

# BA-PHALABORWA LOCAL MUNICIPALITY



**'THE HOME OF MARULA AND WILDLIFE TOURISM'**

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**ADJUSTMENT BUDGET**

**2011/12**

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## Abbreviations and Acronyms

CPIX	Consumer Price Index
DORA	Division of Revenue Act
CoGTA	Department of Cooperative Governance and Traditional Affairs
EXCO	Executive Committee
DLGH	Department of Local Government and Housing
GRAP	General Recognised Accounting Practice
IDP	Integrated Development Plan
MFMA	Municipal Finance Management Act
MIG	Municipal Infrastructure Grant
INEG	Integrated National Electrification Grant
MPRA	Municipal Property Rates Act
MTREF	Medium Term Revenue and Expenditure Framework
NERSA	National Electricity Regulator of South Africa
NT	National Treasury
PPP	Public-Private Partnership
SALGA	South African Local Government Association
SDBIP	Service Delivery and Budget Implementation Plan

# PART ONE

1.

## Mayor's report

**Honourable Speaker, Chief Whip, Executive Council Members, Fellow Councillors, Tribal authorities from respective areas, Distinguish guest if any, Stakeholders Members of the Media and community members**

In this Special Council seating of the 13<sup>th</sup> March 2012, Council resolved to allow the Mayor, after considering the 2011/12 Mid-Year performance report of the Accounting Officer, to table an adjustment budget for COUNCIL'S considerations and approval.

In accordance with Section 28 of the Municipal Finance Management Act, 56 of 2003, a municipality may revise an approved annual budget through an adjustment budget. In terms of Section 72 (3) of the MFMA, the Accounting Officer must as part of review, make recommendations as to whether an adjustment budget is necessary and recommends revised projections for revenue and expenditure to the extent that this may be necessary.

It has emerged in the budget assessment that there is serious challenge in respect of electricity infrastructure. Hence the collections from electricity and water charges performance as at 31st December 2011 are at 40% and 60% respectively. This is a better performance compared to 2010/11 comparable performance in that both electricity and water performed 44% and 45% respectively. Majority of the other sources of revenue also illustrates performance under 50%. There are also minor sources of revenue in the main budget that were not considered in full such as reconnection of service fee after disconnection, selling of tender documents, commission fee from life covers etc.

The adjustment budget prioritised service delivery programmes in line with current challenges we are facing as a municipality such electricity infrastructure and dilapidated roads infrastructure.

***The following decisions were made to determine how the approved budget can be adjusted down or upwards and still take into account service delivery issues:***

- Allocation for capital programmes which were not implemented by 31st December 2011 should be revised downwards including NDPG allocation, where correction should be made in terms of Division of revenue allocation to R1million instead of R10 million.
- Priority ought to be given to human resources acquisition on critical posts before the end of the financial year.
- Approval for overtime work will be for service delivery votes only.

- Licensing department should maximise revenue mechanism to fund its budget
- Traffic department should collect all monies due from issued traffic fines and mechanism or strategies to revisit on how to collect all monies due to Council.
- Collection of electricity revenue should be prioritised in Phalaborwa town
- Enforcement of full credit control policy on all township to be implemented without compromise

*In line with the provisions of Section 28 of MFMA, the following errors are submitted for correction as part of adjustment budget:*

- R1 million NDPG grant was erroneously been captured as R10 million (R1 million direct allocation. The figure should be corrected in the adjustment budget to reconcile back to Division of Revenue.
- Cemetery fencing in Namakgale and Lulekani: The amount as per the approved budget was R3 million, the funds need to be redirected to Electricity infrastructure based on the challenges faced during December 2011 and January 2012. The project must be implemented before the end of the financial year. The projects affected need to be re-prioritised on the 2012/13 budget.
- An amount of R850 thousands from Development Bank of Southern Africa to assist the municipality to deal with Grap framework requirements has already been received, as such; the funds need to be included on the adjustment budget.
- An error of omission occurred during annual budget preparations on Municipal System Improvement Grant, an allocation of R790 thousands as per Division of Revenue was erroneously captured as R750 thousands.

#### ***Honourable Speaker***

Council must note that we are adjusting revenue projections from property rates because of current performance, by 31<sup>st</sup> December 2011 collection rate of 70% has achieved and stricter consistent implementation of credit control measures, we can still collect on revenue as original planned and more.

Another major revenue source that has to be included on the adjustment budget is the sales on prepaid meters and units; there is an increased demand of prepaid metering in our area. In respect of licensing and permits, which we are estimating a decrease of 5%, from the original budget. It must be noted that Department of Transport has extended services to Post Offices which impact negatively of licensing and permits revenues.

All the projects of Municipal Infrastructure Grant are running smoothly and ensure completion as stipulated on the agreed timelines. No additions of equitable share and other grants. It must be noted that during the financial year 2011/12, No project implemented in respect of Neighbourhood development grant, hence the municipality continues to expense on some of the project that were not funded due to non-transfer.

#### ***Fellow councillors***

The projected expenditure is also adjusted upwards by R18 million looking on the expenditure trend on the first half of our financial year.

*The adjustment in expenditure is constituted by an adjustment on the following:*

- Office rental.
- Accommodations of staff during trainings
- Payment to compensation commissioner
- Refunds made to beneficiaries of stands at Extension 7
- Contingency liability
- Increase in lease rental fees
- Increase in payment to security services

The capital programme on own funding remains the constant except the movements of funds from cemetery fencing to electricity infrastructure. There is regressed on capital projects funded from Neighbourhood development programme as the allocation was erroneously captured as R10 million instead of R1 million, the two project affected are “*Beautification of Lulekani and Namakgale*” that was allocated R5 million respectively

The total approved budget was R336 million and the expenditure is increased to R353 million. The total budget is adjusted upwards by R17million. The main adjustments downwards are on:

- Capital expenditure funded form conditional grants NDPG (R9 million)

**Honourable Speaker**

I want to thank everyone dedicated for this work to ensure that early warning are detected, I believe our budget was under- projected.

On conclusion remarks: Let’s encourage the community members to pay for services the municipal is supplying for financial sound and sustainability

I thank you all

## 2. Adjustment budget resolutions

### 2.1. Adjustment Budget for 2011/12 Medium Term Revenue and Expenditure Framework

Council resolved that the adjustment and MTREF and its supporting tables of the Ba-Phalaborwa Municipality (LIM334) for the financial year 2011/12; be approved as set out following tables:

Table B1	Adjustment budget summary
Table B2	Adjustment budget financial performance – Standard Classification
Table B3	Adjustment budget financial performance – Revenue and Expenditure by Municipal Vote
Table B4	Adjustment budget financial performance – Revenue and Expenditure
Table B5	Adjustment budget Capital Expenditure- Vote
Table B6	Adjustment Budget Financial Position
Table B7	Adjustment Budget Cash Flows
Table B8	Cash backed reserves/accumulated surplus reconciliation
Table B9	Asset Management
Table B10	Basic Service Delivery Measures

### 2.2 Adjustment permitted in terms of Section 28 (2) of MFMA

Council resolved that the total budgeted annual **Revenues** be adjusted upwards from R336 million to **R354 million** be approved

Council resolved the total budgeted annual **Expenditure** be adjusted upwards from R336 million to **R354 million** be approved

Council resolved that the correction of decrease of R10 million to **R1 million** from Neighbourhood Development Grant programme be approved

Council resolved that the correction from R750 thousands to **R790 thousands** (R40 thousands) on Municipal System Improvement Grant be approved

