - 400 Corporate Services		3,700	-	-	-	-	-	440	440	4,140	3,600	-	
Vote 5 - 500 Planning and Economic Development		-	-	-	-	-	-	-	-	-	-	-	
Vote 6 - 600 Community Services		7,344	-	-	-	-	-	(2,500)	(2,500)	4,844	7,100	7,700	
Vote 7 - 700 Technical Services		73,283	-	-	-	-	-	(12,883)	(12,883)	60,400	34,300	30,500	
Vote 8 - 800 Public Safety and Protection Services		3,360	-	-	-	-	-	(2,185)	(2,185)	1,175	-	-	
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	
Capital multi-year expenditure sub-total	3	90,187	-	-	-	-	-	7,372	7,372	97,559	48,000	41,700	
Single-year expenditure to be adjusted	2												
Vote 1 - Organisational structure sub-votes (if required)		-	-	-	-	-	-	-	-	-	-	-	
Vote 2 - 200 Municipal Manager		-	-	-	-	-	-	-	-	-	-	-	
Vote 3 - 300 Budget & Treasury		-	-	-	-	-	-	-	-	-	-	-	
Vote 4 - 400 Corporate Services		-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - 500 Planning and Economic Development		-	-	-	-	-	-	-	-	-	-	-	
Vote 6 - 600 Community Services		-	-	-	-	-	-	-	-	-	-	-	
Vote 7 - 700 Technical Services		-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - 800 Public Safety and Protection Services		-	-	-	-	-	-	-	-	-	-	-	
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-	
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-	
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-	
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Vote		90,187	-	-	-	-	-	7,372	7,372	97,559	48,000	41,700	
Capital Expenditure - Standard													
Governance and administration		6,200	-	-	-	-	-	24,940	24,940	31,140	6,600	3,500	
Executive and council		-	-	-	-	-	-	-	-	-	-	-	
Budget and treasury office		2,500	-	-	-	-	-	24,500	24,500	27,000	3,000	3,500	
Corporate services		3,700	-	-	-	-	-	440	440	4,140	3,600	-	
Community and public safety		10,204	-	-	-	-	-	(4,500)	(4,500)	5,704	7,100	7,700	
Community and social services		2,500	-	-	-	-	-	(2,500)	(2,500)	-	2,600	3,200	
Sport and recreation		4,844	-	-	-	-	-	-	-	4,844	4,500	4,500	
Public safety		2,860	-	-	-	-	-	(2,000)	(2,000)	860	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	-	-	
Economic and environmental services		4,581	-	-	-	-	-	4,100	6,104	10,204	3,600	3,800	
Planning and development		-	-	-	-	-	-	-	-	-	-	-	
Road transport		4,581	-	-	-	-	-	4,100	6,104	10,204	3,600	3,800	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
Trading services		68,701	-	-	-	-	-	(23,272)	(23,272)	45,430	30,700	26,700	
Electricity		-	-	-	-	-	-	(1,800)	(1,800)	(1,800)	2,000	2,000	
Water		45,615	-	-	-	-	-	1,615	1,615	47,230	3,200	3,600	
Waste water management		23,087	-	-	-	-	-	(23,087)	(23,087)	-	25,500	21,100	
Waste management		-	-	-	-	-	-	-	-	-	-	-	
Other		500	-	-	-	-	-	-	-	500	-	-	
Total Capital Expenditure - Standard	3	90,187	-	-	-	-	-	4,100	3,272	7,372	48,000	41,700	
Funded by:													
National Government		32,296	-	-	-	-	-	4,100	-	4,100	36,396	29,423	30,601
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-	-
Total Capital transfers recognised	4	32,296	-	-	-	-	-	4,100	-	4,100	36,396	29,423	30,601
Public contributions & donations		44,000	-	-	-	-	-	-	-	-	44,000	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-	-

LIM361 Thabazimbi - Table B6 Adjustments Budget Financial Position - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
		Original Budget A	Prior Adjusted 3 A1	Accum. Funds 4 B	Multi-year capital 5 C	Unfore. Unavoid. 6 D	Nat. or Prov. Govt 7 E	Other Adjusts. 8 F	Total Adjusts. 9 G	Adjusted Budget 10 H	Adjusted Budget	Adjusted Budget
R thousands												
ASSETS												
Current assets												
Cash		1,741								1,741	3,208	5,460
Call investment deposits	1	2,625	-	-	-	-	(2,424)	(2,424)	201	211	224	
Consumer debtors	1	46,258	-	-	-	-	-	-	46,258	50,204	55,316	
Other debtors		-							-	-	-	
Current portion of long-term receivables		-							-	-	-	
Inventory		3,357					(1,000)	(1,000)	2,357	2,150	1,958	
Total current assets		53,981	-	-	-	-	(3,424)	(3,424)	50,557	55,773	62,958	
Non current assets												
Long-term receivables		-							-	-	-	-
Investments		-							-	-	-	-
Investment property		-							-	-	-	-
Investment in Associate		-							-	-	-	-
Property, plant and equipment	1	1,248,990	-	-	-	-	-	-	1,248,990	1,311,440	1,390,126	
Agricultural		-							-	-	-	-
Biological		-							-	-	-	-
Intangible		-							-	-	-	-
Other non-current assets		-							-	-	-	-
Total non current assets		1,248,990	-	-	-	-	-	-	1,248,990	1,311,440	1,390,126	
TOTAL ASSETS		1,302,971	-	-	-	-	(3,424)	(3,424)	1,299,547	1,367,213	1,453,084	
LIABILITIES												
Current liabilities												
Bank overdraft		-							-	-	-	-
Borrowing		2,115	-	-	-	-	-	-	2,115	2,221	2,332	
Consumer deposits		3,348							3,348	3,254	2,895	
Trade and other payables		34,500	-	-	-	-	-	-	34,500	36,225	38,399	
Provisions		44,458							44,458	9,500	11,500	
Total current liabilities		84,421	-	-	-	-	-	-	84,421	51,200	55,125	
Non current liabilities												
Borrowing	1	5,256	-	-	-	-	-	-	5,256	5,518	5,849	
Provisions	1	36,261	-	-	-	-	-	-	36,261	38,074	40,358	
Total non current liabilities		41,517	-	-	-	-	-	-	41,517	43,592	46,208	
TOTAL LIABILITIES		125,938	-	-	-	-	-	-	125,938	94,792	101,333	
NET ASSETS	2	1,177,033	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,351,751	
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		1,177,033	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,272,421	
Reserves		-	-	-	-	-	-	-	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY		1,177,033	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,272,421	

