

LETSEMENG LOCAL MUNICIPALITY

FS 161

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28 February 2022



ADJUSTMENT BUDGET 2021/2022—2023/2024

PREPARED IN ACCORDANCE WITH BUDGET REGULATIONS, MFMA CIRCULARS

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PART 1

1. Adjustment Budget Report by Mayor

2. Adjustment Budget Resolution

3. Executive summary

Following the mid-year performance review the following adjustments are to be made onto the municipal budget through the adjustment budget:

- (a) To adjust the operating revenue upwards by R9 525 000 million
- (b) To adjust the operating expenditure upwards by R7 714 000 million
- (c) The capital budget is adjusted downwards by R41 000

National Treasury MFMA circulars were used to guide in the compilation of the 2021/2022 adjustment budget.

The following budget principles and guidelines further informed the compilation of 2021/2022 adjustment budget:

- 2021/2022 Monthly expenditure / revenue reports
- 2021/2022 Budget

Below is a summary of the adjustment budget:

Table 1: Analysis of Revenue

<i>Description</i>	<i>2021/2022 Budget</i>	<i>Adjustment Budget</i>
Total Revenue (Including Operational and Capital Grants)	R 219 643 000	R 229 168 000
Total Operating Expenditure (Including Non-Cash Items)	R 223 222 000	R230 936 000
Total Capital Budget	R 51 283 000	R51 243 000

3.1. Operating revenue overview

The following key components were used in terms of budgeted revenue of the municipality:

- National Treasury MFMA Circular 107 and 108
- Electricity Tariff increases as applied to National Electricity Regulator of South Africa
- Latest Valuation roll in terms of Municipal Property Rates Act, Act 6 of 2004
- Municipality's indigent policy
- Tariff Policy of the Municipality
- Tariff Increases for Water, Refuse and Sewerage

The main adjustments to revenue are discussed below:

Revenue from non-exchange transactions increased by an amount of R 733 000

Revenue from exchange transactions increased by an amount of R 2 693 000

- The increase was made on non-exchange property rates and exchange transactions electricity, water and sanitation due to under budgeting on the original. There is no adjustment on refuse service.

Other revenue increase by R6 099 000 which includes rental of facilities and equipment, fines, interest on outstanding debtors and investments.

The table below summarises the 2021/2022 adjusted revenue by source:

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	24;421	-	-	-	-	-	733	733	25;153	26;210	27;363
Service charges - electricity revenue	2	26;551	-	-	-	-	-	1;854	1;854	28;405	29;598	30;900
Service charges - water revenue	2	12;911	-	-	-	-	-	516	516	13;427	13;991	14;607
Service charges - sanitation revenue	2	10;751	-	-	-	-	-	323	323	11;074	11;539	12;047
Service charges - refuse revenue	2	11;047	-	-	-	-	-	-	-	11;047	11;511	12;017
Rental of facilities and equipment		308	-	-	-	-	-	(28)	(28)	281	292	305
Interest earned - external investments		423	-	-	-	-	-	(169)	(169)	254	265	276
Interest earned - outstanding debtors		9;000	-	-	-	-	-	6;300	6;300	15;300	15;943	16;644
Dividends received		11	-	-	-	-	-	-	-	11	11	12
Fines, penalties and forfeits		35	-	-	-	-	-	(17)	(17)	17	18	19
Licences and permits		5	-	-	-	-	-	-	-	5	5	6
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		74;281	-	-	-	-	-	-	-	74;281	79;986	76;294
Other revenue	2	591	-	-	-	-	-	13	13	604	630	658
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		170;335	-	-	-	-	-	9;524	9;524	179;860	189;999	191;148

As it can be seen from the above table, revenue has increased and under cash flow statement we are anticipating that we will collect around 70% of the service charges.

Letsemeng LM depends on Grants for operation, 42% of our operating revenue budget is funded from the grants.

There was no increase on the transfers and subsidies

The table below shows the breakdown of Grant and Subsidies:

Table 2: Grants

Description	Ref	Budget Year 2021/22							Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget	Prior Adjusted	Multi-year capital	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		
R thousands										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		74;281	–	–	–	–	–	74;281	76;986	76;294
Local Government Equitable Share		70;307					–	70;307	73;986	73;294
Finance Management	3	2;850					–	2;850	3;000	3;000
EPWP Incentive		1;124					–	1;124	–	–
							–	–		
							–	–		
Other transfers and grants [insert description]							–	–		
Provincial Government:		–	–	–	–	–	–	–	–	–
							–	–		
	4						–	–		
							–	–		
Other transfers and grants [insert description]	5						–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Total Operating Transfers and Grants	6	74;281	–	–	–	–	–	74;281	76;986	76;294
Capital Transfers and Grants										
National Government:		49;308	–	–	–	–	–	49;308	50;777	49;018
Municipal Infrastructure Grant (MIG)		17;894					–	17;894	19;019	19;691
Water Services Infrastructure Grant		25;532					–	25;532	20;758	21;327
Integrated National Electrification Programme		5;882					–	5;882	8;000	8;000
Energy Efficiency and Demand Side Management Grant		–					–	–	3;000	–
							–	–		
Provincial Government:		–	–	–	–	–	–	–	–	–
Other capital transfers/grants [insert description]							–	–		
							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Total Capital Transfers and Grants	6	49;308	–	–	–	–	–	49;308	50;777	49;018
TOTAL RECEIPTS OF TRANSFERS & GRANTS		123;589	–	–	–	–	–	123;589	127;763	125;312

3.1.1. Electricity

Letsemeng Local Municipality target indigent households as per the approved indigent register for free basic electricity, all indigent households receives 50Kwh on a monthly basis. We sell both conventional and pre-paid electricity.

