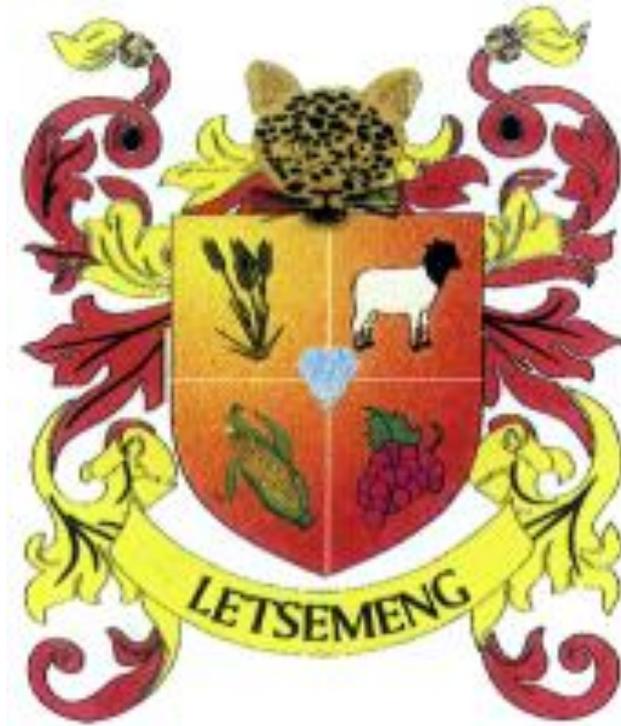


# Letsemeng Local Municipality



## **MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK - DRAFT 2017-18**

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## **1.1 RESOLUTIONS**

1. Council hereby resolve that the annual budget of the municipality for the financial year 2017-18; and indicative budget for the two outer years 2018-19 and 2019-20 be approved as set-out in:
  - a) Table A1: Budgeted Summary
  - b) Table A2: Budget Financial Performance (Revenue & Expenditure by standard classification)
  - c) Table A3: Budget Financial Performance (Revenue & Expenditure by municipal vote)
  - d) Table A4: Budget Financial Performance (Revenue & Expenditure)
  - e) Table A5: Budgeted Capital Expenditure by vote, standard classification and funding
  - f) Table A6: Budget Financial Position
  - g) Table A7: Budget Cash Flow
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  - j) Table A10: Basic service delivery measurement
  
2. that property rates tariff and tariffs for other services charges as reflected in the formal tariff list be approved for consultation processes;
  
3. Council hereby resolve that the community and the relevant stakeholders be consulted on the presented Budget for 2017-18.
  
4. Council hereby resolve the Accounting Officer advertise and make available copies of the draft IDP; tabled budget and draft policies and that they are submitted to the relevant stakeholders.

## **1.2. EXECUTIVE SUMMARY**

This section provides an overview of the Letsemeng Local Municipality's 2017-18 to 2019-20 Medium Term Revenue and Expenditure Framework. It includes an assessment of how the budget links with the national and provincial government contexts along with a review of the fiscal position of municipality.

The Municipality's budget must be seen within the context of the policies and financial priorities of national, provincial and district government. In essence, the spheres of Government are partners in meeting the service delivery challenges faced by Letsemeng Local Municipality. The municipality alone cannot meet these challenges. It requires support from the other spheres of Government through the direct allocation of resources, both financial and non-financial as well as the achievement of their own policies.

The following budget principles and guidelines directly informed the compilation of the 2017/18 MTREF:

- (a) Budgeting for a funded and credible annual budget compared to a balanced budgeted;
- (b) The 2016-17 Adjustments Budget priorities and targets, as well as the base line allocations contained in that Adjustments Budget were adopted as the upper limits for the new baselines for the 2017-18 annual budget;
- (c) Tariffs on services and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, also as per guideline of Circular 85 and 86 except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk water and electricity;
- (d) There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act.

Total operating revenue has decreased from R **128 459 000 to R118 566 000(R9 893 000)** for the 2017-18 financial year when compared to the 2016-17 Adjustment Budget.

Total operating expenditure has increased from **R147 889 000 to R164 125 000 (R162 360 000)** for the 2017-18 financial year when compared to the 2016-17 Adjustment Budget. Total operating expenditure for the 2017-18 financial year has been appropriated at **R164 125 000** and translates into a budgeted deficit of **(R45 877 000)**. As per requirement from National treasury we are expected to budget for non-cash items i.e. Debt Impairment **R15 960 000** and Depreciation and Asset Impairment of **R31 920 000**.

### **1.3. ANNUAL BUDGET TABLES**

Below are the annual tables as per the requirements of Municipal Budget and Reporting Regulations:

- a) Table A1: Budgeted Summary
- b) Table A2: Budget Financial Performance (revenue & expenditure by standard  
1. classification)
- c) Table A3: Budget Financial Performance (revenue & expenditure by municipal  
vote)
- d) Table A4: Budget Financial Performance (revenue & expenditure)
- e) Table A5: Budgeted Capital Expenditure by vote, standard classification and  
funding
- f) Table A6: Budget Financial Position
- g) Table A7: Budget Cash Flow
- h) Table A8: Cash backed reserves / accumulated surplus reconciliation
- i) Table A9: Asset Management
- j) Table A10: Basic service delivery measurement

**FS161 Letsemeng - Table A1 Budget Summary**

Description	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>R thousands</b>										
<b>Financial Performance</b>										
Property rates	9 312	14 564	15 112	17 129	17 129	17 129	-	18 225	19 265	20 345
Service charges	-	-	8 637	37 735	47 703	47 703	-	43 939	46 444	49 045
Investment revenue	1 107	1 850	232	936	749	749	-	797	842	890
Transfers recognised - operational	53 974	50 185	49 784	50 227	50 227	50 227	-	52 089	60 054	64 198
Other own revenue	3 035	4 998	8 072	4 547	5 032	5 032	-	3 515	3 716	3 924
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>67 427</b>	<b>71 596</b>	<b>81 838</b>	<b>110 574</b>	<b>120 840</b>	<b>120 840</b>	<b>-</b>	<b>118 566</b>	<b>130 321</b>	<b>138 401</b>
Employee costs	28 940	38 845	40 898	44 929	45 829	45 829	-	49 220	52 026	54 939
Remuneration of councillors	3 075	3 143	3 395	3 378	3 500	3 500	-	3 500	3 700	3 907
Depreciation & asset impairment	22 835	14 107	5 775	30 000	30 000	30 000	-	31 920	33 739	35 629
Finance charges	599	992	1 522	53	120	120	-	50	53	56
Materials and bulk purchases	22 792	22 605	20 854	26 991	24 419	24 419	-	27 354	28 913	30 532
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	39 465	62 367	79 579	42 537	43 348	43 348	-	52 080	46 400	48 999
<b>Total Expenditure</b>	<b>117 707</b>	<b>142 059</b>	<b>152 023</b>	<b>147 888</b>	<b>147 217</b>	<b>147 217</b>	<b>-</b>	<b>164 125</b>	<b>164 831</b>	<b>174 062</b>
<b>Surplus/(Deficit)</b>	<b>(50 280)</b>	<b>(70 463)</b>	<b>(70 185)</b>	<b>(37 315)</b>	<b>(26 377)</b>	<b>(26 377)</b>	<b>-</b>	<b>(45 559)</b>	<b>(34 510)</b>	<b>(35 661)</b>
Transfers and subsidies - capital (monetary allocation)	24 336	17 445	15 301	71 636	74 140	74 140	-	46 877	92 145	63 954
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
<b>Capital expenditure &amp; funds sources</b>										
<b>Capital expenditure</b>	<b>22 552</b>	<b>19 508</b>	<b>24 709</b>	<b>71 635</b>	<b>74 140</b>	<b>74 140</b>	<b>-</b>	<b>50 947</b>	<b>92 145</b>	<b>63 954</b>
Transfers recognised - capital	20 972	18 822	23 582	71 635	74 140	74 140	-	46 877	92 145	63 954
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	4 070	-	-
<b>Total sources of capital funds</b>	<b>20 972</b>	<b>18 822</b>	<b>23 582</b>	<b>71 635</b>	<b>74 140</b>	<b>74 140</b>	<b>-</b>	<b>50 947</b>	<b>92 145</b>	<b>63 954</b>
<b>Financial position</b>										
Total current assets	18 830	19 722	16 309	41 608	41 608	41 608	-	44 271	46 794	49 415
Total non current assets	22 790	10 871	650	36 252	570 953	570 953	-	607 494	642 122	678 080
Total current liabilities	1 229	1 375	1 305	1 597	1 597	1 597	-	1 699	1 796	1 897
Total non current liabilities	-	-	-	-	-	-	-	-	-	-
Community wealth/Equity	616 460	580 253	562 651	738 304	621 763	621 763	-	661 556	699 264	738 423
<b>Cash flows</b>										
Net cash from (used) operating	121 560	109 701	108 035	63 920	76 263	76 263	-	1 318	57 635	28 293
Net cash from (used) investing	(23 302)	(10 824)	11 044	(71 636)	(74 140)	(74 140)	-	(46 877)	(92 145)	(63 954)
Net cash from (used) financing	(138)	302	(92)	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the year end</b>	<b>100 094</b>	<b>114 212</b>	<b>122 182</b>	<b>(5 716)</b>	<b>4 123</b>	<b>2 123</b>	<b>-</b>	<b>(44 829)</b>	<b>(79 339)</b>	<b>(115 000)</b>
<b>Cash backing/surplus reconciliation</b>										
Cash and investments available	15 033	3 195	730	24 109	9 362	9 362	-	9 962	10 529	11 119
Application of cash and investments	(5 221)	(14 697)	(13 524)	-	-	-	-	-	-	-
<b>Balance - surplus (shortfall)</b>	<b>20 254</b>	<b>17 892</b>	<b>14 254</b>	<b>24 109</b>	<b>9 362</b>	<b>9 362</b>	<b>-</b>	<b>9 962</b>	<b>10 529</b>	<b>11 119</b>
<b>Asset management</b>										
Asset register summary (WDV)	604 458	565 774	568 868	668 782	631 782	631 782	672 216	672 216	710 532	750 322
Depreciation	27 732	28 729	27 863	30 000	30 000	30 000	31 920	31 920	33 739	35 629
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	4 393	3 711	1 576	5 040	2 040	2 040	6 469	6 469	6 838	7 220