Table B7 Adjustments Budget Cash Flows - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands		3	4	5	6	7	8	9	10	+1 2015/16	+2 2016/17	
		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Ratepayers and other		151,181							-	151,181	159,647	168,587
Government - operating	1	69,092							-	69,092	72,961	77,047
Government - capital	1	32,926						27,000	27,000	59,926	29,423	30,601
Interest		-							-	-	-	-
Dividends		-							-	-	-	-
Payments												
Suppliers and employees		(212,550)						(9,882)	(9,882)	(222,432)	(230,107)	(245,385)
Finance charges		(361)							-	(361)	(382)	(403)
Transfers and Grants	1	-							-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		40,288						17,118	17,118	57,406	31,543	30,448
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-							-	-	-	-
Decrease (Increase) in non-current debtors		-		136,500					136,500	136,500	142,500	154,000
Decrease (increase) other non-current receivables		2,400		-					-	2,400	2,450	2,654
Decrease (increase) in non-current investments		-							-	-	-	-
Payments												
Capital assets		(45,251)						(27,000)	(27,000)	(72,251)	(29,423)	(30,601)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(42,851)		136,500				(27,000)	109,500	66,649	115,527	126,033
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-							-	-	-	-
Borrowing long term/refinancing		-							-	-	-	-
Increase (decrease) in consumer deposits		-							-	-	-	-
Payments												
Repayment of borrowing		(1,137)							-	(1,137)	(1,450)	(1,365)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1,137)								(1,137)	(1,450)	(1,365)
NET INCREASE/ (DECREASE) IN CASH HELD		(3,700)		136,500				(9,882)	126,618	122,918	145,620	155,136
Cash/cash equivalents at the year begin:	2	5,441		(126,618)					(126,618)	(121,177)	1,741	3,208
Cash/cash equivalents at the year end:	2	1,741		9,882				(9,882)	-	1,741	147,361	158,344

Table B8 Cash Backed Reserves/Accumulated Surplus Reconciliation - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands		3	4	5	6	7	8	9	10	+1 2015/16	+2 2016/17	
		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	1,741		9,882				(9,882)	-	1,741	147,361	158,344
Other current investments > 90 days		2,625		(9,882)				7,458	(2,424)	201	(143,942)	(152,660)
Non current assets - Investments	1	-		-				-	-	-	-	-
Cash and investments available:		4,366						(2,424)	(2,424)	1,942	3,419	5,684
Applications of cash and investments												
Unspent conditional transfers		-		-				-	-	-	-	-
Unspent borrowing		-		-				-	-	-	-	-
Statutory requirements		-		-				-	-	-	-	-
Other working capital requirements	2	(1,651)		-				6,246	6,246	4,595	36,225	38,399
Other provisions		-		-				(12,450)	(12,450)	(12,450)	(38,074)	(40,358)
Long term investments committed		-		-				-	-	-	-	-
Reserves to be backed by cash/investments		-		-				-	-	-	-	-
Total Application of cash and investments:		(1,651)						(6,204)	(6,204)	(7,855)	(1,849)	(1,960)
Surplus(shortfall)		6,017						3,780	3,780	9,797	5,268	7,643