Council resolved that an amount of **R3 million** from Capital programmes on Cemetery to Electricity infrastructure be approved

Council resolved the amount received from **DBSA** as grant to fund unbundling of electricity assets of **R850 thousands** be approved



### 2.3 Adjustment budget supporting tables for 2011/12 MTREF

Council resolved that the adjustment budget of the Ba-Phalaborwa Municipality for the financial year 2011/12, and indicative figures for two outer years 2012/13 and 2013/14 are approved as set out in the following tables

Table SB1	Budgeted financial position
Table SB2	Supporting details to financial position
Table SB3	Adjustment - SDBIP- Performance objectives
Table SB4	Adjustment budget - performance indicators and benchmarks
Table SB5	Adjustment budget – Social, Economic, Demographic statistics and Assumptions
Table SB6	Adjustment budget – Funding Measurement
Table SB7	Adjustment budget – Transfers and Grant Receipts
Table SB8	Adjustment budget – Expenditure on Transfers and Grant Programme
Table SB9	Adjustment budget – Reconciliation of transfers, Grant Receipts and Unspent Funds
Table SB10	Adjustment budget – Transfers and Grant by the Municipality
Table SB11	Adjustment budget – Councillor and Staff benefits
Table SB12	Adjustment budget – Monthly Revenue and Expenditure (Municipal Votes)
Table SB13	Adjustment budget - Monthly Revenue and Expenditure (Standard Classification)
Table SB14	Adjustment budget – Monthly Revenue and Expenditure
Table SB15	Adjustment budget – Monthly Cash flows
Table SB16	Adjustment budget – Monthly Expenditure (Municipal Votes)
Table SB17	Adjustment budget – Monthly Capital expenditure (Standard Classification)
Table SB18a	Adjustment budget – Capital Expenditure on New Assets (Assets Class)
Table SB18b	Adjustment budget – Capital Assets on renewal of existing assets (Assets Class)
Table SB18c	Adjustment budget – Expenditure on Repairs and Maintenance (Assets Class)
Table SB19	Adjustment budget – List of Capital Projects affected by Adjustment Budget

### 2.4. Revised Service Delivery and Budget Implementation Plan (SDBIP)

Council note that the revised SDBIP will be tabled after the adjustment budget has been approved in line with MFMA section 54(1) (c).

## 2.5. Budget Related Polices

Council resolved that the following budget related policies remain unchanged

Tariff Policy

Property Rates Policy

Budget Policy

Virement Policy

Supply Chain Management Policy

Debt Collection and Credit Control Policy

Asset Management Policy, Processes and Procedures

Indigent Consumer Subsidy Policy

Cash Management and Investment Policy and Procedures

Petty cash policy

3.

**EXECUTIVE SUMMARY**

In accordance with Section 28 of the Municipal Finance Management Act, 56 of 2003, a municipality may revise an approved annual budget through an adjustment budget. In terms of Section 72 (3) of the MFMA, the Accounting Officer must as part of review, make recommendations as to whether an adjustment budget is necessary and recommends revised projections for revenue and expenditure to the extent that this may be necessary.

**The section further provides that an adjustment budget may authorise the following:**

- a) Provide for any other expenditure within a prescribed framework.
- b) Correct any errors in the annual budget (Budget overstated and under-stated)
- c) Spending of funds that were unspent at the end of the past financial year where under-spending could not reasonably have been foreseen at the time to include correctly projected roll-over amounts when the annual budget for the current year was approved by Council.
- d) Appropriation of projected savings in one vote towards spending under another vote.

**ADJUSTMENT BUDGET SUMMARY 2011/12**

**4.1 REVENUE**

**Table 4.1 Summary of Revenue and Financing**

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
R	R	R	R	R	R
Own Revenue	246,403,900	25,389,236	272,243,136	292,661,371	314,610,974
Operational Grants Financing	58,954,000	890,000	59,844,000	64,761,000	68,494,000
Capital Grants Financing	31,129,000	9,000,000	22,129,000	30,778,000	33,918,000
<b>Total Revenue and Financing</b>	<b>336,486,900</b>	<b>17,279,236</b>	<b>354,216,136</b>	<b>388,200,371</b>	<b>417,022,974</b>

The above table illustrates summaries of revenues and financing activities. The total estimated revenue is increased from R336 million to R353 million. The changes of the budgeted financing activities were as follows:

- Revenue to be collected from own sources of income (services charges) is increased from R246 million to 272 million.
- Equitable share allocation remains unchanged.
- MIG remain unchanged.
- NDPG is reduced to R1 million
- INEG grant allocation remained unchanged
- Operational grants are adjusted by R890 000 upward due to R850 000 received from DBSA in the current year for infrastructure asset unbundling and R40 000 MSIG

**Table 4.2 Adjustments on Grants and Subsidies**

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
	R	R	R	R	R
Financial management grant	1,250,000	-	1,250,000	1,500,000	1,500,000
MSIG	750,000	400,000	790,000	800,000	900,000
Municipal infrastructure grant	17,129,000	-	17,129,000	20,778,000	21,918,000
NDPG	10,000,000	-9,000,000	1,000,000	6,000,000	10,000,000
Equitable Shares	53,751,000	-	53,751,000	61,461,000	66,094,000
Integrated National Electrification	4,000,000	-	4,000,000	4,000,000	2,000,000
Provincial Grant - Excess Employees	2,667,000	-	2,667,000	-	-
DBSA Grant	-	850,000	850,000		-
EPWP	536,000	-	536,000	1,000,000.00	
<b>Total Grants and Subsidies</b>	<b>90,083,000</b>	<b>-7,750,000</b>	<b>81,973,000</b>	<b>95,539,000</b>	<b>102,412,000</b>

- The table above shows revisions made by National Government to the main conditional grant funding and subsidies. The main allocation was R90 million and reduced to R81.9 million due to the corrections made on the original budget.
- The NDPG has been decreased by R9 million.
- MIG remain unchanged
- DBSA has made additional funding of R850, 000 available which assisted to procure for the service provider to assist with Unbundling of Assets.
- *It should be noted that table 2 does not take into account any indirect allocation by national or provincial government for both capital and operational expenditure funding.*

**Table 4.3 Revenue per Source**

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
	R	R	R	R	R
Property rates	36,200,000	10,798,882	46,998,882	50,523,798	54,313,083
Service charges - electricity revenue	74,265,800	-	74,265,800	79,835,735	85,823,415
Service charges - water revenue	78,319,800	-	78,319,800	84,193,785	90,508,319
Service charges - sanitation revenue	8,425,000	-	8,425,000	9,056,875	9,736,141
Service charges - refuse revenue	5,383,000	7,900	5,390,900	5,795,218	6,229,859
Rental of facilities and equipment	-	230,000	230,000	247,250	265,794
Interest earned - outstanding debtors	26,388,700	1,611,300	28,000,000	30,100,000	32,357,500
Fines	926,700	-	926,700	996,203	1,070,918
Licences and permits	12,994,900	1,879	12,996,779	13,971,537	15,019,403
Transfers recognised - operational	58,954,000	890,000	59,844,000	64,761,000	68,494,000
Other revenue	-	16,689,275	16,689,275	17,940,970	19,286,543
Gains on disposal of PPE	3,500,000	3,500,000	-	-	-
Transfers recognised - Capital	31,129,000	9,450,000	21,679,000	30,778,000	33,918,000
	<b>336,486,900</b>	<b>17,279,236</b>	<b>353,766,136</b>	<b>388,200,371</b>	<b>417,022,974</b>

- ❖ Property rates is adjusted because the performance in the first six month of 2011/12 indicate potential revenue that can be 200/10 was R47 million
- ❖ The water services revenue has been decreased by R0.8 million due to poor payment of services
- ❖ Electricity service is decreased by R2.9 million due poor payment of services
- ❖ Intersect on outstanding debts is decreased by R28.3 million due to poor payment of services experienced.
- ❖ Licences and payments is remain unchanged
- ❖ Gain on disposal of PPE has been derecognised.
- ❖ Other revenue increased by R16.7 million being direct deposits without references and sale of tender documents as well as prepaid electricity.