3.1.2. Water

There is inclining block tariff structure implemented for water services, all households receive the free 6kl per month of water.

3.1.3. Sanitation (Sewerage)

- Sanitation charges are charged at a flat rate, irrespective of the quantity of water used / consumed
- Free Sanitation is only provided to indigent households as per the council approved Indigent policy
- There is no inclining tariff structure for sanitation consumption

3.1.4. Waste Removal

- Waste removal charges are charged at a flat rate, irrespective of litres of waste removed
- The increment will also cover the wear and tear off all the trucks and vehicles used to provide this service
- Waste removal is provided for free to all the households who are indigent
- All residents solid waste is removed once a week

3.1.5. Property rates

Property rates is a statutory tax charged on all property owners within the jurisdiction of the Municipality, it is imposed in accordance to section 229 of the Constitution of South Africa and Municipal Property rates act, act 6 of 2004 (MPRA). In terms of MPRA the municipality must prepare a valuation roll after every 5 financial year, Letsemeng Local Municipality implemented the valuation roll in accordance with MPRA prescripts on the 1 July 2018.

3.2. Operating Expenditure Framework

Municipality budget for expenditure was informed by the following:

- Balance budget constraints – the municipality must not budget for a deficit
- Funding of the budget as based on section 18 and section 19 of Municipal Finance Management act, act 54 of 2003
- National Treasury MFMA circular 107 and 108
- South African Local Government Bargaining Council collective agreement on salaries

The table below show the adjusted budget expenditure:

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		70,205	-	-	-	-	-	225	225	70,430	73,388	76,618
Remuneration of councillors		4,828	-	-	-	-	-	-	-	4,828	5,031	5,252
Debt impairment		25,000	-	-	-	-	-	-	-	25,000	26,050	27,196
Depreciation & asset impairment		48,978	-	-	-	-	-	-	-	48,978	51,035	53,281
Finance charges		4,000	-	-	-	-	-	2,280	2,280	6,280	6,544	6,832
Bulk purchases - electricity		36,000	-	-	-	-	-	(2,000)	(2,000)	34,000	35,428	36,987
Inventory consumed		7,686	-	-	-	-	-	-	-	7,686	8,009	8,361
Contracted services		14,948	-	-	-	-	-	735	735	15,683	16,030	16,739
Transfers and subsidies		880	-	-	-	-	-	-	-	880	917	957
Other expenditure		10,697	-	-	-	-	-	6,473	6,473	17,171	17,892	18,679
Losses		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		223,222	-	-	-	-	-	7,714	7,714	230,936	240,323	250,902

Total Expenditure increased by R 7 714 000, employee cost increased by R 225 000, finance charges increased by R 2 280 000 000 this is due to the fact that we do not pay our creditors on time as per the prescripts of MFMA, bulk purchases-electricity decreased by R2 000 000, contracted services increased by R735 000 and other expenditure increased by R6 473 000.

3.3 Analysis of Capital Budget

Capital budget from internally generated funds was reduced by R41 000.

4. Annual budget Table

Explanatory Notes to Table B1

Table B1 is a summary of the budget of Letsemeng Local Municipality that gives an overview of the of the budget, it includes, the following key aspects

Financial Performance: This is a summary of income statement of the Municipality

Capital Expenditure and funding sources: This gives a brief overview of the capital expenditure and its funding sources

Financial Position: This is the balance sheet of Letsemeng Local Municipality

Cash Flow: This gives a brief overview of the Cash flow of the Municipality

Asset Management: This is the overview of the total assets of the Municipality

Free Services: This section gives the total amount of free basic services as provided by the municipality.

This is the most important as it gives users of the budget a “snapshot” of what is going to follow in the next nine (9) main table

Explanatory Notes to Table B2

1. Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification.
2. Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table B4 as Table B4 exclude capital transfers

Explanatory Note to Table B3

1. Table B3 is an overview of the budgeted financial performance in relation to the revenue and expenditure per municipal vote.
2. Profits made on this services are used to subsidise non-trading services

Explanatory note on table B4

1. Services charges relating to electricity, water, sanitation and refuse removal constitutes the biggest component of the budgeted revenue of Letsemeng Local Municipality
2. Transfers recognised – operating includes the local government equitable share and other operating grants from national and provincial government.
3. Major component of expenditure relates to employee costs, which accounts for 54% of the total expenditure

Explanatory note on Table B5

1. Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations.

Explanatory note to table B8

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.