Table B9 Asset Management - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		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
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H	+1 2015/16	+2 2016/17
R thousands												
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	64,665	-	-	-	-	-	-	-	64,665	16,036	16,998
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		40,436	-	-	-	-	-	-	-	40,436	-	-
Infrastructure - Sanitation		13,885	-	-	-	-	-	-	-	13,885	14,663	15,543
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		54,321	-	-	-	-	-	-	-	54,321	14,663	15,543
Community		6,044	-	-	-	-	-	-	-	6,044	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	4,300	-	-	-	-	-	-	-	4,300	1,373	1,456
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	25,521	-	-	-	-	-	-	-	25,521	26,951	28,460
Infrastructure - Road transport		3,500	-	-	-	-	-	-	-	3,500	3,696	3,903
Infrastructure - Electricity		1,800	-	-	-	-	-	-	-	1,800	1,901	2,007
Infrastructure - Water		2,825	-	-	-	-	-	-	-	2,825	2,983	3,150
Infrastructure - Sanitation		14,196	-	-	-	-	-	-	-	14,196	14,991	15,831
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		22,321	-	-	-	-	-	-	-	22,321	23,571	24,891
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	3,200	-	-	-	-	-	-	-	3,200	3,379	3,568
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	3,500	-	-	-	-	-	-	-	3,500	3,696	3,903
Infrastructure - Road transport		1,800	-	-	-	-	-	-	-	1,800	1,901	2,007
Infrastructure - Electricity		43,261	-	-	-	-	-	-	-	43,261	2,983	3,150
Infrastructure - Water		28,082	-	-	-	-	-	-	-	28,082	29,654	31,373
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		76,642	-	-	-	-	-	-	-	76,642	38,234	40,434
Community		6,044	-	-	-	-	-	-	-	6,044	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	7,500	-	-	-	-	-	-	-	7,500	4,752	5,024
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	2	90,187	-	-	-	-	-	-	-	90,187	42,987	45,458
ASSET REGISTER SUMMARY - PPE (WDV)												
Infrastructure - Road transport	5	393,230	-	-	-	-	-	-	-	393,230	393,230	393,230
Infrastructure - Electricity		86,933	-	-	-	-	-	-	-	86,933	86,933	86,933
Infrastructure - Water		591,618	-	-	-	-	-	-	-	591,618	591,952	591,952
Infrastructure - Sanitation		26,397	-	-	-	-	-	-	-	26,397	26,397	26,397
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		1,098,178	-	-	-	-	-	-	-	1,098,178	1,098,512	1,098,512
Community		7,824	-	-	-	-	-	-	-	7,824	226,153	226,212
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		142,988	-	-	-	-	-	-	-	142,988	145,269	146,420
Intangibles		1,124	-	-	-	-	-	-	-	1,124	1,187	1,187
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		870	-	-	-	-	-	-	-	870	919	970
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	1,250,984	-	-	-	-	-	-	-	1,250,984	1,472,040	1,473,301
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		19,350	-	-	-	-	-	-	-	19,350	20,434	21,660
Repairs and Maintenance by asset class	3	36,260	-	-	-	-	-	-	-	36,260	21,113	22,379
Infrastructure - Road transport		7,852	-	-	-	-	-	-	-	7,852	8,292	8,790
Infrastructure - Electricity		11,091	-	-	-	-	-	-	-	11,091	-	-
Infrastructure - Water		4,872	-	-	-	-	-	-	-	4,872	5,144	5,453
Infrastructure - Sanitation		4,012	-	-	-	-	-	-	-	4,012	4,237	4,491
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		27,827	-	-	-	-	-	-	-	27,827	17,673	18,734
Community		3,253	-	-	-	-	-	-	-	3,253	3,439	3,646
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	5,180	-	-	-	-	-	-	-	5,180	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		55,610	-	-	-	-	-	-	-	55,610	41,546	44,039
% of capital exp on renewal of assets		28.3%	0.0%	-	-	-	-	-	-	28.3%	62.7%	62.6%
Renewal of existing assets as % of deprecn		131.9%	0.0%	-	-	-	-	-	-	131.9%	131.9%	131.4%
R&M as a % of PPE		2.9%	0.0%	-	-	-	-	-	-	2.9%	1.4%	1.5%
Renewal and R&M as a % of PPE		4.9%	0.0%	-	-	-	-	-	-	4.9%	3.3%	3.5%

Table B10 Basic service delivery measurement - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
		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
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets (000)	1											
Water:												
Piped water inside dwelling		11,973								12	11,973	11,973
Piped water inside yard (but not in dwelling)		3,069								3	3,069	3,069
Using public tap (at least min.service level)	2	1,300								1	1,300	1,300
Other water supply (at least min.service level)		206								0	0	0
<i>Minimum Service Level and Above sub-total</i>		17								17	17	17
Using public tap (< min.service level)	3	8,431								8	8,431	8,431
Other water supply (< min.service level)	3,4	101								0	101	101
No water supply												
<i>Below Minimum Service Level sub-total</i>		9								9	9	9
Total number of households	5	25								25	25	25
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		11,970								11,970	11,970	11,970
Flush toilet (with septic tank)		2,846								2,846	2,846	2,846
Chemical toilet		-								-	-	-
Pit toilet (ventilated)		1,222								1,222	1,222	1,222
Other toilet provisions (> min.service level)		189								189	189	189
<i>Minimum Service Level and Above sub-total</i>		16,227								16,227	16,227	16,227
Bucket toilet		89								89	89	89
Other toilet provisions (< min.service level)		4,283								4,283	4,283	4,283
No toilet provisions		4,481								4,481	4,481	4,481
<i>Below Minimum Service Level sub-total</i>		8,853								8,853	8,853	8,853
Total number of households	5	25,080								25,080	25,080	25,080
Energy:												
Electricity (at least min. service level)		11,970								11,970	11,970	11,970
Electricity - prepaid (> min.service level)		12,145								12,145	12,145	12,145
<i>Minimum Service Level and Above sub-total</i>		24,115								24,115	24,115	24,115
Electricity (< min.service level)		-								-	-	-
Electricity - prepaid (< min. service level)		-								-	-	-
Other energy sources		965								965	965	965
<i>Below Minimum Service Level sub-total</i>		965								965	965	965
Total number of households	5	25,080								25,080	25,080	25,080
Refuse:												
Removed at least once a week (min.service)		11,970								11,970	11,970	11,970
<i>Minimum Service Level and Above sub-total</i>		11,970								11,970	11,970	11,970
Removed less frequently than once a week		3,326								3,326	3,326	3,326
Using communal refuse dump		579								579	579	579
Using own refuse dump		6,867								6,867	6,867	6,867
Other rubbish disposal		-								-	-	-
No rubbish disposal		2,341								2,341	2,341	2,341
<i>Below Minimum Service Level sub-total</i>		13,113								13,113	13,113	13,113
Total number of households	5	25,083								25,083	25,083	25,083
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		8,412								8,412	8,412	8,412
Sanitation (free minimum level service)		8,412								8,412	8,412	8,412
Electricity/other energy (50kwh per household per month)		8,412								8,412	8,412	8,412
Refuse (removed at least once a week)		8,412								8,412	8,412	8,412
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per household per month)		3,943								3,943	3,943	3,943
Sanitation (free sanitation service)		11,916								11,916	11,916	11,916
Electricity/other energy (50kwh per household per month)		5,361								5,361	5,361	5,361
Refuse (removed once a week)		10,721								10,721	10,721	10,721
Total cost of FBS provided (minimum social package)		31,941								31,941	31,941	31,941
Highest level of free service provided												
Property rates (R'000 value threshold)		5,074								5,074	5,074	5,074
Water (kilolitres per household per month)		6								6	6	6
Sanitation (kilolitres per household per month)		339								339	339	339
Sanitation (Rand per household per month)		318,485								318,485	318,485	318,485
Electricity (kw per household per month)		50								50	50	50
Refuse (average litres per week)		20,782								20,782	20,782	20,782
Revenue cost of free services provided (R'000)	17											
Property rates (R15 000 threshold rebate)		2,733								2,733	2,733	2,733
Property rates (other exemptions, reductions and rebates)		2,342								2,342	2,342	2,342
Water		10,074								10,074	10,074	10,074
Sanitation		3,185								3,185	3,185	3,185
Electricity/other energy		9,367								9,367	9,367	9,367
Refuse		12,968								12,968	12,968	12,968
Municipal Housing - rental rebates		-								-	-	-
Housing - top structure subsidies		-								-	-	-
Other	6	-								-	-	-
Total revenue cost of free services provided (total social package)		40,668								40,668	40,668	40,668