FS161 Letsemeng - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17			2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Revenue - Functional</b>	1									
<b>Governance and administration</b>		92 183	76 653	73 492	72 267	68 964	68 964	75 173	79 458	83 907
Executive and council		574	-	-	-	-	-	-	-	-
Finance and administration		91 609	76 653	73 492	72 267	68 964	68 964	75 173	79 458	83 907
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		112	4 366	349	573	6	-	638	1 304	1 377
Community and social services		24	366	-	510	6	-	600	634	670
Sport and recreation		26	4 000	31	-	-	-	-	-	-
Public safety		-	-	-	63	-	-	38	670	708
Housing		61	-	318	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		148	6 604	89	6 060	4	-	18 377	18 145	18 954
Planning and development		58	1 010	-	-	-	-	1 000	-	-
Road transport		89	5 594	89	6 060	4	-	17 377	18 145	18 954
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		27 120	38 806	55 649	103 310	47 846	-	72 254	150 373	203 794
Energy sources		14 721	14 375	15 107	18 827	20 323	-	23 846	29 206	35 841
Water management		4 968	7 211	22 208	63 089	8 353	-	32 092	103 921	149 741
Waste water management		3 771	11 057	9 837	10 532	9 668	-	8 229	8 698	9 186
Waste management		3 661	6 162	8 497	10 862	9 502	-	8 086	8 547	9 026
<b>Other</b>	4	-	-	-	-	35	-	-	-	-
<b>Total Revenue - Functional</b>	2	119 562	126 429	129 579	182 210	116 855	68 964	166 443	249 280	308 033
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		62 071	115 743	131 169	120 897	109 925	-	150 282	158 848	167 743
Executive and council		13 733	3 143	3 395	21 830	23 673	-	14 713	15 551	16 422
Finance and administration		48 338	112 599	127 774	99 067	86 253	-	135 569	143 297	151 321
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		2 524	-	-	-	213	-	2 076	2 194	2 317
Community and social services		2 358	-	-	-	213	-	2 076	2 194	2 317
Sport and recreation		157	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		9	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		9 338	-	-	-	5 257	-	-	-	-
Planning and development		2 144	-	-	-	1 990	-	-	-	-
Road transport		7 194	-	-	-	3 267	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		43 773	26 316	20 854	26 991	30 582	-	11 566	12 225	12 910
Energy sources		22 331	22 562	16 321	22 402	21 988	-	1 810	1 913	2 020
Water management		15 259	3 754	4 533	4 589	6 759	-	1 151	1 216	1 284
Waste water management		3 455	-	-	-	1 165	-	1 642	1 736	1 833
Waste management		2 728	-	-	-	670	-	6 963	7 360	7 772
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	117 707	142 059	152 023	147 888	145 977	-	163 924	173 267	182 970
<b>Surplus/(Deficit) for the year</b>		1 856	(15 630)	(22 444)	34 322	(29 123)	68 964	2 519	76 013	125 062

FS161 Letsemeng - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17			2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Revenue by Vote</b>	1									
Vote 1 - Budget and Treasury Office		82 997	73 849	73 329	63 573	68 720	-	75 141	79 424	83 872
Vote 2 - Corporate Service Management		8 612	2 804	163	-	244	-	32	34	36
Vote 3 - Community Services		112	4 366	349	3 453	6	-	600	634	670
Vote 4 - Technical Department		27 209	44 400	55 738	65 208	47 884	-	89 670	169 188	223 455
Vote 5 - Municipal Manager		58	1 010	-	-	-	-	1 000	-	-
Vote 6 - Council		574	-	-	-	-	-	-	-	-
Vote 7 - Environmental Health		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>119 562</b>	<b>126 429</b>	<b>129 579</b>	<b>132 235</b>	<b>116 855</b>	<b>-</b>	<b>166 443</b>	<b>249 280</b>	<b>308 033</b>
<b>Expenditure by Vote to be appropriated</b>	1									
Vote 1 - Budget and Treasury Office		40 870	73 581	86 511	71 718	51 667	-	80 909	85 521	90 311
Vote 2 - Corporate Service Management		7 468	39 019	41 263	40 751	34 586	-	54 660	57 775	61 011
Vote 3 - Community Services		2 405	-	-	-	1 452	-	2 076	2 194	2 317
Vote 4 - Technical Department		50 944	-	-	30 839	33 849	-	11 767	12 225	12 910
Vote 5 - Municipal Manager		2 144	-	-	-	5 032	-	7 321	7 738	8 171
Vote 6 - Council		13 733	3 143	3 395	3 081	20 630	-	7 392	7 813	8 251
Vote 7 - Environmental Health		-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>117 565</b>	<b>115 743</b>	<b>131 169</b>	<b>146 389</b>	<b>147 216</b>	<b>-</b>	<b>164 125</b>	<b>173 267</b>	<b>182 970</b>
<b>Surplus/(Deficit) for the year</b>	2	<b>1 998</b>	<b>10 686</b>	<b>(1 590)</b>	<b>(14 154)</b>	<b>(30 362)</b>	<b>-</b>	<b>2 318</b>	<b>76 013</b>	<b>125 062</b>