5. PART 2 – Supporting Documentation

5.1. Adjustment budget assumptions

Municipal Financial Management Act (MFMA) mentions six (6) steps (i.e. Planning, Strategizing, Preparing, Tabling, Consulting and Finalising/ Adopting) that the municipality must follow in order to prepare the annual budget that is credible. The planning and strategizing processes started with the preparation of budget timelines as required by MFMA and IDP review process plan. 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 annual 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.

The adjustment budget was prepared based on realistically anticipated revenue and cost containment measures. Below are some of the key assumptions of the budget.

- Economic climate and indigent levels within the Municipality will remain the same / constant for major part of the financial year given the limited economic activities within the Municipality
- Cash flow projections will strictly be maintained to ensure that the municipality will meet its financial obligations
- Operating 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

5.2. Adjustment of the funding of the budget

MFMA section 18 states that the expenditure of the budget may only be funded from:

- Realistically anticipated revenue to be collected
- Cash-backed accumulated funds from Previous years' surpluses not committed for other purpose
- Borrowed funds, but only for capital budget referred to in section 17(2)

Letsemeng Local Municipality adjusted operating budget is funded from:

- Grants
- Service Charges
- Other Revenue

The capital budget excluding internally generated funds of the Municipality is R 48 413 000, and is funded from

- Municipal Infrastructure Grant
- Water Services Infrastructure Grant
- Integrated National Electrification Programme

5.3. Adjustment due to Expenditure on Allocations and Grant Programme

No adjustments were made on grants allocation

The Municipality budgeted for the following operating grants:

- Financial Management Grant
- Expanded Public Works Programme
- Equitable Shares
- Water and Sanitation Infrastructure Grant

5.4. Adjustment to Allocations made by the Municipality

Letsemeng Local Municipality uses equitable shares to subsidise indigent households,

Every Household is entitled to receive 6 kl of water and all indigent households receive 50 kw/h of Electricity, rebate on sanitation and refuse removal.

5.5. Adjustment to Councillors and Board Members allowance and Employees benefits

Municipal Systems Act requires the Municipal Manager to develop a Staff establishment for the Municipality within a policy framework determined by the municipal council and subject to any applicable legislation. The Municipal Manager Must Submit the staff establishment to council for consideration and approval. The Municipal Systems 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. There was an adjustment made on Employee benefits.

5.6. Adjustments to service delivery and budget implementation plan

The adjustment to the service delivery and budget implementation plan will be tabled to Council in March 2022

5.7. Adjustment to Capital Expenditure

Capital budget from internally generated funds was reduced by R 41 000, this is in line with cost containment measures as adopted by Municipality.

6. Quality Certificate

LETSEMENG COUNCIL / LETSEMENG RAAD



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MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, **Tshemedi Lucas Mkhwane**, the Municipal Manager of **LETSEMENG LOCAL MUNICIPALITY (FS 161)**, hereby certify that the adjustment Budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the act, and that the adjustment budget and supporting documents are consistent with the integrated development plan of the municipality.

Name : Tshemedi Lucas Mkhwane

Signature

A handwritten signature in black ink, appearing to be 'T. Mkhwane', written over a light blue grid background.