**Table 4.4 Expenditure per Source**

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
	R	R	R	R	R
Employee related costs	98,246,064	-	96,821,064	106,503,170	117,153,487
Remuneration of councillors	11,857,696	-	11,857,696	13,043,466	14,347,812
Depreciation & asset impairment	1,010,320	1,010,320	-	43,000,000	48,000,000
Finance charges	945,466	-	945,466	1,040,013	1,144,014
Bulk purchases	94,829,000	-	94,829,000	104,311,900	114,743,090
Contracted Services	16,897,367	6,996,320	23,493,687	25,843,056	28,427,361
Other Expenditure	112,700,987	11,293,236	125,819,223	94,458,767	93,207,209
<b>Total Expenditure</b>	<b>336,486,900</b>	<b>17,279,236</b>	<b>353,766,136</b>	<b>388,200,371</b>	<b>417,022,974</b>

The table 4 shows adjustments of main budget allocation per expenditure type. The total approved budget was R336 million and the expenditure is increased to R353 million. The total budget is adjusted upward by R17 million. The main adjustments upwards are on:

- Contracted Services by R6.9 million
- Other general operational expenditure by R11 million

**Table 4.5 Expenditure per Main and Sub Vote**

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
	R	R	R	R	R
<b>EXECUTIVE AND COUNCIL</b>					
Municipal Council	12,579,696	360,722	12,940,418	14,234,459	15,657,905
Office of the Mayor	5,129,611	200,838	5,330,449	5,863,494	6,449,844
Office of the Municipal Manager	2,099,768	450,000	2,549,768	2,804,745	3,085,219
Strategic planning and performance management	2,518,966	300,000	2,218,966	2,440,863	2,684,949
Internal Audit and Risk Management	1,568,490	-	1,568,490	1,725,339	1,897,873
Disaster Management	1,878,651	40,000	1,918,651	2,110,516	2,321,568
	<b>25,775,182</b>	<b>751,560</b>	<b>26,526,742</b>	<b>29,179,416</b>	<b>32,097,358</b>
<b>BUDGET AND TREASURY DEPARTMENT</b>	-	-	-	-	
Office of the CFO	14,052,223	6,586,320	20,638,543	22,702,397	24,972,637
Financial Planning and Reporting	1,708,843	-	1,708,843	1,879,727	2,067,700
Financial Control and Expenditure Management	6,693,246	735,320	5,957,926	6,553,719	7,209,090
Revenue and Debt Management	8,649,885	505,500	9,155,385	10,070,924	11,078,016
Supply Chain Management and Stores	2,839,242	2,195,000	5,034,242	5,537,666	6,091,433
	<b>33,943,439</b>	<b>8,551,500</b>	<b>42,494,939</b>	<b>46,744,433</b>	<b>51,418,876</b>
<b>CORPORATE SERVICES</b>					
Office of the Director	2,436,905	125,000	2,561,905	2,818,096	3,099,905
Human Resources	8,178,375	1,630,000	9,808,375	10,789,213	11,868,134
Information Technology	1,717,045	-	1,717,045	1,888,750	2,077,624
Administration	14,753,075	3,455,000	18,208,075	20,028,883	22,031,771
	<b>27,085,400</b>	<b>5,210,000</b>	<b>32,295,400</b>	<b>35,524,940</b>	<b>39,077,434</b>

<b>COMMUNITY AND SOCIAL SERVICES</b>					
Office of the Director	1,303,079	131,435	1,434,514	1,577,966	1,735,762
Libraries	1,847,559	55,000	1,902,559	2,092,815	2,302,096
Parks	11,804,009	330	11,804,339	12,984,773	14,283,250
Cemeteries	9,525,169	3,000,000	6,525,169	7,177,686	7,895,454
Traffic	7,501,051	129	7,501,180	8,251,298	9,076,428
Licensing	3,635,681	120,000	3,755,681	4,131,249	4,544,374
Environmental Health	8,376,059	30,338	8,406,397	9,247,036	10,171,740
Waste Management	4,517,477	70,000	4,587,477	5,046,225	5,550,847
	<b>48,510,084</b>	<b>2,592,768</b>	<b>45,917,316</b>	<b>50,509,048</b>	<b>55,559,953</b>
<b>PLANNING AND DEVELOPMENT</b>					
Office of the Director	1,360,962	75,000	1,435,962	1,579,558	1,737,514
Economics Development	2,263,175	435,000	2,698,175	2,967,993	3,264,792
Town Planning	2,839,521	30,000	2,869,521	3,156,473	3,472,120
	<b>6,463,658</b>	<b>540,000</b>	<b>7,003,658</b>	<b>7,704,024</b>	<b>8,474,426</b>
<b>TECHNICAL SERVICES DEPARTMENT</b>					
Office of the Director	1,561,656	510	1,562,166	1,718,383	1,890,221
Electrical Services	91,885,204	4,158,433	96,131,637	104,155,622	104,573,750
Building Section	6,676,617	150,000	6,826,617	7,509,279	8,260,207
Water Services	37,262,050	450,000	37,712,050	41,483,255	45,631,581
Waste Water Management	12,287,417	400,000	12,687,417	13,956,159	15,351,775
Roads and Storm Water Services	41,078,215	410,000	40,580,215	45,285,037	49,813,540
Project Management Unit	856,450	-	856,450	942,095	1,036,305
Mechanical Workshop	3,101,528	70,000	3,171,528	3,488,681	3,837,549
	<b>194,709,137</b>	<b>4,818,944</b>	<b>199,528,081</b>	<b>218,538,510</b>	<b>230,394,927</b>
	<b>336,486,900</b>	<b>17,279,236</b>	<b>353,766,136</b>	<b>388,200,371</b>	<b>417,022,974</b>