FS161 Letsemeng - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Revenue By Source</b>											
Property rates	2	9 312	14 564	15 112	17 129	17 129	17 129	-	18 225	19 265	20 345
Service charges - electricity revenue	2	-	-	-	18 827	20 203	20 203	-	19 347	20 449	21 595
Service charges - water revenue	2	-	-	-	8 089	8 332	8 332	-	7 800	8 244	8 706
Service charges - sanitation revenue	2	-	-	8 637	8 632	9 668	9 668	-	8 454	8 936	9 437
Service charges - refuse revenue	2	-	-	-	2 187	9 500	9 500	-	8 339	8 814	9 307
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		345	245	505	510	408	408	-	600	634	670
Interest earned - external investments		1 107	1 850	232	936	749	749	-	797	842	890
Interest earned - outstanding debtors		2 637	4 743	7 471	-	-	-	-	-	-	-
Dividends received	3	5	5	7	4	30	30	-	32	34	36
Fines, penalties and forfeits		49	5	89	56	32	32	-	34	36	38
Licences and permits		1	-	-	7	4	4	-	4	4	5
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		53 974	50 185	49 784	50 227	50 227	50 227	-	52 089	60 054	64 198
Other revenue	2	-	-	-	3 970	4 559	4 559	-	2 845	3 007	3 176
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>67 427</b>	<b>71 596</b>	<b>81 838</b>	<b>110 574</b>	<b>120 840</b>	<b>120 840</b>	<b>-</b>	<b>118 566</b>	<b>130 321</b>	<b>138 401</b>
<b>Expenditure By Type</b>											
Employee related costs	2	28 940	38 845	40 898	44 929	45 829	45 829	-	49 220	52 026	54 939
Remuneration of councillors		3 075	3 143	3 395	3 378	3 500	3 500	-	3 500	3 700	3 907
Debt impairment	3	4 897	14 622	22 088	15 000	15 000	15 000	-	15 960	16 870	17 814
Depreciation & asset impairment	2	22 835	14 107	5 775	30 000	30 000	30 000	-	31 920	33 739	35 629
Finance charges		599	992	1 522	53	120	120	-	50	53	56
Bulk purchases	2	22 792	22 605	20 854	26 991	24 419	24 419	-	27 354	28 913	30 532
Other materials	8	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	4 050	4 861	4 861	-	10 582	2 537	2 679
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	34 568	47 745	57 491	23 487	23 487	23 487	-	25 538	26 994	28 505
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>117 707</b>	<b>142 059</b>	<b>152 023</b>	<b>147 888</b>	<b>147 217</b>	<b>147 217</b>	<b>-</b>	<b>164 125</b>	<b>164 831</b>	<b>174 062</b>
<b>Surplus/(Deficit)</b>		<b>(50 280)</b>	<b>(70 463)</b>	<b>(70 185)</b>	<b>(37 315)</b>	<b>(26 377)</b>	<b>(26 377)</b>	<b>-</b>	<b>(45 559)</b>	<b>(34 510)</b>	<b>(35 661)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		24 336	17 445	15 301	71 636	74 140	74 140	-	46 877	92 145	63 954
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Transfers and subsidies - capital (in-kind - all)	6	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
Taxation		-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>		<b>(25 943)</b>	<b>(53 018)</b>	<b>(54 884)</b>	<b>34 321</b>	<b>47 763</b>	<b>47 763</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>

FS161 Letsemeng - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - Budget and Treasury Office		5	253	744	-	50	-	-	-	-	-
Vote 2 - Corporate Service Management		11	44	-	-	-	-	-	-	-	-
Vote 3 - Community Services		-	3 046	383	2 258	1 494	-	-	775	821	-
Vote 4 - Technical Department		22 529	15 776	23 582	69 377	72 521	-	-	46 102	91 323	63 954
Vote 5 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 6 - Council		18	433	-	-	75	-	-	-	-	-
Vote 7 - Environmental Health		-	-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	<b>22 563</b>	<b>19 552</b>	<b>24 709</b>	<b>71 635</b>	<b>74 140</b>	-	-	<b>46 877</b>	<b>92 144</b>	<b>63 954</b>
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Service Management		-	-	-	(2 899)	-	-	-	-	-	-
Vote 3 - Community Services		-	-	-	(63 599)	-	-	-	-	-	-
Vote 4 - Technical Department		-	-	-	(5 137)	-	-	-	-	-	-
Vote 5 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 6 - Council		-	-	-	-	-	-	-	-	-	-
Vote 7 - Environmental Health		-	-	-	-	-	-	-	-	-	-
Vote 8 - Health		-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		-	-	-	<b>(71 635)</b>	-	-	-	-	-	-
<b>Total Capital Expenditure - Vote</b>		<b>22 563</b>	<b>19 552</b>	<b>24 709</b>	<b>0</b>	<b>74 140</b>	-	-	<b>46 877</b>	<b>92 144</b>	<b>63 954</b>
<b>Capital Expenditure - Functional</b>											
<b>Governance and administration</b>		<b>23</b>	<b>686</b>	<b>744</b>	<b>4 050</b>	<b>125</b>	<b>125</b>	-	<b>220</b>	-	-
Executive and council		18	433	-	-	75	75	-	-	-	-
Finance and administration		5	253	744	4 050	50	50	-	220	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	<b>3 046</b>	<b>383</b>	-	<b>1 494</b>	<b>1 494</b>	-	<b>3 525</b>	<b>821</b>	-
Community and social services		-	3 046	383	-	100	100	-	2 750	-	-
Sport and recreation		-	-	-	-	1 394	1 394	-	775	821	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>20</b>	<b>5 826</b>	<b>23 582</b>	<b>12 585</b>	<b>10 652</b>	<b>10 652</b>	-	<b>3 682</b>	<b>7 696</b>	-
Planning and development		-	-	-	-	-	-	-	-	-	-
Road transport		20	5 826	23 582	12 585	10 652	10 652	-	3 682	7 696	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>22 509</b>	<b>9 950</b>	-	<b>55 000</b>	<b>61 869</b>	<b>61 869</b>	-	<b>42 651</b>	<b>82 720</b>	<b>63 006</b>
Energy sources		22 010	-	-	-	860	860	-	4 830	4 000	5 000
Water management		134	982	-	55 000	2 892	2 892	-	25 900	71 422	40 000
Waste water management		365	6 964	-	-	3 117	3 117	-	7 586	309	-
Waste management		-	2 003	-	-	55 000	55 000	-	4 335	6 989	18 006
<b>Other</b>		-	-	-	-	-	-	-	<b>869</b>	<b>907</b>	<b>948</b>
<b>Total Capital Expenditure - Functional</b>	3	<b>22 552</b>	<b>19 508</b>	<b>24 709</b>	<b>71 635</b>	<b>74 140</b>	<b>74 140</b>	-	<b>50 947</b>	<b>92 145</b>	<b>63 954</b>
<b>Funded by:</b>											
National Government		20 972	18 822	23 582	55 000	74 140	74 140	-	46 877	92 145	63 954
Provincial Government		-	-	-	16 635	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	<b>20 972</b>	<b>18 822</b>	<b>23 582</b>	<b>71 635</b>	<b>74 140</b>	<b>74 140</b>	-	<b>46 877</b>	<b>92 145</b>	<b>63 954</b>
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		-	-	-	-	-	-	-	<b>4 070</b>	-	-
<b>Total Capital Funding</b>	7	<b>20 972</b>	<b>18 822</b>	<b>23 582</b>	<b>71 635</b>	<b>74 140</b>	<b>74 140</b>	-	<b>50 947</b>	<b>92 145</b>	<b>63 954</b>

FS161 Letsemeng - Table A6 Budgeted Financial Position

Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>ASSETS</b>											
<b>Current assets</b>											
Cash		15 033	3 195	730	9 109	9 109	9 109	-	9 692	10 244	10 818
Call investment deposits	1	-	-	-	-	-	-	-	-	-	-
Consumer debtors	1	-	-	-	-	-	-	-	-	-	-
Other debtors		2 329	7 880	11 351	-	-	-	-	-	-	-
Current portion of long-term receivables		512	1 528	64	32 077	32 077	32 077	-	34 130	36 075	38 096
Inventory	2	956	7 119	4 164	422	422	422	-	449	475	501
<b>Total current assets</b>		<b>18 830</b>	<b>19 722</b>	<b>16 309</b>	<b>41 608</b>	<b>41 608</b>	<b>41 608</b>	<b>-</b>	<b>44 271</b>	<b>46 794</b>	<b>49 415</b>
<b>Non current assets</b>											
Long-term receivables		-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	15 000	253	253	-	270	285	301
Investment property		-	-	-	20 802	-	-	-	-	-	-
Investment in Associate		18 409	10 306	237	-	-	-	-	-	-	-
Property, plant and equipment	3	-	-	-	-	570 000	570 000	-	606 480	641 049	676 948
Agricultural		3 929	-	-	-	-	-	-	-	-	-
Biological		-	259	211	-	250	250	-	266	281	297
Intangible		451	306	202	450	450	450	-	479	506	534
Other non-current assets		-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>		<b>22 790</b>	<b>10 871</b>	<b>650</b>	<b>36 252</b>	<b>570 953</b>	<b>570 953</b>	<b>-</b>	<b>607 494</b>	<b>642 122</b>	<b>678 080</b>
<b>TOTAL ASSETS</b>		<b>41 619</b>	<b>30 592</b>	<b>16 959</b>	<b>77 860</b>	<b>612 561</b>	<b>612 561</b>	<b>-</b>	<b>651 765</b>	<b>688 916</b>	<b>727 495</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	-	-	-	-	-	-	-	-	-	-
Consumer deposits		693	722	752	842	842	842	-	896	947	1 000
Trade and other payables	4	-	-	-	-	-	-	-	-	-	-
Provisions		535	653	553	755	755	755	-	803	849	897
<b>Total current liabilities</b>		<b>1 229</b>	<b>1 375</b>	<b>1 305</b>	<b>1 597</b>	<b>1 597</b>	<b>1 597</b>	<b>-</b>	<b>1 699</b>	<b>1 796</b>	<b>1 897</b>
<b>Non current liabilities</b>											
Borrowing		-	-	-	-	-	-	-	-	-	-
Provisions		-	-	-	-	-	-	-	-	-	-
<b>Total non current liabilities</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>1 229</b>	<b>1 375</b>	<b>1 305</b>	<b>1 597</b>	<b>1 597</b>	<b>1 597</b>	<b>-</b>	<b>1 699</b>	<b>1 796</b>	<b>1 897</b>
<b>NET ASSETS</b>	5	<b>40 390</b>	<b>29 217</b>	<b>15 654</b>	<b>76 263</b>	<b>610 964</b>	<b>610 964</b>	<b>-</b>	<b>650 066</b>	<b>687 120</b>	<b>725 599</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)		616 460	580 253	562 651	738 304	621 763	621 763	-	661 556	699 264	738 423
Reserves	4	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	5	<b>616 460</b>	<b>580 253</b>	<b>562 651</b>	<b>738 304</b>	<b>621 763</b>	<b>621 763</b>	<b>-</b>	<b>661 556</b>	<b>699 264</b>	<b>738 423</b>