Date : 28 February 2022

7. Annexures – Adjustment Budget Tables

Description	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
	A	A1	B	C	D	E	F	G	H		
R thousands											
<u>Financial Performance</u>											
Property rates	24,421	–	–	–	–	–	733	733	25,153	26,210	27,363
Service charges	61,260	–	–	–	–	–	2,693	2,693	63,953	66,639	69,571
Investment revenue	423	–	–	–	–	–	(169)	(169)	254	265	276
Transfers recognised - operational	74,281	–	–	–	–	–	–	–	74,281	79,986	76,294
Other own revenue	9,950	–	–	–	–	–	6,268	6,268	16,218	16,900	17,644
Total Revenue (excluding capital transfers and contributions)	170,335	–	–	–	–	–	9,524	9,524	179,860	189,999	191,148
Employee costs	70,205	–	–	–	–	–	225	225	70,430	73,388	76,618
Remuneration of councillors	4,828	–	–	–	–	–	–	–	4,828	5,031	5,252
Depreciation & asset impairment	48,978	–	–	–	–	–	–	–	48,978	51,035	53,281
Finance charges	4,000	–	–	–	–	–	2,280	2,280	6,280	6,544	6,832
Inventory consumed and bulk purchases	43,686	–	–	–	–	–	(2,000)	(2,000)	41,686	43,437	45,348
Transfers and grants	880	–	–	–	–	–	–	–	880	917	957
Other expenditure	50,645	–	–	–	–	–	7,209	7,209	57,854	59,972	62,615
Total Expenditure	223,222	–	–	–	–	–	7,714	7,714	230,936	240,323	250,902
Surplus/(Deficit)	(52,887)	–	–	–	–	–	1,810	1,810	(51,076)	(50,324)	(59,754)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	49,308	–	–	–	–	–	–	–	49,308	47,777	49,018
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	147	–	–	–	–	–	–	–	147	153	160
Surplus/(Deficit) after capital transfers & contributions	(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)
<u>Capital expenditure & funds sources</u>											
Capital expenditure	51,283	–	–	–	–	–	(41)	(41)	51,243	49,774	46,229
Transfers recognised - capital	48,413	–	–	–	–	–	–	–	48,413	46,826	43,151
Borrowing	–	–	–	–	–	–	–	–	–	–	–
Internally generated funds	2,870	–	–	–	–	–	(41)	(41)	2,830	2,948	3,078
Total sources of capital funds	51,283	–	–	–	–	–	(41)	(41)	51,243	49,774	46,229
<u>Financial position</u>											
Total current assets	96,327	–	–	–	–	–	5,093	5,093	13,207	105,257	118,943
Total non current assets	132,599	–	–	–	–	–	(41)	(41)	132,559	131,326	131,369
Total current liabilities	154,590	–	–	–	–	–	–	–	154,590	193,359	196,798
Total non current liabilities	–	–	–	–	–	–	–	–	–	–	–
Community wealth/Equity	74,336	–	–	–	–	–	5,053	5,053	79,389	43,224	53,513
<u>Cash flows</u>											
Net cash from (used) operating	59,934	–	–	–	–	–	552	552	60,486	46,608	47,798
Net cash from (used) investing	(51,283)	–	–	–	–	–	41	41	(51,243)	(49,817)	(46,273)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	9,151	–	–	–	–	–	593	593	9,744	1,442	14,857
<u>Cash backing/surplus reconciliation</u>											
Cash and investments available	4,651	–	–	–	–	–	5,093	5,093	4,651	13,332	23,213
Application of cash and investments	97,087	–	–	–	–	–	161,481	161,481	364,071	130,834	131,523
Balance - surplus (shortfall)	(92,436)	–	–	–	–	–	(161,481)	(161,481)	(359,420)	(117,502)	(108,310)
<u>Asset Management</u>											
Asset register summary (WDV)	90,068	–	–	–	–	–	(41)	(41)	90,028	92,500	96,218
Depreciation	48,978	–	–	–	–	–	–	–	48,978	51,035	53,281
Renewal and Upgrading of Existing Assets	38,999	–	–	–	–	–	–	–	38,999	41,014	37,435
Repairs and Maintenance	1,300	–	–	–	–	–	(639)	(639)	661	689	719

Table B2 Adjustment Budget Financial Performance (Functional Classification)

Standard Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
Governance and administration		134;395	-	-	-	-	-	(1;654)	(1;654)	132;741	142;446	141;338
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		134;395	-	-	-	-	-	(1;654)	(1;654)	132;741	142;446	141;338
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		1;124	-	-	-	-	-	-	-	1;124	-	-
Planning and development		1;124	-	-	-	-	-	-	-	1;124	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		84;271	-	-	-	-	-	11;178	11;178	95;449	95;483	98;989
Energy sources		8;279	-	-	-	-	-	1;575	1;575	9;854	12;139	12;321
Water management		40;693	-	-	-	-	-	2;091	2;091	42;784	38;735	40;095
Waste water management		22;003	-	-	-	-	-	5;937	5;937	27;939	29;113	30;395
Waste management		13;297	-	-	-	-	-	1;575	1;575	14;872	15;496	16;178
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	219;790	-	-	-	-	-	9;524	9;524	229;315	237;929	240;326
Expenditure - Functional												
Governance and administration		146;480	-	-	-	-	-	13;659	13;659	160;139	166;552	173;881
Executive and council		16;202	-	-	-	-	-	3;169	3;169	19;371	20;185	21;073
Finance and administration		128;169	-	-	-	-	-	10;472	10;472	138;641	144;152	150;494
Internal audit		2;109	-	-	-	-	-	18	18	2;127	2;216	2;314
Community and public safety		3;700	-	-	-	-	-	441	441	4;141	4;315	4;505
Community and social services		2;700	-	-	-	-	-	941	941	3;641	3;794	3;961
Sport and recreation		500	-	-	-	-	-	(400)	(400)	100	104	109
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		300	-	-	-	-	-	(100)	(100)	200	208	218
Health		200	-	-	-	-	-	-	-	200	209	218
Economic and environmental services		10;894	-	-	-	-	-	(227)	(227)	10;667	11;115	11;604
Planning and development		2;546	-	-	-	-	-	(227)	(227)	2;318	2;416	2;522
Road transport		8;349	-	-	-	-	-	-	-	8;349	8;699	9;082
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		57;148	-	-	-	-	-	(2;074)	(2;074)	55;074	57;387	59;916
Energy sources		44;005	-	-	-	-	-	(2;480)	(2;480)	41;525	43;269	45;173
Water management		3;489	-	-	-	-	-	900	900	4;389	4;573	4;779
Waste water management		9;333	-	-	-	-	-	(314)	(314)	9;019	9;398	9;812
Waste management		320	-	-	-	-	-	(180)	(180)	140	146	152
Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	218;222	-	-	-	-	-	11;799	11;799	230;021	239;370	249;907
Surplus/ (Deficit) for the year		1;568	-	-	-	-	-	(2;275)	(2;275)	(706)	(1;441)	(9;581)

Table B3 Adjustment Budget Financial Performance (revenue and expenditure by municipal vote)