2 Supporting documentation

2.1 Adjustment budget assumptions

- a. The approved tariffs did not change in the adjustments budget
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- b. Trade payable and accruals by far outweighs the expected National Government transfers in the third quarter both operational and capital. We need to improve our current collection rate from basic services to sustain the volumes of cash requirements needed and to service our immediate financial obligations.
- c. Budgeted allocations were also compared to actual for the same period. Variances were noted mainly with revenue collections and the impact thereon was cascaded to the budgeted expenditure vote, both capital and operational.
- d. Where there is overwhelming evidence or justification that an allocation for income or expenditure must be provided for, this was accommodated in the adjustments budget..
- e. We have deliberately decided not to alter original estimates on Property Plant and Equipment and depreciation due to the unreliability of the fixed asset register provided by our consultants. The Auditor general disclaimed the municipality mainly based on incorrect valuation of municipal assets due to wrong valuation methodologies being applied.
- f. The budget position still remains with a surplus after effecting all the proposed adjustments.
- g. The required threshold of repairs and maintenance as per National Treasury guidelines could not be met due to our ill valued asset figures, in the FAR. This has distorted the recommended ratio and the municipality has kept the original estimates on repairs and maintenance.

2.2 Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
	A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H			
R thousands												
REVENUE ITEMS												
Property rates												
Total Property Rates		17,978					5,650	5,650	23,628	24,951	26,448	
less Revenue Foregone												
Net Property Rates		17,978					5,650	5,650	23,628	24,951	26,448	
Service charges - electricity revenue												
Total Service charges - electricity revenue		66,368					10,040	10,040	76,408	80,687	85,528	
less Revenue Foregone												
Net Service charges - electricity revenue		66,368					10,040	10,040	76,408	80,687	85,528	
Service charges - water revenue												
Total Service charges - water revenue		61,432							61,432	64,872	68,765	
less Revenue Foregone												
Net Service charges - water revenue		61,432							61,432	64,872	68,765	
Service charges - sanitation revenue												
Total Service charges - sanitation revenue		22,327					6,709	6,709	29,036	30,662	32,502	
less Revenue Foregone												
Net Service charges - sanitation revenue		22,327					6,709	6,709	29,036	30,662	32,502	
Service charges - refuse revenue												
Total refuse removal revenue		10,175							9,525	10,059	10,662	
Total landfill revenue												
less Revenue Foregone												
Net Service charges - refuse revenue		10,175						(650)	(650)	9,525	10,662	
Other Revenue By Source												
Bulk contribution		8,872						231	231	9,103	10,036	
service connection fees												
fees for graves												
Building plan fees												
Advertising fees												
Meter reading fees												
Tender Fees												
Game farm admission fees												
Library fees												
Hawkers and others fees												
Fire services fees												
Sale of refuse bins												
Total 'Other' Revenue	1	8,872						231	231	9,103	10,036	
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		60,387						0	0	60,387	69,169	73,319
Pension and UIF Contributions		6,700						1,005	1,005	7,705	8,136	8,625
Medical Aid Contributions		4,587						288	288	4,875	5,148	5,456
Overtime		3,473						1,287	1,287	4,760	5,026	5,328
Performance Bonus												
Motor Vehicle Allowance		7,338						234	234	7,572	7,996	8,475
Cellphone Allowance		559						13	13	571	603	640
Housing Allowances		155						24	24	179	189	200
Other benefits and allowances		8,591						135	135	8,726	9,215	9,768
Payments in lieu of leave												
Long service awards												
Post-retirement benefit obligations												
sub-total	4	91,790						2,985	2,985	94,775	105,482	111,811
Less: Employees costs capitalised to PPE												
Total Employee related costs	1	91,790						2,985	2,985	94,775	105,482	111,811
Contributions recognised - capital												
Anglo American Platinum		20,000								20,000		
Kumba Iron ore		24,000								24,000		
Total Contributions recognised - capital		44,000								20,000		
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		19,350								19,350	20,434	21,660
Lease amortisation												
Capital asset impairment												
Depreciation resulting from revaluation of PPE												
Total Depreciation & asset impairment	1	19,350								19,350	20,434	21,660
Bulk purchases												
Electricity		40,821								40,821	43,107	45,693
Water		21,159								21,159	22,343	23,684
Total bulk purchases	1	61,979								61,979	65,450	69,377
Contracted services												
List services provided by contract		5,559							(2,400)	(2,400)	3,159	3,336
sub-total	1	5,559							(2,400)	(2,400)	3,159	3,336
Allocations to organs of state:												
Electricity												
Water												
Sanitation												
Other												
Total contracted services		5,559							(2,400)	(2,400)	3,159	3,336
Other Expenditure By Type												
Repairs and maintenance								5,158	5,158	5,158	5,416	5,687
Collection costs												
Contributions to 'other' provisions												
Consultant fees												
Audit fees												
General expenses	3.5	41,233						(261)	(261)	40,972	43,266	45,862
Total Other Expenditure	1	41,233						4,897	(261)	40,972	48,683	51,550