**FS161 Letsemeng - Table A7 Budgeted Cash Flows**

Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates		6 725			12 847	12 847	12 847		18 225	19 265	20 345
Service charges		19 408	32 133	37 905	27 340	37 340	37 340		43 939	46 444	49 045
Other revenue		1 536	4 340		4 543	4 543	4 543		3 483	3 682	3 888
Government - operating	1	65 420	50 185	69 892	50 227	50 227	50 227		52 089	60 054	64 198
Government - capital	1	24 725	21 189		71 636	74 140	74 140		46 877	92 145	63 954
Interest		3 744	1 850	232	936	749	749		797	842	890
Dividends		3	5	7	4	30	30		32	34	36
<b>Payments</b>											
Suppliers and employees					(103 559)	(103 559)	(103 559)		(137 582)	(145 425)	(153 568)
Finance charges					(53)	(53)	(53)		(15 960)	(16 870)	(17 814)
Transfers and Grants	1				-	-	-		(10 582)	(2 537)	(2 679)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>121 560</b>	<b>109 701</b>	<b>108 035</b>	<b>63 920</b>	<b>76 263</b>	<b>76 263</b>	<b>-</b>	<b>1 318</b>	<b>57 635</b>	<b>28 293</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE									-	-	-
Decrease (increase) in non-current debtors									-	-	-
Decrease (increase) other non-current receivables									-	-	-
Decrease (increase) in non-current investments		(23 302)	(10 824)	11 044					-	-	-
<b>Payments</b>											
Capital assets					(71 636)	(74 140)	(74 140)		(46 877)	(92 145)	(63 954)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(23 302)</b>	<b>(10 824)</b>	<b>11 044</b>	<b>(71 636)</b>	<b>(74 140)</b>	<b>(74 140)</b>	<b>-</b>	<b>(46 877)</b>	<b>(92 145)</b>	<b>(63 954)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans									-	-	-
Borrowing long term/refinancing		(138)	302	(92)					-	-	-
Increase (decrease) in consumer deposits									-	-	-
<b>Payments</b>											
Repayment of borrowing									-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(138)</b>	<b>302</b>	<b>(92)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>98 120</b>	<b>99 179</b>	<b>118 987</b>	<b>(7 716)</b>	<b>2 123</b>	<b>2 123</b>	<b>-</b>	<b>(45 559)</b>	<b>(34 510)</b>	<b>(35 661)</b>
Cash/cash equivalents at the year begin:	2	1 974	15 033	3 195	2 000	2 000			730	(44 829)	(79 339)
Cash/cash equivalents at the year end:	2	100 094	114 212	122 182	(5 716)	4 123	2 123	-	(44 829)	(79 339)	(115 000)

**FS161 Letsemeng - Table A8 Cash backed reserves/accumulated surplus reconciliation**

Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Cash and investments available</b>											
Cash/cash equivalents at the year end	1	100 094	114 212	122 182	(5 716)	4 123	2 123	-	(44 829)	(79 339)	(115 000)
Other current investments > 90 days		(85 062)	(111 017)	(121 452)	14 825	4 986	6 986	-	54 521	89 584	125 818
Non current assets - Investments	1	-	-	-	15 000	253	253	-	270	285	301
<b>Cash and investments available:</b>		<b>15 033</b>	<b>3 195</b>	<b>730</b>	<b>24 109</b>	<b>9 362</b>	<b>9 362</b>	<b>-</b>	<b>9 962</b>	<b>10 529</b>	<b>11 119</b>
<b>Application of cash and investments</b>											
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(5 221)	(14 697)	(13 524)	-	-	-	-	-	-	-
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
<b>Total Application of cash and investments:</b>		<b>(5 221)</b>	<b>(14 697)</b>	<b>(13 524)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Surplus(shortfall)</b>		<b>20 254</b>	<b>17 892</b>	<b>14 254</b>	<b>24 109</b>	<b>9 362</b>	<b>9 362</b>	<b>-</b>	<b>9 962</b>	<b>10 529</b>	<b>11 119</b>

FS161 Letsemeng - Table A9 Asset Management

<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5									
Roads Infrastructure		122 656	64 521	413 896	86 766	86 766	86 766	92 319	97 581	103 046
Storm water Infrastructure		122 733	90 541		283 198	283 198	283 198	301 323	318 498	336 334
Electrical Infrastructure		122 770	63 905		102 000	65 000	65 000	69 160	73 102	77 196
Water Supply Infrastructure		123 001	82 532		87 979	87 979	87 979	93 610	98 945	104 486
Sanitation Infrastructure		108 844	34 981	28 952	83 537	83 537	83 537	88 883	93 950	99 211
Solid Waste Infrastructure										
Rail Infrastructure										
Coastal Infrastructure										
Information and Communication Infrastructure										
<b>Infrastructure</b>		<b>600 004</b>	<b>336 480</b>	<b>442 848</b>	<b>643 480</b>	<b>606 480</b>	<b>606 480</b>	<b>645 295</b>	<b>682 077</b>	<b>720 273</b>
Community Facilities			3 051							
Sport and Recreation Facilities										
<b>Community Assets</b>		-	<b>3 051</b>	-	-	-	-	-	-	-
<b>Heritage Assets</b>										
Revenue Generating										
Non-revenue Generating										
<b>Investment properties</b>										
Operational Buildings			225 513		20 802	20 802	20 802	22 133	23 395	24 705
Housing		3 929								
<b>Other Assets</b>		<b>3 929</b>	<b>225 513</b>	-	<b>20 802</b>	<b>20 802</b>	<b>20 802</b>	<b>22 133</b>	<b>23 395</b>	<b>24 705</b>
<b>Biological or Cultivated Assets</b>										
Servitudes										
Licences and Rights		74	482	126 020	4 050	4 050	4 050	4 309	4 555	4 810
<b>Intangible Assets</b>		<b>74</b>	<b>482</b>	<b>126 020</b>	<b>4 050</b>	<b>4 050</b>	<b>4 050</b>	<b>4 309</b>	<b>4 555</b>	<b>4 810</b>
Computer Equipment		451	248		450	450	450	479	506	534
Furniture and Office Equipment										
Machinery and Equipment										
Transport Assets										
Libraries										
Zoo's, Marine and Non-biological Animals										
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	<b>604 458</b>	<b>565 774</b>	<b>568 868</b>	<b>668 782</b>	<b>631 782</b>	<b>631 782</b>	<b>672 216</b>	<b>710 532</b>	<b>750 322</b>
<b>EXPENDITURE OTHER ITEMS</b>										
<b>Depreciation</b>	7	27 732	28 729	27 863	30 000	30 000	30 000	31 920	33 739	35 629
<b>Repairs and Maintenance by Asset Class</b>	3	<b>4 393</b>	<b>3 711</b>	<b>1 576</b>	<b>5 040</b>	<b>2 040</b>	<b>2 040</b>	<b>6 469</b>	<b>6 838</b>	<b>7 220</b>
Roads Infrastructure		-	-	1 576	5 040	2 040	2 040	6 469	6 838	7 220
Storm water Infrastructure		-	3 711	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<b>Infrastructure</b>		-	<b>3 711</b>	<b>1 576</b>	<b>5 040</b>	<b>2 040</b>	<b>2 040</b>	<b>6 469</b>	<b>6 838</b>	<b>7 220</b>
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage Assets</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		4 393	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
<b>Other Assets</b>		<b>4 393</b>	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS</b>		<b>32 125</b>	<b>32 440</b>	<b>29 439</b>	<b>35 040</b>	<b>32 040</b>	<b>32 040</b>	<b>38 389</b>	<b>40 577</b>	<b>42 849</b>
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%	0,0%
<i>R&amp;M as a % of PPE</i>		0,0%	0,0%	0,0%	0,0%	0,4%	0,4%	1,1%	1,1%	1,1%
<i>Renewal and upgrading and R&amp;M as a % of PPE</i>		1,0%	1,0%	0,0%	1,0%	0,0%	0,0%	1,0%	1,0%	1,0%