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE]		134,395	-	-	-	-	-	(1,654)	(1,654)	132,741	142,446	141,338
Vote 3 - [NAME OF VOTE]		8,279	-	-	-	-	-	1,575	1,575	9,854	12,139	12,321
Vote 4 - [NAME OF VOTE]		11,047	-	-	-	-	-	-	-	11,047	11,511	12,017
Vote 5 - [NAME OF VOTE]		40,693	-	-	-	-	-	2,091	2,091	42,784	38,735	40,095
Vote 6 - [NAME OF VOTE]		22,003	-	-	-	-	-	5,937	5,937	27,939	29,113	30,395
Vote 7 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE]		2,250	-	-	-	-	-	1,575	1,575	3,825	3,986	4,161
Vote 9 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE]		1,124	-	-	-	-	-	-	-	1,124	-	-
Vote 11 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	219,790	-	-	-	-	-	9,524	9,524	229,315	237,929	240,326
Expenditure by Vote	1											
Vote 1 - [NAME OF VOTE]		16,202	-	-	-	-	-	3,169	3,169	19,371	20,185	21,073
Vote 2 - [NAME OF VOTE]		125,150	-	-	-	-	-	9,212	9,212	134,362	139,693	145,840
Vote 3 - [NAME OF VOTE]		44,005	-	-	-	-	-	(2,480)	(2,480)	41,525	43,269	45,173
Vote 4 - [NAME OF VOTE]		3,109	-	-	-	-	-	(583)	(583)	2,527	2,633	2,749
Vote 5 - [NAME OF VOTE]		3,489	-	-	-	-	-	900	900	4,389	4,573	4,779
Vote 6 - [NAME OF VOTE]		9,333	-	-	-	-	-	(314)	(314)	9,019	9,398	9,812
Vote 7 - [NAME OF VOTE]		8,349	-	-	-	-	-	-	-	8,349	8,699	9,082
Vote 8 - [NAME OF VOTE]		320	-	-	-	-	-	(180)	(180)	140	146	152
Vote 9 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE]		7,254	-	-	-	-	-	814	814	8,069	8,407	8,777
Vote 11 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	217,212	-	-	-	-	-	10,539	10,539	227,751	237,004	247,438
Surplus/ (Deficit) for the year	2	2,578	-	-	-	-	-	(1,015)	(1,015)	1,564	925	(7,111)

Table B4 – Adjustment Budget Financial Performance (revenue & expenditure)

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source												
Property rates	2	24,421	–	–	–	–	–	733	733	25,153	26,210	27,363
Service charges - electricity revenue	2	26,551	–	–	–	–	–	1,854	1,854	28,405	29,598	30,900
Service charges - water revenue	2	12,911	–	–	–	–	–	516	516	13,427	13,991	14,607
Service charges - sanitation revenue	2	10,751	–	–	–	–	–	323	323	11,074	11,539	12,047
Service charges - refuse revenue	2	11,047	–	–	–	–	–	–	–	11,047	11,511	12,017
Rental of facilities and equipment		308	–	–	–	–	–	(28)	(28)	281	292	305
Interest earned - external investments		423	–	–	–	–	–	(169)	(169)	254	265	276
Interest earned - outstanding debtors		9,000	–	–	–	–	–	6,300	6,300	15,300	15,943	16,644
Dividends received		11	–	–	–	–	–	–	–	11	11	12
Fines, penalties and forfeits		35	–	–	–	–	–	(17)	(17)	17	18	19
Licences and permits		5	–	–	–	–	–	–	–	5	5	6
Agency services		–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies		74,281	–	–	–	–	–	–	–	74,281	79,986	76,294
Other revenue	2	591	–	–	–	–	–	13	13	604	630	658
Gains		–	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		170,335	–	–	–	–	–	9,524	9,524	179,860	189,999	191,148
Expenditure By Type												
Employee related costs		70,205	–	–	–	–	–	225	225	70,430	73,388	76,618
Remuneration of councillors		4,828	–	–	–	–	–	–	–	4,828	5,031	5,252
Debt impairment		25,000	–	–	–	–	–	–	–	25,000	26,050	27,196
Depreciation & asset impairment		48,978	–	–	–	–	–	–	–	48,978	51,035	53,281
Finance charges		4,000	–	–	–	–	–	2,280	2,280	6,280	6,544	6,832
Bulk purchases - electricity		36,000	–	–	–	–	–	(2,000)	(2,000)	34,000	35,428	36,987
Inventory consumed		7,686	–	–	–	–	–	–	–	7,686	8,009	8,361
Contracted services		14,948	–	–	–	–	–	735	735	15,683	16,030	16,739
Transfers and subsidies		880	–	–	–	–	–	–	–	880	917	957
Other expenditure		10,697	–	–	–	–	–	6,473	6,473	17,171	17,892	18,679
Losses		–	–	–	–	–	–	–	–	–	–	–
Total Expenditure		223,222	–	–	–	–	–	7,714	7,714	230,936	240,323	250,902
Surplus/(Deficit)		(52,887)	–	–	–	–	–	1,810	1,810	(51,076)	(50,324)	(59,754)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		49,308	–	–	–	–	–	–	–	49,308	47,777	49,018
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind - all)		147	–	–	–	–	–	–	–	147	153	160
Surplus/(Deficit) before taxation		(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)
Taxation		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year		(3,432)	–	–	–	–	–	1,810	1,810	(1,621)	(2,394)	(10,576)