2.3 Supporting Table SB2 Supporting detail to 'Financial Position Budget' - 28 February 2015

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		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
		A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H	+1 2015/16	+2 2016/17
R thousands												
ASSETS												
Call investment deposits												
Call deposits < 90 days		2,625						(2,424)	(2,424)	201	211	224
Other current investments > 90 days												
Total Call investment deposits	1	2,625	-	-	-	-	-	(2,424)	(2,424)	201	211	224
Consumer debtors												
Consumer debtors		108,924								108,924	114,370	121,232
Less: provision for debt impairment		62,666								62,666	64,166	65,916
Total Consumer debtors	1	46,258	-	-	-	-	-	-	-	46,258	50,204	55,316
Debt impairment provision												
Balance at the beginning of the year		62,666								62,666	62,666	64,166
Contributions to the provision		-								-	1,500	1,750
Bad debts written off												
Balance at end of year		62,666	-	-	-	-	-	-	-	62,666	64,166	65,916
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		1,248,990								1,248,990	1,311,440	1,390,126
Leases recognised as PPE												
Less: Accumulated depreciation												
Total Property, plant & equipment	1	1,248,990	-	-	-	-	-	-	-	1,248,990	1,311,440	1,390,126
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)		2,115								2,115	2,221	2,332
Current portion of long-term liabilities												
Total Current liabilities - Borrowing		2,115	-	-	-	-	-	-	-	2,115	2,221	2,332
Trade and other payables												
Creditors		34,500								34,500	36,225	38,399
Unspent conditional grants and receipts												
VAT												
Total Trade and other payables	1	34,500	-	-	-	-	-	-	-	34,500	36,225	38,399
Non current liabilities - Borrowing												
Borrowing		5,256								5,256	5,518	5,849
Finance leases (including PPP asset element)												
Total Non current liabilities - Borrowing	3	5,256	-	-	-	-	-	-	-	5,256	5,518	5,849
Provisions - non current												
Retirement benefits		23,261								23,261	24,424	25,889
List other major items												
Refuse landfill site rehabilitation		13,000								13,000	13,650	14,469
Other												
Total Provisions - non current		36,261	-	-	-	-	-	-	-	36,261	38,074	40,358
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		1,177,033						(3,424)	(3,424)	1,173,610	1,272,421	1,272,421
Appropriations to Reserves												
Transfers from Reserves												
Depreciation offsets												
Other adjustments												
Accumulated Surplus/(Deficit)	1	1,177,033	-	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,272,421
Reserves												
Housing Development Fund												
Capital replacement												
Self-insurance												
Other reserves (list)												
Revaluation												
Total Reserves	2	-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	1,177,033	-	-	-	-	-	(3,424)	(3,424)	1,173,610	1,272,421	1,272,421

2.4 Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks - 28 February 2015

Description of financial indicator	Basis of calculation	2011/12	2012/13	2013/14	Budget Year 2014/15			Budget Year +1 2015/16	Budget Year +2 2016/17
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
Borrowing Management									
Credit Rating	Short term/long term rating	TBA	TBA	TBA	TBA	TBA	TBA		
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	10.0%	7.9%	1.2%	0.7%	0.0%	0.8%	0.9%	0.8%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants	0.0%	441.1%	63.6%	0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital									
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	69.6%	29.8%	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity									
Current Ratio	Current assets/current liabilities	55.4%	30.1%	24.2%	63.9%	0.0%	59.9%	108.9%	114.2%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities	0.0%	0.0%	0.0%	1462.8%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	-13.6%	8.4%	8.4%	0.1	0.0	0.0	0.1	0.1
Revenue Management									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		98.3%	98.2%	86.0%		70.0%	80.0%	85.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	21.6%	10.6%	8.3%	17.3%	0.0%	16.2%	16.9%	17.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	0.0%	86.0%	88.5%	45.0%	0.0%	75.0%	80.0%	85.0%
Creditors to Cash		1.0%	1.0%	1.0%	1981.6%	0.0%	1981.6%	1129.2%	703.3%
Other Indicators									
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	8.3%	13.6%	13.6%	13.6%	13.6%	13.6%	13.6%	13.6%
Water Distribution Losses (2)	% Volume (units purchased and own source less units sold)/Total units purchased and own source	11.0%	11.0%	11.0%	11.0%	11.0%	11.0%	11.0%	11.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	38.7%	38.7%	38.9%	34.3%	0.0%	33.2%	35.6%	35.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.0%	8.2%	9.0%	13.6%	0.0%	12.7%	7.1%	7.0%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	1.6%	1.3%	1.9%	7.4%	0.0%	7.0%	7.1%	7.0%
IDP regulation financial viability indicators									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year	0.0%	118.7%	14973.8%	9230.1%	0.0%	10053.9%	10831.6%	11477.0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	0.0%	81.9%	5.5%	17.3%	0.0%	16.2%	16.9%	17.3%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	-1.7%	-38.6%	392.7%	0.0	0.0	0.0	0.0	0.0