FS161 Letsemeng - Table A10 Basic service delivery measurement

Description	Ref	2013/14	2014/15	2015/16	Current Year 2016/17			2017/18 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
<b>Household service targets</b>	1									
<b>Water:</b>										
Piped water inside dwelling		10 211	10 211	10 211	10 211	10 211	10 211	10 211	10 211	10 211
Piped water inside yard (but not in dwelling)		-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	2	243	243	243	243	243	243	243	243	243
Other water supply (at least min.service level)	4	788	788	788	788	788	788	788	788	788
<i>Minimum Service Level and Above sub-total</i>		11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242
<b>Sanitation/sewerage:</b>										
Flush toilet (connected to sewerage)		8 858	8 858	8 858	8 858	8 858	8 858	8 858	8 858	8 858
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical toilet		2 181	2 181	2 181	2 181	2 181	2 181	2 181	2 181	2 181
Pit toilet (v.ventilated)		-	-	-	-	-	-	-	-	-
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		11 039	11 039	11 039	11 039	11 039	11 039	11 039	8 858	8 858
Bucket toilet		203	203	203	203	203	203	-	-	-
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		203	203	203	203	203	203	-	-	-
<b>Total number of households</b>	5	11 242	11 242	11 242	11 242	11 242	11 242	11 039	8 858	8 858
<b>Energy:</b>										
Electricity (at least min.service level)		3 833	3 833	3 833	3 833	3 833	3 833	6 933	6 933	6 933
Electricity - prepaid (min.service level)		7 409	7 409	7 409	7 409	7 409	7 409	7 450	7 450	7 450
<i>Minimum Service Level and Above sub-total</i>		11 242	11 242	11 242	11 242	11 242	11 242	14 383	14 383	14 383
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	11 242	11 242	11 242	11 242	11 242	11 242	14 383	14 383	14 383
<b>Refuse:</b>										
Removed at least once a week		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		1 812	1 812	1 812	1 812	1 812	1 812	1 000	1 000	1 000
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		17	17	17	17	17	17	-	-	-
No rubbish disposal		55	55	55	55	55	55	-	-	-
<i>Below Minimum Service Level sub-total</i>		1 884	1 884	1 884	1 884	1 884	1 884	1 000	1 000	1 000
<b>Total number of households</b>	5	1 884	1 884	1 884	1 884	1 884	1 884	1 000	1 000	1 000
<b>Households receiving Free Basic Service</b>	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
<b>Cost of Free Basic Services provided - Formal Settlements (R'000)</b>	8									
Water (6 kilolitres per indigent household per month)		3 920	3 920	3 920	3 920	3 920	4 170	1 065	1 126	1 189
Sanitation (free sanitation service to indigent households)		7 090	7 090	7 090	7 090	7 090	7 543	1 832	1 937	2 045
Electricity/other energy (50kwh per indigent household per month)		2 663	2 663	2 663	2 340	2 340	2 340	2 490	2 632	2 779
Refuse (removed once a week for indigent households)		6 763	6 763	6 763	6 763	6 763	7 195	1 769	1 870	1 975
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>		-	-	-	-	-	-	-	-	-
<b>Total cost of FBS provided</b>		20 436	20 436	20 436	20 114	20 114	21 248	7 157	7 565	7 989
<b>Highest level of free service provided per household</b>										
Property rates (R value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)										
Refuse (average litres per week)										
<b>Revenue cost of subsidised services provided (R'000)</b>	9									
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		15	15	15	15	15	15	15	15	15
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
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>	6	15	15	15	15	15	15	15	15	15

## **PART 2**

### **2.1. BUDGET PROCESS**

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2016 a time schedule that sets out the process to revise the IDP and prepare the annual budget.

The Mayor tabled the required IDP process plan and budget time schedule in line with the applicable legislation. However, adherence to these plans was not achieved as the processes were not undertaken exactly at the dates that were indicated in the plans. There was also a delay in establishment of Budget Steering Committee which might have had an impact in effective compilation of the budget.

The community and other stakeholders were consulted during the review of Integrated Development Plan which informed this annual budget. Further consultation will take place immediately after the annual budget and revised Integrated Development Plan have been tabled to Council. These consultations are expected to take place between April 2017 and May 2017. Plans are in place for Council to consider approval of the IDP and annual budget at least 30 days before the start of a new financial year, as required by the Municipal Finance Management Act.

### **2.2. Alignment of the Annual Budget with the Integrated Development Plan**

The municipality has improved in terms of aligning its integrated development plan; annual budget and service delivery & budget implementation plan. The integration has improved due to the Mscoa that needs to be implemented on 1 July 2017.

### **2.3. Measurable performance objectives**

Performance Management is a system intended to manage and monitor service delivery progress against the predetermined strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has developed a performance management system (in the process of implementation) of which system is constantly refined as the integrated planning process unfolds. The measurable performance objectives will be included in the service delivery and budget implementation plan when it is submitted to the Council for approval.

## **2.4. Overview of the Budget-Related Policies**

The Municipal Budget and Reporting Regulations promulgated under the Municipal Finance Management Act 56 of 2003, prescribe the budget-related policies that must be approved together with the budget related policies below:

### **2.4.1 Credit Control and Debt Collection Policy**

There has been an improvement in terms of the registration process of Indigent application during the beginning of the 2016-17 financial year. A report is submitted, together with the quarterly report required in terms of the MFMA, where council is informed about the number of indigents that were registered at specific point in time.

Council is encouraging community to annually update their indigent status.

### **2.4.2 Provision for Bad Debt and Write Off Policy.**

Our debtors' book records show that the municipality is being owed over 100 million with household being the biggest contributor of over 30 million. While it is of utmost importance for Council to recover the debts and measures and internal controls need to be effective i.e. Revenue Enhancement Strategy, there is also a Social dilemma to consider as majority of Letsemeng are grant dependants.

All indigent's customers who meet the requirement and qualify the debt will be written off 100%.

### **2.4.3 Virement Policy**

These policies was reviewed and aimed at guiding the municipality in terms of compiling a credible and funded budget as required by the MFMA and also guide the municipality in terms of shifting of funds during the financial year. In addition to these policies, the mid-year budget assessment is used to guide and inform the mid-year review and adjustment budget process.

### **2.4.4 Supply Chain Management Policy**

The review of this policy was made in line with Supply chain model. Establishment of Sec 32 Committee is vital for effective reporting on the expenditure incurred under Sec 32 of MFMA.

### **2.4.5 Cash Management and Investment Policy**

The cash management and investment policy was reviewed. The aim of the policy is to ensure that the municipality's surplus cash and investments are adequately managed, especially the funds set aside for the cash backing of certain reserves.

### **2.4.6 Tariff Policies**

The municipality's tariff policies provide a broad framework within which the Council can determine fair, transparent and affordable charges that also promote sustainable

service delivery. NERSA is still in process of reviewing application for Electricity tariffs of Letsemeng for 17/18 Financial Year, the CPIX as per the circular 86 was used for increase on the tariffs. Please refer to the Annexure of Tariff List.

#### **2.4.7 Property Rates Policies**

The municipality's property rates policies provide a broad framework within which the Council can determine fair, transparent and affordable charges relating to market value of Property Rates that also promote sustainable service delivery. The proposal is that threshold of first R15 000 is exempt on property rates remain unchanged. The other proposal is that residential properties that are exempt of value of R45 000 or less be increased to R84 000 which is equivalent to building of RDP house.

#### **2.4.8. Indigent Support Policy**

The recommendation is that the threshold be increased to a current value of R1520 \* 2 i.e. R3 040 pensioners combined or the rand value.

#### **2.4.9. Budget Policy**

To set out the budgeting principles which the municipality will follow in preparing each annual budget, as well as to secure sound and sustainable management of budgeting and reporting practices by ensuring compliance with norms and standards and other requirements as established by the National Treasury.

#### **2.4.10. Funding and Reserves policy**

The funding of operating and capital budgets is done on an annual basis for a three year horizon. The budget must be balanced from both accounting perspective as well as a cash perspective.