Table B5 – Adjustment Capital Expenditure Budget by vote & funding

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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
R thousands		A	5	6	7	8	9	10	11	12		
Single-year expenditure to be adjusted	2											
Vote 1 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - [NAME OF VOTE]		570	-	-	-	-	-	-	-	570	594	620
Vote 3 - [NAME OF VOTE]		5,882	-	-	-	-	-	-	-	5,882	8,000	8,000
Vote 4 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE]		27,632	-	-	-	-	-	-	-	27,632	22,946	23,611
Vote 6 - [NAME OF VOTE]		6,851	-	-	-	-	-	-	-	6,851	-	-
Vote 7 - [NAME OF VOTE]		200	-	-	-	-	-	(41)	(41)	160	15,380	13,117
Vote 8 - [NAME OF VOTE]		9,343	-	-	-	-	-	-	-	9,343	2,004	-
Vote 9 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE]		805	-	-	-	-	-	-	-	805	850	880
Vote 11 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		51,283	-	-	-	-	-	(41)	(41)	51,243	49,774	46,229
Total Capital Expenditure - Vote		51,283	-	-	-	-	-	(41)	(41)	51,243	49,774	46,229
Capital Expenditure - Functional												
Governance and administration		570	-	-	-	-	-	-	-	570	594	620
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		570	-	-	-	-	-	-	-	570	594	620
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		805	-	-	-	-	-	-	-	805	850	880
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		805	-	-	-	-	-	-	-	805	850	880
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		200	-	-	-	-	-	(41)	(41)	160	15,380	13,117
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		200	-	-	-	-	-	(41)	(41)	160	15,380	13,117
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		49,708	-	-	-	-	-	-	-	49,708	32,950	31,611
Energy sources		5,882	-	-	-	-	-	-	-	5,882	8,000	8,000
Water management		27,632	-	-	-	-	-	-	-	27,632	22,946	23,611
Waste water management		6,851	-	-	-	-	-	-	-	6,851	-	-
Waste management		9,343	-	-	-	-	-	-	-	9,343	2,004	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	51,283	-	-	-	-	-	(41)	(41)	51,243	49,774	46,229
Funded by:												
National Government		48,413	-	-	-	-	-	-	-	48,413	46,826	43,151
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	48,413	-	-	-	-	-	-	-	48,413	46,826	43,151
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		2,870	-	-	-	-	-	(41)	(41)	2,830	2,948	3,078
Total Capital Funding		51,283	-	-	-	-	-	(41)	(41)	51,243	49,774	46,229

Table B6 Adjustment Budget Financial Position

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		4,651	–					5,093	5,093	9,744	13,332	23,213
Call investment deposits	1	–	–					–	–	–	–	–
Consumer debtors	1	83,120	–	–	–	–	–	–	–	83,120	83,360	87,028
Other debtors		3,117	–					–	–	3,117	3,126	3,264
Current portion of long-term receivables		–	–					–	–	–	–	–
Inventory		5,439	–	–	–	–	–	–	–	5,439	5,439	5,439
Total current assets		96,327	–	–	–	–	–	5,093	5,093	101,420	105,257	118,943
Non current assets												
Long-term receivables		–	–					–	–	–	–	–
Investments		–	–					–	–	–	–	–
Investment property		81,300	–					–	–	81,300	81,535	85,122
Investment in Associate		–	–					–	–	–	–	–
Property, plant and equipment	1	51,103	–	–	–	–	–	(41)	(41)	51,063	49,587	46,033
Biological		–	–					–	–	–	–	–
Intangible		180	–					–	–	180	188	196
Other non-current assets		16	–					–	–	16	17	17
Total non current assets		132,599	–	–	–	–	–	(41)	(41)	132,559	131,326	131,369
TOTAL ASSETS		228,926	–	–	–	–	–	5,053	5,053	233,979	236,583	250,312
LIABILITIES												
Current liabilities												
Bank overdraft		–	–					–	–	–	–	–
Borrowing		–	–	–	–	–	–	–	–	–	–	–
Consumer deposits		90	–					–	–	90	94	98
Trade and other payables		154,500	–	–	–	–	–	–	–	154,500	193,265	196,701
Provisions		–	–					–	–	–	–	–
Total current liabilities		154,590	–	–	–	–	–	–	–	154,590	193,359	196,798
Non current liabilities												
Borrowing	1	–	–	–	–	–	–	–	–	–	–	–
Provisions	1	–	–	–	–	–	–	–	–	–	–	–
Total non current liabilities		–	–	–	–	–	–	–	–	–	–	–
TOTAL LIABILITIES		154,590	–	–	–	–	–	–	–	154,590	193,359	196,798
NET ASSETS	2	74,336	–	–	–	–	–	5,053	5,053	79,389	43,224	53,513
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		74,336	–	–	–	–	–	5,053	5,053	79,389	43,224	53,513
Reserves		–	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY		74,336	–	–	–	–	–	5,053	5,053	79,389	43,224	53,513