#### 4. ADJUSTMENT BUDGET TABLES

##### 4.1. Adjustment Budget Summary

Table B1 Adjustments Budget Summary -											
Description	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
	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	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
<b>R thousands</b>	A	A1	B	C	D	E	F	G	H		
<b>Financial Performance</b>											
Property rates	36,200	-	-	-	-	-	10,799	10,799	46,999	50,524	54,313
Service charges	166,394	-	-	-	-	-	8	8	166,402	178,882	192,298
Investment revenue	26,389	-	-	-	-	-	1,611	1,611	28,000	30,100	32,358
Transfers recognised - operational	58,954	-	-	-	-	-	440	440	59,394	63,419	68,175
Other own revenue	17,422	-	-	-	-	-	13,421	13,421	30,843	33,156	35,643
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>305,358</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,279</b>	<b>26,279</b>	<b>331,637</b>	<b>356,080</b>	<b>382,786</b>
Employee costs	98,246	-	-	-	-	-	-	-	98,246	105,615	113,536
Remuneration of councillors	11,858	-	-	-	-	-	-	-	11,858	12,747	13,703
Depreciation & asset impairment	1,010	-	-	-	-	-	(1,010)	(1,010)	-	-	-
Finance charges	945	-	-	-	-	-	-	-	945	1,016	1,093
Materials and bulk purchases	94,829	-	-	-	-	-	-	-	94,829	101,941	109,587
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	129,598	-	-	-	-	-	18,290	18,290	147,888	158,549	170,441
<b>Total Expenditure</b>	<b>336,487</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,279</b>	<b>17,279</b>	<b>353,766</b>	<b>379,868</b>	<b>408,359</b>
<b>Surplus/(Deficit)</b>	<b>(31,129)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,000</b>	<b>9,000</b>	<b>(22,129)</b>	<b>(23,789)</b>	<b>(25,573)</b>
Transfers recognised - capital	31,129	-	-	-	-	-	(9,000)	(9,000)	22,129	23,789	25,573
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>Capital expenditure &amp; funds sources</b>												
<b>Capital expenditure</b>	45,701	-	-	-	-	-	(9,000)	(9,000)	36,701	39,454	42,413	
Transfers recognised - capital	31,129	-	-	-	-	-	(9,000)	(9,000)	22,129	23,789	25,573	
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	-	-	
Internally generated funds	14,572	-	-	-	-	-	-	-	14,572	15,665	16,840	
<b>Total sources of capital funds</b>	<b>45,701</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(9,000)</b>	<b>(9,000)</b>	<b>36,701</b>	<b>39,454</b>	<b>42,413</b>	
<b>Financial position</b>												
Total current assets	137,772	-	-	-	-	-	3,500	3,500	141,272	134,596	144,691	
Total non current assets	1,085,140	-	-	-	-	-	-	-	1,085,140	1,166,526	1,254,015	
Total current liabilities	14,978	-	-	-	-	-	-	-	14,978	16,102	17,309	
Total non current liabilities	-	-	-	-	-	-	-	-	-	-	-	
<b>Community wealth/Equity</b>	<b>1,207,934</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,207,934</b>	<b>1,298,529</b>	<b>1,395,919</b>	
<b>Cash flows</b>												
Net cash from (used) operating	41,345	-	-	-	-	-	-	-	41,345	44,446	47,779	
Net cash from (used) investing	(41,001)	-	-	-	-	-	-	-	(41,001)	(44,077)	(47,382)	
Net cash from (used) financing	(150)	-	-	-	-	-	-	-	(150)	(161)	(173)	
<b>Cash/cash equivalents at the year end</b>	<b>3,693</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,500</b>	<b>3,500</b>	<b>7,193</b>	<b>7,733</b>	<b>8,313</b>	
<b>Cash backing/surplus reconciliation</b>												
Cash and investments available	12,711	-	-	-	-	-	3,500	3,500	16,211	155	167	
Application of cash and investments	(86,857)	-	-	-	-	-	100,681	100,681	13,823	14,860	15,975	
<b>Balance - surplus (shortfall)</b>	<b>99,568</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(97,181)</b>	<b>(97,181)</b>	<b>2,387</b>	<b>(14,705)</b>	<b>(15,808)</b>	
<b>Asset Management</b>												
Depreciation & asset impairment	1,010	-	-	-	-	-	(1,010)	(1,010)	-	-	-	
Renewal of Existing Assets	19,673	-	-	-	-	-	-	-	19,673	21,148	22,735	
Repairs and Maintenance	30,755	-	-	-	-	-	-	-	30,755	33,062	35,541	
<b>Free services</b>												
Cost of Free Basic Services provided	2,400	-	-	-	-	-	-	-	2,400	2,580	2,774	
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-	
<b>Households below minimum service level</b>												
Water:	15	-	-	-	-	-	-	-	15	16	18	
Sanitation/sewerage:	27	-	-	-	-	-	-	-	27	29	31	
Energy:	-	-	-	-	-	-	-	-	-	-	-	
Refuse:	-	-	-	-	-	-	-	-	-	-	-	

- The approved budget is adjusted upwards from R336million to R354 million

### 5.2 Adjustment Budget Financial Performance (Standard Classification)

Standard Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>Revenue - Standard</b>												
<i>Governance and administration</i>		124,507	-	-	-	-	-	9,630	9,630	134,137	144,197	155,012
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Budget and treasury office		121,840	-	-	-	-	-	9,400	9,400	131,240	141,083	151,664
Corporate services		2,667	-	-	-	-	-	230	230	2,897	3,114	3,348
<i>Community and public safety</i>		13,922	-	-	-	-	-	118	118	14,040	15,093	16,225
Community and social services		12,995	-	-	-	-	-	118	118	13,113	14,097	15,154
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		927	-	-	-	-	-	-	-	927	996	1,071
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		27,665	-	-	-	-	-	7,973	7,973	35,638	37,881	40,722
Planning and development		-	-	-	-	-	-	400	400	400	-	-
Road transport		27,665	-	-	-	-	-	7,573	7,573	35,238	37,881	40,722
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		170,394	-	-	-	-	-	8	8	170,402	183,182	196,920
Electricity		78,266	-	-	-	-	-	-	-	78,266	84,136	90,446
Water		78,320	-	-	-	-	-	-	-	78,320	84,194	90,508
Waste water management		8,425	-	-	-	-	-	-	-	8,425	9,057	9,736
Waste management		5,383	-	-	-	-	-	8	8	5,391	5,795	6,230
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	336,487	-	-	-	-	-	17,729	17,729	354,216	380,352	408,879
<b>Expenditure - Standard</b>	-											
<i>Governance and administration</i>		87,034	-	-	-	-	-	10,803	10,803	97,837	105,175	113,063
Executive and council		25,775	-	-	-	-	-	312	312	26,087	28,043	30,146
Budget and treasury office		33,943	-	-	-	-	-	6,347	6,347	40,290	43,312	46,560

Corporate services		27,315	-	-	-	-	-	4,145	4,145	31,460	33,820	36,356
<b>Community and public safety</b>		<b>50,669</b>	-	-	-	-	-	<b>(2,343)</b>	<b>(2,343)</b>	<b>48,326</b>	<b>51,951</b>	<b>55,847</b>
Community and social services		43,168	-	-	-	-	-	(2,343)	(2,343)	40,825	43,887	47,179
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		7,501	-	-	-	-	-	-	-	7,501	8,064	8,668
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>53,062</b>	-	-	-	-	-	<b>301</b>	<b>301</b>	<b>53,362</b>	<b>56,934</b>	<b>61,204</b>
Planning and development		6,464	-	-	-	-	-	510	510	6,974	7,067	7,597
Road transport		46,598	-	-	-	-	-	(209)	(209)	46,388	49,867	53,608
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>145,722</b>	-	-	-	-	-	<b>8,968</b>	<b>8,968</b>	<b>154,691</b>	<b>166,292</b>	<b>178,764</b>
Electricity		91,655	-	-	-	-	-	8,038	8,038	99,694	107,171	115,208
Water		37,262	-	-	-	-	-	450	450	37,712	40,540	43,581
Waste water management		12,287	-	-	-	-	-	400	400	12,687	13,639	14,662
Waste management		4,517	-	-	-	-	-	80	80	4,597	4,942	5,313
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>336,487</b>	-	-	-	-	-	<b>17,729</b>	<b>17,729</b>	<b>354,216</b>	<b>380,352</b>	<b>408,879</b>
<b>Surplus/ (Deficit) for the year</b>		<b>0</b>	-	-	-	-	-	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

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The above table illustrates expenditure adjustment budget per municipal vote