The Council set as a long term objective of a financially sustainable municipality with acceptable levels of service delivery to the community. Therefore, this policy aims to set standards and guidelines towards ensuring financial viability and sustainability over both the short-term and long-term and includes funding as well as reserves requirements.

#### **2.4.11. Subsistence & Travel Allowance Policy**

The policy is annually reviewed and it is aligned to the benefits that will assist an employee on tax purposes, also the CPI has been taken into consideration as per Circular 85 and 86 respectively.

### **2.5. Overview of the budget assumptions**

Budgets are prepared in an environment of uncertainty and assumptions need to be made about internal and external factors that could impact on the budget during the course of the financial year. In compiling the 2017-18 Annual Budget, the following key issues and assumptions were taken into consideration and modelled into the budget planning process:

- (a) Economic climate and poverty levels within the municipality will remain the same / constant for major part of the financial year given the limited economic activities with the vicinity;
- (b) That the revenue collection will not increase / improve by more than 15% from the 2015-16 financial year;
- (c) Cash flow projections will be strictly maintained to ensure the municipality's ability to meet its financial obligations;
- (d) The budget is prepared in the assumption that no allocations as per 2017 Annual Division of Revenue Act will be withheld / offset / paid back to the National Revenue Fund.
- (e) Operational costs will be maintained at current levels or reduced as cost containment measures and where there is material decrease in revenue collection rate, expenditure will have to be reduced at the same proportion;
- (f) Filling of vacant posts was prioritised taking into account the cash flow projections of the municipality.

## **2.6 Expenditure on allocations and grant programmes**

It is the intention of the municipality to spend all of its grant allocations within the current year according to the conditions of such allocations / grants. Performance review will be done during the mid-year budget assessment and where under spending is foreseeable; the necessary procedure will be followed to ensure that spending is done 100%.

### **DORA GRANTS ALLOCATIONS FOR LETSEMENG MUNICIPALITY FOR 17/18 MTREF**

<b>DORA GRANT</b>	<b>ALLOCATED AMOUNT</b>
Equitable Share	R 49 189 000
Municipal Water Infrastructure Grant	R 25 000 000
Municipal Infrastructure Grant	R 17 377 000
Expanded Public Works Programme	R 1 000 000
Financial Management Grant	R 1 900 000
Integrated National Electrification Programme (Eskom) Grant	R 4 500 000

All the grants allocated are conditional i.e. have to meet an obligation except Equitable Share grant which is unconditional.

## **2.7. Councillor and board members allowances and employee benefits**

The Municipal System Act, section 66(1) requires the Municipal Manager to approve a staff establishment for the municipality within a policy framework determined by the municipal council and subject to any applicable legislation. The act further requires the Municipal Manager to provide a job description for each post on the staff establishment and to attach to those posts the remuneration and other conditions of service as may be determined in accordance with any applicable labour legislation.

The Senior Managers, in consultation and with concurrence of the Municipal Manager have reviewed the structure of their respective departments. Most of the critical posts that were identified during the 2015-16 financial year were filled during the current financial year.

- (a) Employee costs will increase from **R 45 829 000** (2016-17 adjustment budget) to **R 49 220 000** the CPI increase of 7, 4% as per the circular was taken into consideration.
- (b) The Council Remuneration of **R3 500 000** for 17/18 is the **actual costs as approved in accordance with the government gazette on the MFMA as stipulated in circular 76.**

## **2.8. Monthly targets of revenue, expenditure and cash flow**

The municipality has over the years been in a position to bill all its budgeted revenue.

This meant that the municipality had to prioritise its spending as the spending is informed by availability of cash. Therefore, the spending on operational expenditure has been marginally less than anticipated due to cash flow constraints. Nevertheless, the municipality has been able to meet its financial obligations as they become due, during the course of the 2016-17.

## **2.9. Annual budgets and service delivery budget and implementation plan: internal departments**

The departmental service delivery implementation plan are at a draft stage and will be completed after adoption of the annual budget in order to form the high level of the municipal service delivery and budget implementation plan to be approved by the mayor, 28 days after the annual budget has been approved.

## 2.10. Contracts having future budgetary implications

The municipality does not intend to enter into contracts that have future budgetary implications. In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation or Adjudication committees must obtain formal financial comments from the Budget and Treasury Office.

## 2.11. Capital expenditure details

The total capital expenditure budget of the municipality is **R 46 877 000**

Municipal Water Infrastructure Grant is allocated at **R 25 000 000** although the allocation is for Letsemeng the administration process is held by Department of Water Affairs & Sanitation and Sedibeng Water is an implementing agent with regards to projects relating to the funding.

Municipality is also allocated **R1 000 000** in relation to Expanded Public Works Programme.

The other balance on the Municipal Infrastructure Grant amounting to **R 17 377 000** will be funding the Project Management Unit related costs. Below are planned projects for the coming financial year:

- Project Management Unit **R 868 850**
- Jacobsdal: Upgrading of waste water treatment works (Phase 2) **R 1 034 694,75**
- "Letsemeng: Provision of 10 High-Mast Lights **R 130 220,67**
- "Petrusburg/Bolokanang: Upgrading of internal sewer network **R 54 204,15**
- Koffiefontein/Sonwabile: Construction of new sports facility (Phase 1) **R 775 000,**
- Koffiefontein: Upgrading of 2.2km paved road and storm water (MIS:239658) **R 3 681 675,74**
- Jacobsdal/Ratanang: Construction of waterbourne Sanitation for 202 stands (MIS:240317) **R 6 497 286,03**
- Luckhoff: Construction of a new solid waste landfill site Phase1 - Scoping (MIS: 249112) **R 497 610,00**
- Luckhoff: Construction of a new solid waste landfill site Phase 2 – Implementattion **R 3 837 458,66**

## **2.12. Legislation compliance**

There has been substantial improvement in terms of compliance. Reporting to National Treasury in electronic format was fully complied with on a monthly basis where there have been challenges of compliance; such challenges were reported to Provincial Treasury.

### **2.12.1. In year reporting**

Section 71 reporting to the Mayor will be submitted in Schedule C of the MBRR and plans are in place to update the website and published financial performance on the municipality's website. It is the intention of the municipality (Councillors and Management) to move beyond compliance but rather focus on the quality of reports that are required in terms of various legislations.

### **2.12.2. Internship programme**

The municipality is participating in the Municipal Financial Management Internship programme funded by Finance Management Grant and has employed five interns undergoing training in various divisions of the Budget and Treasury Office.

The municipality is expected to received **R1 900 000** of Financial Management Grant.

### **2.12.3. Budget and Treasury Office**

The Budget and Treasury Office has been established in accordance with the MFMA.

### **2.12.4. Shared Audit & Performance Committee**

A Shared Audit and Performance Committee have been established, which is a shared service with the Xhariep District Municipality. The committee is fully functional and has been having their meetings as required by law and submitting reports to Council.

### **2.12.5 Service Delivery Budget and Implementation Plan**

The detailed SDBIP document is at a draft stage and will be finalised after approval of the 2017-18 Annual Budget in June 2017.

## **2.13. Other supporting documents**

The documents mentioned below are attached as annexures to the annual budget:

- (a) Tariff list
- (b) Budget Related policies.

## **2.14. Municipal Manager's quality certificate**

The Municipal Manager's quality certificate as required by the Municipal Budget and Reporting Regulations is attached in the next page.