Table B7 Adjustment Budget Cash Flows

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		20,791	–					4,362	4,362	25,153	26,210	27,363
Service charges		41,496	–					8,886	8,886	50,382	52,498	54,808
Other revenue		1,373	–					(583)	(583)	790	507	530
Transfers and Subsidies - Operational	1	74,281	–					–	–	74,281	77,401	80,806
Transfers and Subsidies - Capital	1	49,308	–					–	–	49,308	47,777	49,018
Interest		6,842	–					(169)	(169)	6,673	7,129	7,443
Dividends		11	–					–	–	11	11	12
Payments												
Suppliers and employees		(130,168)	–					(11,944)	(11,944)	(142,112)	(160,758)	(167,831)
Finance charges		(4,000)	–					–	–	(4,000)	(4,168)	(4,351)
Transfers and Grants	1	–	–					–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		59,934	–	–	–	–	–	552	552	60,486	46,608	47,798
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		–	–					–	–	–	–	–
Decrease (increase) in non-current receivables		–	–					–	–	–	–	–
Decrease (increase) in non-current investments		–	–					–	–	–	–	–
Payments												
Capital assets		(51,283)	–					41	41	(51,243)	(49,817)	(46,273)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(51,283)	–	–	–	–	–	41	41	(51,243)	(49,817)	(46,273)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		–	–					–	–	–	–	–
Borrowing long term/refinancing		–	–					–	–	–	–	–
Increase (decrease) in consumer deposits		–	–					–	–	–	–	–
Payments												
Repayment of borrowing		–	–					–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD		8,651	–	–	–	–	–	593	593	9,244	(3,209)	1,525
Cash/cash equivalents at the year begin:	2	500	–					–	–	500	4,651	13,332
Cash/cash equivalents at the year end:	2	9,151	–	–	–	–	–	593	593	9,744	1,442	14,857

Table B8 Cash backed reverse/accumulated surplus reconciliation

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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												
Cash and investments available												
Cash/cash equivalents at the year end	1	26,465	–	–	–	–	–	16,862	16,862	43,328	5,876	24,360
Other current investments > 90 days		(73,098)	–	–	–	–	–	(16,862)	(16,862)	(89,960)	(42,360)	(47,420)
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		(46,633)	–	–	–	–	–	–	–	(46,633)	(36,485)	(23,060)
Applications of cash and investments												
Unspent conditional transfers		4,500	–	–	–	–	–	–	–	4,500	–	–
Unspent borrowing		–	–	–	–	–	–	–	–	–	–	–
Statutory requirements		–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	2	92,587	–	–	–	–	–	(4,838)	(4,838)	87,748	92,569	94,822
Other provisions		–	–	–	–	–	–	–	–	–	–	–
Long term investments committed		–	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments		–	–	–	–	–	–	–	–	–	–	–
Total Application of cash and investments:		97,087	–	–	–	–	–	(4,838)	(4,838)	92,248	92,569	94,822
Surplus(shortfall)		(143,719)	–	–	–	–	–	4,838	4,838	(138,881)	(129,053)	(117,882)

Table B9 Asset Management

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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		
R thousands												
CAPITAL EXPENDITURE												
<u>Total New Assets to be adjusted</u>	1	12,285	-	-	-	-	-	(41)	(41)	12,244	8,760	8,794
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		5,882	-	-	-	-	-	-	-	5,882	8,000	8,000
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		5,633	-	-	-	-	-	-	-	5,633	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		11,515	-	-	-	-	-	-	-	11,515	8,000	8,000
Licences and Rights		180	-	-	-	-	-	-	-	180	188	196
Intangible Assets		180	-	-	-	-	-	-	-	180	188	196
Computer Equipment		390	-	-	-	-	-	-	-	390	406	424
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		200	-	-	-	-	-	(41)	(41)	160	166	174
<u>Total Upgrading of Existing Assets to be adjusted</u>	2a	38,999	-	-	-	-	-	-	-	38,999	41,014	37,435
Roads Infrastructure		-	-	-	-	-	-	-	-	-	15,214	12,944
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		25,532	-	-	-	-	-	-	-	25,532	20,758	21,327
Sanitation Infrastructure		8,951	-	-	-	-	-	-	-	8,951	2,188	2,284
Solid Waste Infrastructure		3,710	-	-	-	-	-	-	-	3,710	2,004	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		38,193	-	-	-	-	-	-	-	38,193	40,164	36,555
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		805	-	-	-	-	-	-	-	805	850	880
Community Assets		805	-	-	-	-	-	-	-	805	850	880
<u>Total Capital Expenditure to be adjusted</u>	4	51,283	-	-	-	-	-	(41)	(41)	51,243	49,774	46,229
Roads Infrastructure		-	-	-	-	-	-	-	-	-	15,214	12,944
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		5,882	-	-	-	-	-	-	-	5,882	8,000	8,000
Water Supply Infrastructure		25,532	-	-	-	-	-	-	-	25,532	20,758	21,327
Sanitation Infrastructure		8,951	-	-	-	-	-	-	-	8,951	2,188	2,284
Solid Waste Infrastructure		9,343	-	-	-	-	-	-	-	9,343	2,004	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		49,708	-	-	-	-	-	-	-	49,708	48,164	44,555
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		805	-	-	-	-	-	-	-	805	850	880
Community Assets		805	-	-	-	-	-	-	-	805	850	880