2.5 Supporting Table SB6 Adjustments Budget - funding measurement - 28 February 2015

Description	Ref	MFMA section	2011/12	2012/13	2013/14	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands										
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b	34,046	(10,729)	3,105	1,741	-	1,741	147,361	158,344
Cash + investments at the yr end less applications - R'000	2	18(1)b	15,309	(7,876)	5,869	6,017	-	9,797	5,268	7,643
Cash year end/monthly employee/supplier payments	3	18(1)b	0	28%	0	0	-	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	10,339	16,284		114,044	-	-	-	-
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)	0.063	162.0%		0.0%	0.0%	0.0%	-0.4%	0.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	78.2%	0.0%	64.6%	0.0%	0.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	29.7%	7.0%		1.2%	0.0%	1.0%	0.0%	0.0%
Capital payments % of capital expenditure	8	18(1)c;19	52.6%	100.0%		50.2%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c	0.0%	0.0%		0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a	100.0%	92.0%	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a	73.0%	55.0%	35.0%	35.0%	0.0%	18.0%	8.5%	10.2%
Long term receivables % change - incr(decr)	12	18(1)a	0.0%	0.0%	20.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)	68.9%	16.1%	0.0%	2.9%	0.0%	2.9%	1.4%	1.5%
Asset renewal % of capital budget	14	20(1)(vi)	0.0%	0.0%	0.0%	28.3%	0.0%	28.3%	62.7%	62.6%

2.6 Supporting Table SB7 Adjustments Budget - transfers and grants receipts - 28 February 2015

Description	Ref	Budget Year 2014/15						Budget Year +1 2015/16	Budget Year +2 2016/17	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
		A	7 A1	8 B	9 C	10 D	11 E	12 F		
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		64,753	-	-	-	-	-	64,753	63,481	62,748
Equitable share		60,733					-	60,733	59,864	59,030
Finance Management	3	934					-	934	967	1,018
Municipal Systems Improvement		1,600					-	1,600	1,650	1,700
Public Works		1,486					-	1,486	1,000	1,000
							-	-		
							-	-		
							-	-		
Provincial Government:		2,108	-	-	-	-	-	2,108	2,226	2,351
L G SETA		2,108					-	2,108	2,226	2,351
	4						-	-		
							-	-		
Other transfers and grants [insert description]	5						-	-		
District Municipality:		2,231	-	-	-	-	-	2,231	1,450	1,450
Fire subsidy		2,231					-	2,231	1,450	1,450
							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
							-	-		
Total Operating Transfers and Grants	6	69,092	-	-	-	-	-	69,092	67,157	66,549
Capital Transfers and Grants										
National Government:		32,926	-	-	4,100	-	4,100	37,026	29,423	30,601
Municipal Infrastructure Grant (MIG)		32,926			4,100		4,100	37,026	29,423	30,601
Department of Energy							-	-		
							-	-		
Other capital transfers [insert description]							-	-		
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
							-	-		
Total Capital Transfers and Grants	6	32,926	-	-	4,100	-	4,100	37,026	29,423	30,601
TOTAL RECEIPTS OF TRANSFERS & GRANTS		102,018	-	-	4,100	-	4,100	106,118	96,580	97,150

2.7 Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 28 February 2015

Description	Ref	Budget Year 2014/15						Budget Year +1 2015/16	Budget Year +2 2016/17	
		Original Budget A	Prior Adjusted 2 A1	Multi-year capital 3 B	Nat. or Prov. Govt 4 C	Other Adjusts. 5 D	Total Adjusts. 6 E	Adjusted Budget 7 F	Adjusted Budget	Adjusted Budget
R thousands										
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:										
Operating expenditure of Transfers and Grants										
National Government:	1	64,753	-	-	-	-	-	64,753	62,481	61,748
Equitable share		60,733						60,733	59,864	59,030
Finance Management		934						934	967	1,018
Municipal Systems Improvement		1,600						1,600	1,650	1,700
Public Works		1,486						1,486	-	-
Provincial Government:		2,108	-	-	-	-	-	2,108	2,226	2,351
L G SETA		2,108						2,108	2,226	2,351
Other transfers and grants [insert description]										
District Municipality:		2,231	-	-	-	-	-	2,231	2,356	2,488
Fire subsidy		2,231						2,231	2,356	2,488
Other grant providers: [insert description]		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		69,092	-	-	-	-	-	69,092	67,063	66,587
Capital expenditure of Transfers and Grants										
National Government:		32,926	-	-	4,100	-	4,100	37,026	29,423	30,601
Municipal Infrastructure Grant (MIG)		32,926			4,100		4,100	37,026	29,423	30,601
Department of Energy										
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers: [insert description]		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		32,926	-	-	4,100	-	4,100	37,026	29,423	30,601
Total capital expenditure of Transfers and Grants		102,018	-	-	4,100	-	4,100	106,118	96,486	97,188