### 5.3 Adjustment Budget Financial Performance (Revenue and Expenditure by Municipal Vote)

Vote Description  <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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		
<b>R thousands</b>												
<b>Revenue by Vote</b>	1											
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY DEPARTMENT		121,840	-	-	-	-	-	8,950	8,950	130,790	140,599	151,144
Vote 3 - CORPORATE SERVICES		2,667	-	-	-	-	-	230	230	2,897	3,114	3,348
Vote 4 - COMMUNITY AND SOCIAL SERVICES		19,305	-	-	-	-	-	126	126	19,431	20,888	22,455
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	400	400	400	-	-
Vote 6 - TECHNICAL SERVICES DEPARTMENT		192,676	-	-	-	-	-	7,573	7,573	200,249	215,267	231,412
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>336,487</b>	-	-	-	-	-	<b>17,279</b>	<b>17,279</b>	<b>353,766</b>	<b>379,869</b>	<b>408,359</b>
<b>Expenditure by Vote</b>	1											
Vote 1 - EXECUTIVE AND COUNCIL		25,775	-	-	-	-	-	312	312	26,087	28,043	30,146
Vote 2 - BUDGET AND TREASURY DEPARTMENT		33,943	-	-	-	-	-	5,897	5,897	39,840	42,828	46,040
Vote 3 - CORPORATE SERVICES		27,315	-	-	-	-	-	4,145	4,145	31,460	33,820	36,356
Vote 4 - COMMUNITY AND SOCIAL SERVICES		48,510	-	-	-	-	-	(2,263)	(2,263)	46,247	49,716	53,445
Vote 5 - PLANNING AND DEVELOPMENT		6,464	-	-	-	-	-	510	510	6,974	7,067	7,597
Vote 6 - TECHNICAL SERVICES DEPARTMENT		194,479	-	-	-	-	-	8,679	8,679	203,158	218,395	234,775
0		-	-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>336,487</b>	-	-	-	-	-	<b>17,279</b>	<b>17,279</b>	<b>353,766</b>	<b>379,868</b>	<b>408,359</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>0</b>	-	-	-	-	-	-	-	<b>0</b>	<b>0</b>	<b>0</b>

## 5.4 Budgeted Financial Performance

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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		
<b>R thousands</b>	1	A	A1	B	C	D	E	F	G	H		
<b>Revenue By Source</b>												
Property rates	2	36,200	-	-	-	-	-	10,799	10,799	46,999	50,524	54,313
Property rates - penalties & collection charges		-						-	-	-		
Service charges - electricity revenue	2	74,266	-	-	-	-	-	-	-	74,266	79,836	85,823
Service charges - water revenue	2	78,320	-	-	-	-	-	-	-	78,320	84,194	90,508
Service charges - sanitation revenue	2	8,425	-	-	-	-	-	-	-	8,425	9,057	9,736
Service charges - refuse revenue	2	5,383	-	-	-	-	-	8	8	5,391	5,795	6,230
Service charges - other		-							-	-		
Rental of facilities and equipment		-						230	230	230	247	266
Interest earned - external investments		-							-	-		
Interest earned - outstanding debtors		26,389						1,611	1,611	28,000	30,100	32,358
Dividends received		-							-	-	-	-
Fines		927							-	927	996	1,071
Licences and permits		12,995						2	2	12,997	13,972	15,019
Agency services		-							-	-	-	-
Transfers recognised - operating		58,954						440	440	59,394	63,419	68,175
Other revenue	2	-	-	-	-	-	-	16,689	16,689	16,689	17,941	19,287
Gains on disposal of PPE		3,500						(3,500)	(3,500)	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>305,358</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,279</b>	<b>26,279</b>	<b>331,637</b>	<b>356,080</b>	<b>382,786</b>
<b>Expenditure By Type</b>	-											
Employee related costs		98,246	-	-	-	-	-	-	-	98,246	105,615	113,536
Remuneration of councillors		11,858							-	11,858	12,747	13,703
Debt impairment		-							-	-	-	-

Depreciation & asset impairment	1,010	-	-	-	-	-	(1,010)	(1,010)	-	-	-
Finance charges	945	-	-	-	-	-	-	-	945	1,016	1,093
Bulk purchases	94,829	-	-	-	-	-	-	-	94,829	101,941	109,587
Other materials	-	-	-	-	-	-	-	-	-	-	-
Contracted services	16,897	-	-	-	-	-	6,996	6,996	23,894	25,686	27,612
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	112,701	-	-	-	-	-	11,293	11,293	123,994	132,864	142,828
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>336,487</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,279</b>	<b>17,279</b>	<b>353,766</b>	<b>379,868</b>	<b>408,359</b>
<b>Surplus/(Deficit)</b>	<b>(31,129)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,000</b>	<b>9,000</b>	<b>(22,129)</b>	<b>(23,789)</b>	<b>(25,573)</b>
Transfers recognised - capital	31,129	-	-	-	-	-	(9,000)	(9,000)	22,129	23,789	25,573
Contributions	-	-	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>
Taxation	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>

## 5.5 Adjustment Capital Expenditure Budget by Vote and Funding

Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Capital expenditure - Vote</b>												
<b><u>Multi-year expenditure to be adjusted</u></b>	2											
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY DEPARTMENT		2,500	-	-	-	-	-	-	-	2,500	2,688	2,889
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY AND SOCIAL SERVICES		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES DEPARTMENT		40,201	-	-	-	-	-	(6,000)	(6,000)	34,201	36,766	39,524
0		-	-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	3	<b>45,701</b>	-	-	-	-	-	<b>(9,000)</b>	<b>(9,000)</b>	<b>36,701</b>	<b>39,454</b>	<b>42,413</b>
<b><u>Single-year expenditure to be adjusted</u></b>	2											
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY DEPARTMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY AND SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES DEPARTMENT		-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



<b>Total Capital Expenditure - Vote</b>		45,701	-	-	-	-	-	(9,000)	(9,000)	36,701	39,454	42,413
<b>Capital Expenditure - Standard</b>												
<i>Governance and administration</i>		2,500	-	-	-	-	-	-	-	2,500	2,688	2,889
Executive and council		-								-	-	-
Budget and treasury office		2,500								2,500	2,688	2,889
Corporate services		-								-	-	-
<i>Community and public safety</i>		3,000	-	-	-	-	-	(3,000)	(3,000)	-	-	-
Community and social services		3,000						(3,000)	(3,000)	-	-	-
Sport and recreation		-								-	-	-
<i>Economic and environmental services</i>		31,629	-	-	-	-	-	(9,000)	(9,000)	22,629	24,326	26,151
Planning and development		-								-	-	-
Road transport		31,629						(9,000)	(9,000)	22,629	24,326	26,151
Environmental protection		-								-	-	-
<i>Trading services</i>		8,572	-	-	-	-	-	3,000	3,000	11,572	12,440	13,373
Electricity		7,572						3,000	3,000	10,572	11,365	12,217
Water		500								500	538	578
Waste water management		500								500	538	578
Waste management		-								-	-	-
<i>Other</i>		-								-	-	-
<b>Total Capital Expenditure - Standard</b>	3	45,701	-	-	-	-	-	(9,000)	(9,000)	36,701	39,454	42,413
<b>Funded by:</b>												
National Government		31,129						(9,000)	(9,000)	22,129	23,789	25,573
Provincial Government		-								-	-	-
District Municipality		-								-	-	-
Other transfers and grants		-								-	-	-
<b>Total Capital transfers recognised</b>	4	31,129	-	-	-	-	-	(9,000)	(9,000)	22,129	23,789	25,573
<b>Public contributions &amp; donations</b>		-								-	-	-
<b>Borrowing</b>		-								-	-	-
<b>Internally generated funds</b>		14,572								14,572	15,665	16,840