Table B9 Asset Management

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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		
R thousands												
Licences and Rights		180	-	-	-	-	-	-	-	180	188	196
Intangible Assets		180	-	-	-	-	-	-	-	180	188	196
Computer Equipment		390	-	-	-	-	-	-	-	390	406	424
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		200	-	-	-	-	-	(41)	(41)	160	166	174
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	51;283	-	-	-	-	-	(41)	(41)	51;243	49;774	46;229
ASSET REGISTER SUMMARY - PPE (WDV)	5	90;068	-	-	-	-	-	(41)	(41)	90;028	92;500	96;218
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		5;882	-	-	-	-	-	-	-	5;882	8;000	8;000
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		2;100	-	-	-	-	-	-	-	2;100	2;188	2;284
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		210	-	-	-	-	-	-	-	210	219	228
Infrastructure		8;192	-	-	-	-	-	-	-	8;192	10;407	10;513
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		16	-	-	-	-	-	-	-	16	17	17
Investment properties		81;300	-	-	-	-	-	-	-	81;300	81;535	85;122
Other Assets		-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		180	-	-	-	-	-	-	-	180	188	196
Computer Equipment		80	-	-	-	-	-	-	-	80	83	87
Furniture and Office Equipment		100	-	-	-	-	-	-	-	100	104	109
Machinery and Equipment		200	-	-	-	-	-	(41)	(41)	160	166	174
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	90;068	-	-	-	-	-	(41)	(41)	90;028	92;500	96;218
EXPENDITURE OTHER ITEMS												
<u>Depreciation & asset impairment</u>		48;978	-	-	-	-	-	-	-	48;978	51;035	53;281
<u>Repairs and Maintenance by asset class</u>	3	1;300	-	-	-	-	-	(639)	(639)	661	689	719
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community Facilities		1;000	-	-	-	-	-	(539)	(539)	461	481	502
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		1;000	-	-	-	-	-	(539)	(539)	461	481	502
Machinery and Equipment		300	-	-	-	-	-	(100)	(100)	200	208	218
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		50;278	-	-	-	-	-	(639)	(639)	49;639	51;724	54;000
<i>Renewal and upgrading of Existing Assets as % of total</i>		76.0%	0.0%							76.1%	82.4%	81.0%
<i>Renewal and upgrading of Existing Assets as % of dep</i>		79.6%	0.0%							79.6%	80.4%	70.3%
<i>R&M as a % of PPE</i>		1.4%	0.0%							0.7%	0.7%	0.7%
<i>Renewal and upgrading and R&M as a % of PPE</i>		44.7%	0.0%							44.1%	45.1%	39.7%

Description	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		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		
Refuse:												
Removed at least once a week (min.service)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week		15292							15,292	15292	15292	15292
Using communal refuse dump		204							-	204	204	204
Using own refuse dump		966							-	966	966	966
Other rubbish disposal		156							-	156	156	156
No rubbish disposal		312							-	312	312	312
<i>Below Minimum Service Level sub-total</i>		16,930	-	-	-	-	-	-	-	16,930	16,930	16,930
Total number of households	5	16,930	-	-	-	-	-	-	-	16,930	16,930	16,930
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		15	-	-	-	-	-	-	-	15	15	15
Sanitation (free minimum level service)		15	-	-	-	-	-	-	-	15	15	15
Electricity/other energy (50kwh per household per month)		15	-	-	-	-	-	-	-	15	15	15
Refuse (removed at least once a week)		15	-	-	-	-	-	-	-	15	15	15
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		3,980	-	-	-	-	-	-	-	3,980	3,980	3,980
Sanitation (free sanitation service to indigent households)		2,000	-	-	-	-	-	-	-	2,000	2,000	2,000
Electricity/other energy (50kwh per indigent household)		2,500	-	-	-	-	-	-	-	2,500	2,500	2,500
Refuse (removed once a week for indigent households)		4,000	-	-	-	-	-	-	-	4,000	4,000	4,000
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-	-	-
Total cost of FBS provided		12,480	-	-	-	-	-	-	-	12,480	12,480	12,480
Highest level of free service provided												
Property rates (R'000 value threshold)									-	-		
Water (kilolitres per household per month)									-	-		
Sanitation (kilolitres per household per month)									-	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)									-	-		
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000)	17											
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)		-	-	-	-	-	-	-	-	-	-	-
Water (in excess of 6 kilolitres per indigent household per month)		3,980	-	-	-	-	-	-	-	3,980	4,200	4,300
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	2,000	2,500	3,000
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	4,000	4,500	4,700
households)		-	-	-	-	-	-	-	-	2,500	3,000	3,500
Municipal Housing - rental rebates									-	-		
Housing - top structure subsidies									-	-		
Other									-	-		
Total revenue cost of subsidised services provided	6	3,980	-	-	-	-	-	-	-	12,480	14,200	15,500