# LETSEMENG LOCAL MUNICIPALITY

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KOFFIEFONTEIN  
9986



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(053) 205 9200  
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(053) 205 0144

## OFFICE OF THE MUNICIPAL MANAGER

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To whom it may concern

Re: Quality Certificate for 2017-18 Draft Annual Budget

I, Bafunani Mnguni, the Municipal Manager of Letsemeng Local Municipality (FS161), hereby certify that the draft annual budget for the 2017-18 financial years has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the draft annual budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

Name: Mr Bafunani Mnguni

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Municipality: Letsemeng Local Municipality

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Signature: \_\_\_\_\_

---

Date: \_\_\_\_\_

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<b>LETSEMENG LOCAL MUNICIPALITY</b>					
<b>TARIFFS 2017/18</b>					
<b>Description</b>	<b>2016/2017</b>		<b>% Inc</b>	<b>2017/2018</b>	
	<b>R</b>			<b>R</b>	
<b>Property Tax</b>					
<b>Category</b>	<b>2016/2017</b>	<b>Rebate</b>		<b>2017/2018</b>	
Residential	0,0132749	0	6,10%	0,0140847	
Business, Industrial	0,0144925	0	6,10%	0,0153765	
Government	0,0161654	0	6,10%	0,0171515	
Vacant Stands	0,0143431	0	6,10%	0,0152180	
Churches					
NGO, Crèche, PBO Structured and Registered					
Municipality					

Small Holdings	0,0073227		6,10%	0,0077694	
Farms	0,0016359		6,10%	0,0017357	
<b><u>The above tariffs must be read in conjunction with the municipality's comprehensive Property Tax Policy</u></b>					
<b><u>Property Tax is calculated on the total improvement value (Land &amp; Improvements)</u></b>					
<b>The first R 15 000 of the total improvement value of residential properties is exempted from property tax.</b>					
<b>The first R 70 000 of the total improvement, value of residential property of indigent owners is exempted from property tax.</b>					
<b>Property tax is payable monthly and if not paid interest at a rate as determined from time to time will be levied on all arrear amounts.</b>					
<b>Administration</b>					
<b>Photocopies</b>					
Tax Certificates					
Per Certificate	100,99		0,06	107,15	
Valuation Certificate					
Per Certificate	52,16		6,10%	55,34	
Building Plan Fees					
Per Application	212,18		6,10%	225,12	
Posters in municipal open					

spaces or against posts						
Deposit: per poster for consumers or political parties	14,85		6,10%	15,76		
<b>If the political party doesn't remove the posters after 7 days has lapsed since the gathering or meeting had taken place, the above deposit is forfeited.</b>						
<b>Cemeteries, Parks &amp; Sport Grounds</b>						
Cemetery Fees						
Site Fee (Digging of grave included)	661,63		6,10%	701,99		
Site Fee (Digging of grave excluded)	79,74		6,10%	84,60		
Pauper burials						
Must qualify as an indigent according to the indigent policy						
Must be an approved indigent						
Must already receive a financial subsidy						
Must be an permanent resident at the address as approved for indigent subsidy						
The deceased must be on the application form of the approved application form						

for indigent subsidy						
Pauper funerals will be subsidised as follows:						
Adults	1928,72		6,10%	2046,37		
Children	1242,23		6,10%	1318,01		
Funeral will be allowed to take place over week ends and also where the applicants will cover the grave themselves.						
If a funeral is to take place on a Monday then arrangements must be made with the office on the previous Friday						
Sport Grounds						
That all sport clubs received the following subsidies on the condition that the Municipal Manager can discuss any problems that he/she experiences regarding the usage of the subsidy by a sport club directly with the relevant sport club on behalf of the Council						
The usage of water, sewerage and refuse removal on condition that they maintain the club and						

grounds						
R 593.00 per month which amount includes the maintenance of the facilities and free municipal services						
Yachting Club						
Free municipal services						
Sport Committees						
A subsidy of R 1 500.00 per month for the maintenance of sport facilities as per contract						
Caravan Park Fees						
Camping Fees per day	254,25		6,10%	269,76		
Properties						
Pound Master: Works Foreman in each Town						
Tariffs within the municipal area						
Driving of livestock within the municipal area						

In the case of livestock (excluding tame ostriches) whether one or more to be driven to the pound: per kilometre	5,22		6,10%	5,54		
with the understanding that if,						
A herd consists of more than 50 small livestock or 20 large livestock: per kilometre	5,22		6,10%	5,54		
Small livestock, donkeys, horses and mules: the total amount payable will not exceeds the amount calculated per kilometre	5,22		6,10%	5,54		
Tamed ostriches: Per ostrich per kilometre	5,22		6,10%	5,54		
Pigs: per pig per kilometre	5,19		6,10%	5,51		
Pound Fees						
Pound fees per animal that is impounded within the municipal area per day.						
Large Livestock	126,61		5%	132,94		
Small Livestock	75,98		5%	79,78		

Horses, Mules and Donkeys	126,61		5%	132,94		
Pigs	75,98		5%	79,78		
Trespassing Fees						
Large Livestock (each)	10,11		5%	10,62		
Small Livestock (each)	5,06		5%	5,31		
Grazing Fees / Caring Fees						
Large Livestock (each per month)	30,41		5%	31,93		
Small Livestock (each per month)	17,43		5%	18,30		
Definitions						
Large livestock is horses, donkeys, mules, cattle, pigs and ostriches						
Small livestock is sheep and goats						
Advertisements: Pounds						
<b>Advertising cost is cost occurred for the advertisement of the selling of stock impounded and which is collected before it is sold.</b>						

<b>The advertisement period for the selling of stock is 21 days for all stock except donkeys, pigs and mules which is as soon as possible</b>							
Commonage fees per Ha, per year	49		6,10%	51,989			
<b>Licenses</b>							
Dog Licenses							
Wolfhonde & Windhonde							
For the first dog (Sterilised or not)	36,87		0%	36,87			
For each additional dog	49,12		0%	49,12			
Other dogs							
Sterilised	24,51		0%	24,51			
Not Sterilised (Male)	35,1		0%	35,1			
Not Sterilised (Female)	36,87		0%	36,87			
For each additional dog	49,13		0%	49,13			
Fines							
On each full month since license fee became due:							

2.5%						
Business Licenses						
Application Fee	80,26		6,10%	85,16		
Businesses: Food	184,32		0%	184,32		
Hawkers per day at the approved sites (Works Foreman will collect the fees)	25,49		0%	25,49		
Hawkers from other municipal areas per day	112,68		0%	112,68		
Flats for the aged	350		50%	525,00		
Public Works						
Sundry Tariffs						
Services Rendered						
Post level 5: Artisan - calculated from the time he/she left his/her works place until such time he/she returns to his/her works	283,6		7,40%	304,59		

place. (per hour)						
An additional allowance per day is payable if he/she must work outside the municipal area	66,06		7,40%	70,95		
Post Level 11 16: Labourers - per day per employee	455,51		7,40%	489,22		
An additional allowance per day is payable if he/she must work outside the municipal area	22,02		7,40%	23,65		
Compressor: Per actual hours worked as per hour meter (including labour & petrol)	234,13		6,10%	248,41		
Vacuum Tank and Tractor						
Per hour and	174,99		6,10%	185,66		
Per kilometre	7,05		6,10%	7,48		
Labour supplied by municipality and is inclusive						
Vacuum Tanker						
Per hour and	159,09		6,10%	168,79		
Per kilometre	52,87		6,10%	56,10		
Light Vehicles: per kilometre	4,38		6,10%	4,65		
Graders						
Per actual hour worked (diesel included)	497,08		6,10%	527,40		
Petra Diamonds Mine: Petrol and labour						

Excavator						
Per actual hour worked (diesel included)	442,55		6,10%	469,55		
After Hour Calls: per call if less than 30 minutes	69,03		6,10%	73,24		
Bulldozer			6,10%			
Per actual hour worked (diesel included)	735,9		6,10%	780,79		
			6,10%			
Tipper Trucks			6,10%			
Per hour and	147,05		6,10%	156,02		
Per kilometre	14,72		6,10%	15,62		
Flat Base Trucks per kilometre	19,16		6,10%	20,33		
Tractors per hour	88,28		6,10%	93,67		
Deposit on tractor	661,09		6,10%	701,42		
Traveling cost of equipment to be paid by user.						
TLB (Back Hoe)						
Per actual hour worked (diesel included)	561,39		6,10%	595,63		
Small trailer per day	235,79		6,10%	250,17		
Rental of Bo-Mac per day or part thereof	779,5		6,10%	827,05		

Road closures per day or part thereof	58,45		6,10%	62,02		
<b>Refuse Removal</b>						
Refuse Removal Fees						
Per Month						
Households	92,65		6,10%	98,30		
Flats/Town Houses	92,65		6,10%	98,30		
Businesses / Offices	199,75		6,10%	211,93		
Abattoir	843,14		6,10%	894,57		
Wine Cellar	301,15		6,10%	319,52		
Schools and Boarding Schools	204,75		6,10%	217,24		
Spoornet	271,02		6,10%	287,55		
Crèches	102,75		6,10%	109,02		
Churches	60,21		6,10%	63,88		
Households - Combined with Business	124,01		6,10%	131,57		
Other	180,66		6,10%	191,68		
Empty Erven – Availability	60,21		6,10%	63,88		
Refuse bags	4,64		6,10%	4,92		