2.8 Table SB9 Adjustments Budget - reconciliation of unspent funds - 28 February 2015

Description	Ref	Budget Year 2014/15						Budget Year +1	Budget Year
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget
		A	2 A1	3 B	4 C	5 D	6 E	7 F	
R thousands									
Operating transfers and grants:									
National Government:									
Balance unspent at beginning of the year							-	-	
Current year receipts		64,753					-	64,753	
Conditions met - transferred to revenue		64,753	-	-	-	-	-	64,753	-
Conditions still to be met - transferred to liabilities							-	-	
Provincial Government:									
Balance unspent at beginning of the year		-					-	-	
Current year receipts		2,108					-	2,108	
Conditions met - transferred to revenue		2,108	-	-	-	-	-	2,108	-
Conditions still to be met - transferred to liabilities							-	-	
District Municipality:									
Balance unspent at beginning of the year		-					-	-	
Current year receipts		2,231					-	2,231	
Conditions met - transferred to revenue		2,231	-	-	-	-	-	2,231	-
Conditions still to be met - transferred to liabilities							-	-	
Other grant providers:									
Balance unspent at beginning of the year							-	-	
Current year receipts							-	-	
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities							-	-	
Total operating transfers and grants revenue		69,092	-	-	-	-	-	69,092	-
Total operating transfers and grants - CTBM	2	-	-	-	-	-	-	-	-
Capital transfers and grants:									
National Government:									
Balance unspent at beginning of the year							-	-	
Current year receipts		32,926					-	32,926	
Conditions met - transferred to revenue		32,926	-	-	-	-	-	32,926	-
Conditions still to be met - transferred to liabilities							-	-	
Provincial Government:									
Balance unspent at beginning of the year							-	-	
Current year receipts							-	-	
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities							-	-	
District Municipality:									
Balance unspent at beginning of the year							-	-	
Current year receipts							-	-	
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities							-	-	
Other grant providers:									
Balance unspent at beginning of the year							-	-	
Current year receipts							-	-	
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities							-	-	
Total capital transfers and grants revenue		32,926	-	-	-	-	-	32,926	-
Total capital transfers and grants - CTBM		-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		102,018	-	-	-	-	-	102,018	-
TOTAL TRANSFERS AND GRANTS - CTBM		-	-	-	-	-	-	-	-

2.9 Table SB11 Adjustments Budget - councillor and staff benefits - 28 February 2014

Summary of remuneration	Ref	Budget Year 2014/15								% change	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.		Adjusted Budget
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		4,672						-	-	4,672	0.0%
Pension and UIF Contributions		630						0	0	630	0.0%
Medical Aid Contributions		109						-	-	109	0.0%
Motor Vehicle Allowance		1,440						-	-	1,440	0.0%
Cellphone Allowance		309						-	-	309	
Housing Allowances		-						-	-	-	
Other benefits and allowances		739						-	-	739	
Sub Total - Councillors		7,899						0	0	7,899	0.0%
% increase			(0)							188	
Senior Managers of the Municipality											
Basic Salaries and Wages		5,984						652	652	6,636	10.9%
Pension and UIF Contributions		-						-	-	-	
Medical Aid Contributions		-						30	30	30	#DIV/0!
Overtime		-						24	24	24	#DIV/0!
Performance Bonus		-						-	-	-	
Motor Vehicle Allowance		1,129						100	100	1,229	8.9%
Cellphone Allowance		47						8	8	55	16.9%
Housing Allowances		14						-	-	14	
Other benefits and allowances		-						-	-	-	
Payments in lieu of leave		-						-	-	-	
Long service awards		-						-	-	-	
Post-retirement benefit obligations		-						-	-	-	
Sub Total - Senior Managers of Municipality	5	7,174						814	814	7,988	11.3%
% increase			(0)							0	
Other Municipal Staff											
Basic Salaries and Wages		53,664						0	0	53,664	0.0%
Pension and UIF Contributions		11,156						-	-	11,156	0.0%
Medical Aid Contributions		3,772						-	-	3,772	0.0%
Overtime		3,363						1,263	1,263	4,626	37.6%
Performance Bonus		-						-	-	-	
Motor Vehicle Allowance		6,209						484	484	6,693	7.8%
Cellphone Allowance		512						5	5	516	0.9%
Housing Allowances		155						24	24	179	
Other benefits and allowances		8,591						-	-	8,591	
Payments in lieu of leave		-						-	-	-	
Long service awards		-						-	-	-	
Post-retirement benefit obligations		-						-	-	-	
Sub Total - Other Municipal Staff	5	87,421						1,775	1,775	89,196	2.0%
% increase											
Total Parent Municipality		102,494						2,589	2,589	105,083	2.5%
Board Members of Entities											
Basic Salaries and Wages											
Pension and UIF Contributions											
Medical Aid Contributions											
Overtime											
Performance Bonus											
Motor Vehicle Allowance											
Cellphone Allowance											
Housing Allowances											
Other benefits and allowances											
Board Fees											
Payments in lieu of leave											
Long service awards											
Post-retirement benefit obligations											
Sub Total - Board Members of Entities	5	-	-	-	-	-	-	-	-	-	-
% increase											
Senior Managers of Entities											
Basic Salaries and Wages											
Pension and UIF Contributions											
Medical Aid Contributions											
Overtime											
Performance Bonus											
Motor Vehicle Allowance											
Cellphone Allowance											
Housing Allowances											
Other benefits and allowances											
Payments in lieu of leave											
Long service awards											
Post-retirement benefit obligations											
Sub Total - Senior Managers of Entities	5	-	-	-	-	-	-	-	-	-	-
% increase											
Other Staff of Entities											
Basic Salaries and Wages											
Pension and UIF Contributions											
Medical Aid Contributions											
Overtime											
Performance Bonus											
Motor Vehicle Allowance											
Cellphone Allowance											
Housing Allowances											
Other benefits and allowances											
Payments in lieu of leave											
Long service awards											
Post-retirement benefit obligations											
Sub Total - Other Staff of Entities	5	-	-	-	-	-	-	-	-	-	-
% increase											
Total Municipal Entities		-	-	-	-	-	-	-	-	-	-
COUNCILLOR ALLOWANCES, EMPLOYEE REMUNERATION & ENTITY REMUNERATION		102,494						2,589	2,589	105,083	2.5%
% increase											
TOTAL MANAGERS AND STAFF		94,595						2,589	2,589	97,184	2.7%