Total Capital Funding		45,701	-	-	-	-	-	(9,000)	(9,000)	36,701	39,454	42,413
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## 5.6 Adjustment Budget Financial Position

Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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												
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		12,566						3,500	3,500	16,066		
Call investment deposits	1	144	-	-	-	-	-	-	-	144	155	167
Consumer debtors	1	112,656	-	-	-	-	-	-	-	112,656	121,105	130,188
Other debtors		-								-	-	-
Current portion of long-term receivables		5,256								5,256	5,650	6,074
Inventory		7,150								7,150	7,686	8,263
<b>Total current assets</b>		<b>137,772</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,500</b>	<b>3,500</b>	<b>141,272</b>	<b>134,596</b>	<b>144,691</b>
<b>Non current assets</b>												
Long-term receivables		25,847								25,847	27,785	29,869
Investments		-								-	-	-
Investment property		-								-	-	-
Investment in Associate		-								-	-	-
Property, plant and equipment	1	1,057,833	-	-	-	-	-	-		1,057,833	1,137,170	1,222,458
Agricultural		160								160	172	185
Biological		146								146	157	168
Intangible		1,155								1,155	1,242	1,335
Other non-current assets		-								-	-	-
<b>Total non current assets</b>		<b>1,085,140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,085,140</b>	<b>1,166,526</b>	<b>1,254,015</b>
<b>TOTAL ASSETS</b>		<b>1,222,913</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,500</b>	<b>3,500</b>	<b>1,226,413</b>	<b>1,301,122</b>	<b>1,398,706</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft	-											
Borrowing		-	-	-	-	-	-	-				

Consumer deposits		1,155							-	1,155	1,242	1,335
Trade and other payables		13,823	-	-	-	-	-	-	-	13,823	14,860	15,975
Provisions		-							-	-	-	-
<b>Total current liabilities</b>		<b>14,978</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,978</b>	<b>16,102</b>	<b>17,309</b>
<b>Non current liabilities</b>												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	-	-	-	-	-	-	-	-	-	-	-
<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>-</b>
<b>TOTAL LIABILITIES</b>		<b>14,978</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,978</b>	<b>16,102</b>	<b>17,309</b>
<b>NET ASSETS</b>	2	<b>1,207,934</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,500</b>	<b>3,500</b>	<b>1,211,434</b>	<b>1,285,020</b>	<b>1,381,397</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		1,207,934	-	-	-	-	-	-	-	1,207,934	1,298,529	1,395,919
Reserves		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>1,207,934</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,207,934</b>	<b>1,298,529</b>	<b>1,395,919</b>

## 5.7 Adjustment Budget Cash Flows

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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		
<b>R thousands</b>												
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Ratepayers and other		193,500							-	193,500	208,013	223,614
Government - operating	1	58,954							-	58,954	63,376	68,129
Government - capital	1	32,129							-	32,129	34,539	37,129
Interest		-							-	-	-	-
Dividends		-							-	-	-	-
<b>Payments</b>												
Suppliers and employees		(242,293)							-	(242,293)	(260,465)	(280,000)
Finance charges		(945)							-	(945)	(1,016)	(1,093)
Transfers and Grants	1	-							-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>41,345</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>41,345</b>	<b>44,446</b>	<b>47,779</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		3,500							-	3,500	3,763	4,045
Decrease (Increase) in non-current debtors		-							-	-	-	-
Decrease (increase) other non-current receivables	-	-							-	-	-	-
Decrease (increase) in non-current investments		-							-	-	-	-
<b>Payments</b>												
Capital assets		(44,501)							-	(44,501)	(47,839)	(51,427)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(41,001)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(41,001)</b>	<b>(44,077)</b>	<b>(47,382)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												

<b>Receipts</b>												
Short term loans		-							-	-	-	-
Borrowing long term/refinancing		-							-	-	-	-
Increase (decrease) in consumer deposits		-							-	-	-	-
<b>Payments</b>												
Repayment of borrowing		(150)							-	(150)	(161)	(173)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		(150)	-	-	-	-	-	-	-	(150)	(161)	(173)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		193	-	-	-	-	-	-	-	193	208	223
Cash/cash equivalents at the year begin:	2	3,500						3,500	3,500	7,000	7,525	8,089
Cash/cash equivalents at the year end:	2	3,693	-	-	-	-	-	3,500		7,193	7,733	8,313

## 5.8 Cash Backed Reserves /Accumulated Surplus Reconciliation

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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		
<b><u>Cash and investments available</u></b>												
Cash/cash equivalents at the year end	1	3,693	-	-	-	-	-	3,500	3,500	7,193	7,733	8,313
Other current investments > 90 days		9,017	-	-	-	-	-	-	-	9,017	(7,578)	(8,146)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>12,711</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,500</b>	<b>3,500</b>	<b>16,211</b>	<b>155</b>	<b>167</b>
<b><u>Applications of cash and investments</u></b>												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing									-	-		
Statutory requirements									-	-		
Other working capital requirements	2	(86,857)	-					100,681	100,681	13,823	14,860	15,975
Other provisions									-	-		
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		-	-					-	-	-	-	-
<b>Total Applications of cash and investments:</b>		<b>(86,857)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100,681</b>	<b>100,681</b>	<b>13,823</b>	<b>14,860</b>	<b>15,975</b>
<b>Surplus(shortfall)</b>		<b>99,568</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(97,181)</b>	<b>(97,181)</b>	<b>2,387</b>	<b>(14,705)</b>	<b>(15,808)</b>

## 5.9 Asset Management

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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												
<b>CAPITAL EXPENDITURE</b>												
<b><u>Total New Assets to be adjusted</u></b>	1	60,823	-	-	-	-	-	-	-	60,823	65,385	70,289
<i>Infrastructure - Road transport</i>		19,242	-	-	-	-	-	-	-	19,242	20,685	22,237
<i>Infrastructure - Electricity</i>		7,400	-	-	-	-	-	3,000	3,000	10,400	11,180	12,019
<i>Infrastructure - Water</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Sanitation</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Other</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		26,642	-	-	-	-	-	3,000	3,000	29,642	31,865	34,255
Community		14,962	-	-	-	-	-	(3,000)	(3,000)	11,962	12,859	13,824
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		500	-	-	-	-	-	-	-	500	538	578
Other assets	6	8,000	-	-	-	-	-	-	-	8,000	8,600	9,245
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		10,719	-	-	-	-	-	-	-	10,719	11,523	12,387
<b><u>Total Renewal of Existing Assets to be adjusted</u></b>	2	19,673	-	-	-	-	-	-	-	19,673	21,148	22,735
<i>Infrastructure - Road transport</i>		1,500	-	-	-	-	-	-	-	1,500	1,613	1,733
<i>Infrastructure - Electricity</i>		7,500	-	-	-	-	-	-	-	7,500	8,063	8,667
<i>Infrastructure - Water</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Sanitation</i>		2,520	-	-	-	-	-	-	-	2,520	2,709	2,912
<i>Infrastructure - Other</i>		2,503	-	-	-	-	-	-	-	2,503	2,691	2,893