Bulk refuse and/or building rubble will be removed per load. (Load - 4m3)	216,447		6,10%	229,65		
Refuse Removals will be done as per newsletter						
Cleaning of empty sites						
Sites smaller than 600m2	676,42		6,10%	717,68		
Sites larger than 600m2 but smaller than 1 500m2	1055,21		6,10%	1119,58		
Sewerage Tariffs						
Per Month						
Households(DOMESTIC)	95,95		6,10%	101,80		
Flats/Town Houses	95,95		6,10%	101,80		
Businesses / Offices	180,66		6,10%	191,68		
Abattoir	7 287,20		6,10%	7731,72		
Spoornet	271,02		6,10%	287,55		
Crèches	101,56		6,10%	107,76		
Churches	60,2		6,10%	63,87		
Households - Combined with Business	106,3		6,10%	112,78		

Old Age Flats	92,87		6,10%	98,54		
Garages	225,85		6,10%	239,63		
Others	180,66		6,10%	191,68		
Empty Erven – Availability	60,21		6,10%	63,88		
Buckets	-			-		
Note: Sewer blockages at abattoirs-each	1 352,78		6,10%	1435,30		
Residential sewer blockages						
Per household sharing manhole	70,86	-	6,10%	75,18		
Per household not sharing manhole	283,46	-	6,10%	300,75		
Rental of suction pump per hour (including petrol)	177,16		6,10%	187,97		
Sewerage connection	1062,94		6,10%	1127,78		
Town Halls and Offices						
Town Halls: Jacobsdal, Koffiefontein, Luckhoff & Petrusburg - rent and deposits						

Weddings and Entertainment							
MPCC HALL							
Residents: rent	1250		6,10%	1326,25			
Residents: deposit	1440		6,10%	1527,84			
Non- Residents: rent	2128		6,10%	2257,81			
Non- Residents: deposit	2322		6,10%	2463,64			
Residents: rent	565,44		6,10%	599,93			
Residents: deposit	1 413,59		6,10%	1499,82			
Non- Residents: rent	1130,89		6,10%	1199,87			
Non- Residents: deposit	1 979,03		6,10%	2099,75			
Charity, Funerals, Pre-Schools and Churches							
MPCC HALL							
Residents: rent	1012,5		6,10%	1074,26			
Residents: deposit	1210		6,10%	1283,81			
Non- Residents: rent	1210		6,10%	1283,81			
Non- Residents: deposit	1308		6,10%	1387,79			
Residents: rent	169,6		6,10%	179,95			
Non- Residents: rent	424,07		6,10%	449,94			
Deposit	565,44		6,10%	599,93			
Departments							

Entertainments and Meetings								
MPCC HALL								
Rent	0					1500,00		
Deposit	0					1950,00		
Daniel Moopela	0					500,00		
Deposit	0					650,00		
Rental of Sportsgrounds								
Residents: rent	0					500,00		
Residents: deposit	0					650,00		
Non- Residents: rent	0					700,00		
Non- Residents: deposit	0					910,00		
Political Meetings								
Residents: rent	76,61			6,10%		81,28		
Non- Residents: rent	76,61			6,10%		81,28		
Tables and chairs are free of charge on condition that it can only be used within municipal properties	-							
Rental charge is based on daily basis.								
Application for parties, church services and other function not mentioned above will be submitted to an ad-hoc committee								

existing out of the Mayor or Chairperson of the Finance Committee, a Councillor and the Municipal Manager for consideration and if approved the applicable fee						
<b>Electricity</b>						
Electricity Service						
Tariff 1						
Households, Flats and Houses (Conventional Meters)						
A fixed service levy per consumption month or part thereof plus	194,72		6,10%	206,60		
Consumption per kW.h 0 - 50 kWh	0,81		6,10%	0,86		
51 - 350 kWh	1,03		6,10%	1,09		
351 - 600 kWh	1,44		6,10%	1,53		
> 600 kWh	1,73		6,10%	1,84		
Pre-paid User Tariff: Residential per kW.h						

Consumption per kW.h 0 - 50 kWh	0,84		6,10%	0,89		
51 - 350 kWh	1,05		6,10%	1,11		
351 - 600 kWh	1,45		6,10%	1,54		
> 600 kWh	1,73		6,10%	1,84		
Tariff 2						
Commercial Conventional Low						
A fixed service levy per consumption month or part thereof plus	363,66		6,10%	385,84		
Consumption per kW.h	1,71		6,10%	1,81		
Pre-paid User Tariff: per kW.h	1,84		6,10%	1,95		
Tariff 3						
This tariff is applicable on all users whose maximum demand is over 50 KVA in any 30 minute period in a consumption month.						
Commercial Tariff High						
A fixed service levy per	5		6,10%	6290,37		

consumption month or part thereof plus.	928,72					
kW.h consumption per consumption month or part thereof.	132,78		6,10%	140,88		
Tariff 5: Industrial medium						
Average consumption 59039.55						
Basic Charge	5928,72		6,10%	6290,37		
Consumption per kwh: Energy Charge	73,04		6,10%	77,50		
Demand Charge	208,94		6,10%	221,69		
Municipal						
Energy charge	160,82		6,10%	170,63		
Tariff 6						
Empty erven and erven where the electricity supply where taken out.	54,96		6,10%	58,31		
An amount of R45.42 per month is payable for each erf (except if the erf is part of land belonging to the Government) which is not connected to the electricity network of the municipality and is adjacent to a street or part of a street in which the electricity supply is available. This tariff is also applicable where the owner has requested that the electricity supply must be removed						
Residential Connections per connection	5 552,72		6,10%	5891,44		

Other connections per connection	8 118,02		6,10%	8613,22		
The installation of a 3 phase meter (pre-paid or conventional). Additional cost per connection	7 403,69		6,10%	7855,32		
The change to or installation of a single phase pre-paid meter per connection (additional cost)	1 665,88		6,10%	1767,50		
The connection fees of indigents and poor households are subsidised out of the Equitable Share at 100% and 50% respectively						
Deposits						
Deposits for all residential and other users are payable according to the Council's Credit Control Policy						
Increases of deposits will be done within the electricity provision regulations and the credit control policy						
Indigents will not pay any						

deposits						
Poor households will only pay 50% of the relevant deposit						
Reconnections and special meter readings						
Per application and in cases of late payments	97,42		6,10%	103,36		
Installation Tests						
First Test	81,22		6,10%	86,17		
Per test thereafter	97,42		6,10%	103,36		
Telephonic Reminders per call	16,28		6,10%	17,27		
Call outs:						
The costs will be added to the monthly consumer account if it cannot be paid during the call out						
During Working Hours:						
Per Call	92,64		6,10%	98,29		
Labour per hour	178,62		6,10%	189,52		
Material for the cost of the consumer						
After Hours:						

Per Call	139,76		6,10%	148,29		
Labour per hour	311,08		6,10%	330,06		
Material for the cost of the consumer						
Sundays and Public Holidays						
Per Call	150,8		6,10%	160,00		
Labour per hour	414,74		6,10%	440,04		
Material for the cost of the consumer						
Call outs after hours are only applicable if there is no electricity						
Petra Diamonds Mine personnel or owners of houses						
Only requests from home owners will receive attention but personnel from Petra Diamonds Mine can through the mines security office request help in the case of an emergency						
Tampering of meters :						
Consumers will be charged if proven that there had been tampered with						

municipal property.						
Services will be discontinued until full payment has been made						
<b>Water</b>						
Residential						
0 - 6KL	-			-		
7-30 KL	6,85		6,10%	7,27		
31-50 KL	9,43		6,10%	10,01		
>50 KL	10,84		6,10%	11,50		
Fixed Levy	56,86		6,10%	60,33		
Industries (In Industrial Area)						
Fixed Levy	177,11		6,10%	187,91		
Per Kilolitre	9,58		6,10%	10,16		
Business						
Fixed Levy: per month						
Per Kilolitre	56,86		6,10%	60,33		
Petra Diamonds Mine: Purified Water						

Fixed Levy: per month	711,05		6,10%	754,42		
Per Kilolitre	9,42		6,10%	9,99		
Schools, Crèches and Boarding Schools						
Fixed Levy: per month	161,27		6,10%	171,11		
Per Kilolitre	9,08		6,10%	9,63		
Municipal Usages						
Per Kilolitre	7,39		6,10%	7,84		
Empty Erven (excluding Government Land)						
Fixed Levy: per month	49,23		6,10%	52,23		
Canal Water ( Jacobsdal)						
Levy per hour	286,14		6,10%	303,59		
Pre-paid System						
Non-residential	7,28		6,10%	7,72		
Pre-paid System						
Residential (0-6Kl Free)	10,06		6,10%	10,67		
Water connection	1133,21		6,10%	1202,34		

Tampering of meters :							
Consumers will be charged if proven that there had been tampered with municipal property.							
Services will be discontinued until full payment has been made							
All the above tariffs excludes VAT							