THABAZIMBI MUNICIPALITY						
2014/15-2016/17PROJECT LIST PER DEPARTMENT						
			90,186,800	97,559,200		
Project Name	Department	FUNDING SOURCE	PROJECTS 2014-15 CAPITAL	Adjustments	Adjusted Capital Projects	REMARKS
Basic Services delivery and Infrastructure Development						
Construction of Northam and Thabazimbi cemeteries	Community services	TLM	2,500,000.00	-2,500,000.00	-	Project Rolled Over to next Financial Year
Northam Construction of WWTW	Technical	TLM	13,086,600.00	-13,086,600.00	-	Projects Rolled Over, Cash flow constraints
Thabazimbi Construction of WWTW	Technical	TLM	10,000,000.00	-10,000,000.00	-	Projects Rolled Over, Cash flow constraints
Upgrade of sports facilities	Technical	MIG	4,844,400.00	-	4,844,400.00	
Thabazimbi upgrading of pump station and pipelines		Anglo American Platinum	20,000,000.00	-	20,000,000.00	
Thabazimbi upgrading of pump station and pipelines Phase 2		Kumba Iron ore	24,000,000.00	-	24,000,000.00	
Thabazimbi upgrading of pump station and pipelines Phase 2		TLM	-	3,214,800.00	3,214,800.00	
PMU fees	Technical	MIG	1,614,800.00	-1,614,800.00	-	Funds to fund water projects
Regorogile paving of internal streets			1,181,000.00	11,819,000.00	13,000,000.00	
Replacement and refurbishment of boreholes	Technical	TLM	1,600,000.00	-1,600,000.00	-	Funds to fund water projects
Rhaputhi and Northam Installation of highmast and street lights	Technical	TLM	1,800,000.00	-1,800,000.00	-	Projects Rolled Over, Cash flow constraints
Subtotal basic service delivery			80,626,800		65,059,200	
Public safety and protection services						
Renovations and purchase of Vehicle Training station		TLM	1,000,000	-1,000,000	-	Projects Rolled Over, Cash flow constraints
Weigh bridge		TLM	1,000,000	-	1,000,000	
Purchase of fire arms		TLM	60,000	-	60,000	
Purchase of warrant of arrest detector		TLM	300,000	-	300,000	
			2,360,000		1,360,000	
Financial Viability						
Debt collection and credit control	CFO's Office	TLM				
Interns salaries, training + travelling + financial	CFO's Office	FMG				
Smart metering project	CFO's Office	SANEDI	2,500,000.00	24,500,000.00	27,000,000.00	Sanedi Project
Operation clean audit, FAR	CFO's Office	TLM				
Replacement of damaged and faulty meters		TLM	1,000,000			
Subtotal financial viability			3,500,000		27,000,000	
Municipal Transformation and institutional Development						
Computer Hard ware purchases			500,000.00	440,000.00	940,000.00	IT related Projects
Computer licenses						
Upgrading of Municipal Chamber	Administration	TLM	2,000,000.00	-	2,000,000.00	Ongoing
Upgrading of wireless communication system	IT Services	TLM	800,000.00	-	800,000.00	IT related projects
Electronic Mail system	IT Services	TLM	-			
Intranet Share point	IT Services	TLM	400,000.00	-	400,000.00	IT related projects
Subtotal municipal transformation			3,700,000		4,140,000	
GRAND TOTAL			90,186,800		97,559,200	

All the MIG projects were re-aligned based on the registered projects with Cogta and the remaining unspent balances thereon. Priority was given to the registered roads project in Regorogile Ext 3, 5 and 6 and the water projects at the pump station that will see to it that Regorogile Ext 5 residents have consistent water supply. The Division for Revenue Act requires that 15% of the allocated funds be allocated towards upgrading of sporting facilities.

3 Adjustment to Service Delivery and Budget Implementation Plan (SDBIP)

The Accounting Officer will submit for approval by the Mayor revised SDBIP's based on the adjustments being approved.

The Mid-Year Budget and Performance Assessment report that was tabled at the end of January 2015 highlighted the need to adjust Key Performance Indicators for certain departments. This shall be done together with the results of the effects of this adjustment budget before submission to the Mayor for approval.

Quality certificate

I, C.G Booyesen, the Acting Municipal Manager of Thabazimbi Local Municipality, hereby certify that the Adjustment budget for the 2014-15 budget years has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

MR. C.G BOOYSEN

Acting Municipal Manager of Thabazimbi Local Municipality (LIM361)

Signature.....

Date.....