Infrastructure	-	14,023	-	-	-	-	-	-	-	14,023	15,075	16,205
Community	-	1,500	-	-	-	-	-	-	-	1,500	1,613	1,733
Heritage assets	-	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	6	4,150	-	-	-	-	-	-	-	4,150	4,461	4,796
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure to be adjusted</b>	4											
<i>Infrastructure - Road transport</i>		20,742	-	-	-	-	-	-	-	20,742	22,298	23,970
<i>Infrastructure - Electricity</i>		14,900	-	-	-	-	-	3,000	3,000	17,900	19,243	20,686
<i>Infrastructure - Water</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Sanitation</i>		2,520	-	-	-	-	-	-	-	2,520	2,709	2,912
<i>Infrastructure - Other</i>		2,503	-	-	-	-	-	-	-	2,503	2,691	2,893
Infrastructure		40,665	-	-	-	-	-	3,000	3,000	43,665	46,940	50,460
Community		16,462	-	-	-	-	-	(3,000)	(3,000)	13,462	14,472	15,557
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		500	-	-	-	-	-	-	-	500	538	578
Other assets		12,150	-	-	-	-	-	-	-	12,150	13,061	14,041
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		10,719	-	-	-	-	-	-	-	10,719	11,523	12,387
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	2	<b>80,496</b>	-	-	-	-	-	-	-	<b>80,496</b>	<b>86,533</b>	<b>93,023</b>
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5											
<i>Infrastructure - Road transport</i>												
<i>Infrastructure - Electricity</i>												
<i>Infrastructure - Water</i>												
<i>Infrastructure - Sanitation</i>												
<i>Infrastructure - Other</i>												
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community												
Heritage assets												
Investment properties												



Other assets									-	-		
Intangibles									-	-		
Agricultural Assets									-	-		
Biological assets									-	-		
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	-	-	-	-	-	-	-	-	-	-	-
<b>EXPENDITURE OTHER ITEMS</b>												
<b><u>Depreciation &amp; asset impairment</u></b>		1,010	-	-	-	-	-	(1,010)	(1,010)	-	-	-
<b><u>Repairs and Maintenance by asset class</u></b>	3	30,755	-	-	-	-	-	-	-	30,755	33,062	35,541
<i>Infrastructure - Road transport</i>		9,795	-	-	-	-	-	-	-	9,795	10,530	11,319
<i>Infrastructure - Electricity</i>		2,500	-	-	-	-	-	3,000	3,000	5,500	5,913	6,356
<i>Infrastructure - Water</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Sanitation</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Infrastructure - Other</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		12,295	-	-	-	-	-	3,000	3,000	15,295	16,442	17,675
Community		11,560	-	-	-	-	-	(3,000)	(3,000)	8,560	9,202	9,892
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	6,900	-	-	-	-	-	-	-	6,900	7,418	7,974
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>		<b>31,765</b>	-	-	-	-	-	<b>(1,010)</b>	<b>(1,010)</b>	<b>30,755</b>	<b>33,062</b>	<b>35,541</b>
<i>% of capital exp on renewal of assets</i>		24.4%	0.0%							24.4%	24.4%	24.4%
<i>Renewal of existing assets as % of deprecn</i>		1947.2%	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%	0.0%
<i>Renewal and R&amp;M as a % of PPE</i>		0.0%	0.0%							0.0%	0.0%	0.0%

**PART TWO**

**ADJUSTMENT BUDGET**

**SUPPORTING DOCUMENTATION**

## 5.

### OVERVIEW OF ADJUSTMENT BUDGET ASSUMPTIONS

The adjustment budget prioritised service delivery programmes in line with current challenges we are facing as a municipality such electricity infrastructure and dilapidated roads infrastructure.

***The following decisions were made to determine how the approved budget can be adjusted down or upwards and still take into account service delivery issues:***

- Allocation for capital programmes which were not implemented by 31st December 2011 should be revised downwards including NDPG allocation, where correction should be made in terms of Division of revenue allocation to R1million instead of R10 million.
- Priority ought to be given to human resources acquisition on critical posts before the end of the financial year.
- Approval for overtime work will be for service delivery votes only.
- Licensing department should maximise revenue mechanism to fund its budget
- Traffic department should collect all monies due from issued traffic fines and mechanism or strategies to revisit on how to collect all monies due to Council.
- Collection of electricity revenue should be prioritised in Phalaborwa town
- Enforcement of full credit control policy on all township to be implemented without compromise

*In line with the provisions of Section 28 of MFMA, the following errors are submitted for correction as part of adjustment budget:*

- R1 million NDPG grant was erroneously been captured as R10 million (R1 million direct allocation. The figure should be corrected in the adjustment budget to reconcile back to Division of Revenue.
- Cemetery fencing in Namakgale and Lulekani: The amount as per the approved budget was R3 million, the funds need to be redirected to Electricity infrastructure based on the challenges faced during December 2011 and January 2012. The project must be implemented before the end of the financial year. The projects affected need to be re-prioritised on the 2012/13 budget.
- An amount of R850 thousands from Development Bank of Southern Africa to assist the municipality to deal with Grap framework requirements has already been received, as such; the funds need to be included on the adjustment budget.
- An error of omission occurred during annual budget preparations on Municipal System Improvement Grant, an allocation of R790 thousands as per Division of Revenue was erroneously captured as R750 thousands.

## 6.2. Supporting details to budgeted financial performance

Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' -

Description	Ref	Budget Year 2011/12								Budget Year +1	Budget Year +2	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H		
<b>REVENUE ITEMS</b>												
<b>Property rates</b>												
Total Property Rates		36,200						10,799	10,799	46,999	50,524	54,313
less Revenue Foregone									-	-	-	-
<b>Net Property Rates</b>		<b>36,200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,799</b>	<b>10,799</b>	<b>46,999</b>	<b>50,524</b>	<b>54,313</b>
<b>Service charges - electricity revenue</b>												
Total Service charges - electricity revenue		74,266						-	-	74,266	79,836	85,823
less Revenue Foregone									-	-	-	-
<b>Net Service charges - electricity revenue</b>		<b>74,266</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74,266</b>	<b>79,836</b>	<b>85,823</b>
<b>Service charges - water revenue</b>												
Total Service charges - water revenue		78,320						-	-	78,320	84,194	90,508
less Revenue Foregone									-	-	-	-
<b>Net Service charges - water revenue</b>		<b>78,320</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>78,320</b>	<b>84,194</b>	<b>90,508</b>
<b>Service charges - sanitation revenue</b>												
Total Service charges - sanitation revenue		8,425						-	-	8,425	9,057	9,736
less Revenue Foregone									-	-	-	-
<b>Net Service charges - sanitation revenue</b>		<b>8,425</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,425</b>	<b>9,057</b>	<b>9,736</b>
<b>Service charges - refuse revenue</b>												
Total refuse removal revenue		5,383						8	8	5,391	5,795	6,230
Total landfill revenue									-	-	-	-
less Revenue Foregone									-	-	-	-
<b>Net Service charges - refuse revenue</b>		<b>5,383</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8</b>	<b>8</b>	<b>5,391</b>	<b>5,795</b>	<b>6,230</b>
<b>Other Revenue By Source</b>												
Fuel levy									-	-	-	-
Other revenue	3	-						16,689	16,689	16,689	17,941	19,287
<b>Total 'Other' Revenue</b>	1	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,689</b>	<b>16,689</b>	<b>16,689</b>	<b>17,941</b>	<b>19,287</b>
<b>EXPENDITURE ITEMS</b>												
<b>Employee related costs</b>												
Salaries and Wages		59,792						-	-	59,792	64,277	69,097
Contributions to UIF, pensions, medical aid		21,936						-	-	21,936	23,581	25,350
Travel, motor car, accom; & other allowances		9,030						-	-	9,030	9,707	10,435
Housing benefits and allowances		1,094						-	-	1,094	1,176	1,264
Overtime		3,724						-	-	3,724	4,003	4,304
Performance bonus		2,671						-	-	2,671	2,871	3,086

Long service awards									-	-	-	-
Payments in lieu of leave									-	-	-	-
Post-retirement benefit obligations									-	-	-	-
<i>sub-total</i>	4	98,246	-	-	-	-	-	-	-	98,246	105,615	113,536
Less: Employees costs capitalised to PPE									-	-	-	-
<b>Total Employee related costs</b>	1	98,246	-	-	-	-	-	-	-	98,246	105,615	113,536
<b>Contributions recognised - capital</b>												
<i>List contributions by contract</i>									-	-	-	-
<b>Total Contributions recognised - capital</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Depreciation &amp; asset impairment</b>												
Depreciation of Property, Plant & Equipment		1,010					(1,010)	(1,010)	-	-	-	-
Lease amortisation									-	-	-	-
Capital asset impairment									-	-	-	-
<b>Total Depreciation &amp; asset impairment</b>	1	1,010	-	-	-	-	(1,010)	(1,010)	-	-	-	-
<b>Bulk purchases</b>												
Electricity		72,829							-	72,829	78,291	84,163
Water		22,000							-	22,000	23,650	25,424
<b>Total bulk purchases</b>	1	94,829	-	-	-	-	-	-	-	94,829	101,941	109,587
<b>Contracted services</b>												
<i>List services provided by contract</i>		16,897					6,996	6,996	23,894	-	25,686	27,612
<i>sub-total</i>	1	16,897	-	-	-	-	6,996	6,996	23,894	-	25,686	27,612
<b>Allocations to organs of state:</b>												
Electricity									-	-	-	-
Water									-	-	-	-
Sanitation									-	-	-	-
Other									-	-	-	-
<b>Total contracted services</b>		16,897	-	-	-	-	6,996	6,996	23,894	-	25,686	27,612
<b>Other Expenditure By Type</b>												
Repairs and maintenance <b>(to be deleted)</b>	-								-	-	-	-
Collection costs									-	-	-	-
Contributions to 'other' provisions									-	-	-	-
Consultant fees									-	-	-	-
Audit fees		1,660							-	1,660	1,785	1,918
General expenses	3,5	111,041					11,293	11,293	122,334	-	131,079	140,910
<b>Total Other Expenditure</b>	1	112,701	-	-	-	-	11,293	11,293	123,994	-	132,864	142,828

### 6.3. Supporting details to financial position budget

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H		
<b>R thousands</b>												
<b>ASSETS</b>												
<u>Call investment deposits</u>												
Call deposits < 90 days									-	-		
Other current investments > 90 days		144							-	144	155	167
<b>Total Call investment deposits</b>	1	144	-	-	-	-	-	-	-	144	155	167
<u>Consumer debtors</u>												
Consumer debtors		112,656							-	112,656	121,105	130,188
Less: provision for debt impairment		-	-	-	-	-	-	-	-	-	-	-
<b>Total Consumer debtors</b>	1	112,656	-	-	-	-	-	-	-	112,656	121,105	130,188
<u>Debt impairment provision</u>												
Balance at the beginning of the year									-	-	-	-
Contributions to the provision									-	-		
Bad debts written off									-	-		
<b>Balance at end of year</b>		-	-	-	-	-	-	-	-	-	-	-
<u>Property, plant &amp; equipment</u>												
PPE at cost/valuation (excl. finance leases)		1,057,833							-	1,057,833	1,137,170	1,222,458
Leases recognised as PPE	2								-	-		
Less: Accumulated depreciation									-	-		
<b>Total Property, plant &amp; equipment</b>	1	1,057,833	-	-	-	-	-	-	-	1,057,833	1,137,170	1,222,458
<b>LIABILITIES</b>												
<u>Current liabilities - Borrowing</u>												
Short term loans (other than bank overdraft)									-	-		

Current portion of long-term liabilities									-	-		
<b>Total Current liabilities - Borrowing</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Trade and other payables</b>												
Creditors		13,823							-	13,823	14,860	15,975
Unspent conditional grants and receipts									-	-		
VAT									-	-		
<b>Total Trade and other payables</b>	1	13,823	-	-	-	-	-	-	-	13,823	14,860	15,975
<b>Non current liabilities - Borrowing</b>												
Borrowing	3								-	-		
Finance leases (including PPP asset element)									-	-		
<b>Total Non current liabilities - Borrowing</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Provisions - non current</b>												
Retirement benefits									-	-		
<i>List other major items</i>									-	-		
Refuse landfill site rehabilitation									-	-		
Other									-	-		
<b>Total Provisions - non current</b>		-	-	-	-	-	-	-	-	-	-	-
<b>CHANGES IN NET ASSETS</b>												
<b>Accumulated surplus/(Deficit)</b>												
Accumulated surplus/(Deficit) - opening balance		1,207,934							-	1,207,934	1,298,529	1,395,919
Appropriations to Reserves									-	-		
Transfers from Reserves									-	-		
Depreciation offsets									-	-		
Other adjustments									-	-		
<b>Accumulated Surplus/(Deficit)</b>	1	1,207,934	-	-	-	-	-	-	-	1,207,934	1,298,529	1,395,919
<b>Reserves</b>												
Housing Development Fund									-	-		
Capital replacement									-	-		
Capitalisation									-	-		
<b>Total Reserves</b>	2	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	1,207,934	-	-	-	-	-	-	-	1,207,934	1,298,529	1,395,919
Provision of basic services									-	-		
2010 World Cup									-	-		

6.4. Supporting to SDBIP

Description	Unit of measurement	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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	A1	B	C	D	E	F	G	H		
<b>Vote 1 - vote name</b>												
Function 1 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Sub-function 2 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Sub-function 3 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Function 2 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Sub-function 2 - (name)												
<i>Insert measure/s description</i>									-	-	-	-



Sub-function 3 - (name)									-	-	-	-
<i>Insert measure/s description</i>												
									-	-	-	-
Vote 2 - vote name												
Function 1 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Sub-function 2 - (name)									-	-	-	-
<i>Insert measure/s description</i>												
									-	-	-	-
Sub-function 3 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Function 2 - (name)												
Sub-function 1 - (name)									-	-	-	-
<i>Insert measure/s description</i>												
									-	-	-	-
Sub-function 2 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Sub-function 3 - (name)												
<i>Insert measure/s description</i>									-	-	-	-
Vote 3 - vote name												
Function 1 - (name)									-	-	-	-
Sub-function 1 - (name)												

<i>Insert measure/s description</i>													
										-	-	-	-
<b>Sub-function 2 - (name)</b>										-	-	-	-
<i>Insert measure/s description</i>										-	-	-	-
										-	-	-	-
<b>Sub-function 3 - (name)</b>										-	-	-	-
<i>Insert measure/s description</i>										-	-	-	-
										-	-	-	-
<b>Function 2 - (name)</b>										-	-	-	-
<b>Sub-function 1 - (name)</b>										-	-	-	-
<i>Insert measure/s description</i>										-	-	-	-
										-	-	-	-
<b>Sub-function 2 - (name)</b>										-	-	-	-
<i>Insert measure/s description</i>										-	-	-	-
										-	-	-	-
<b>Sub-function 3 - (name)</b>										-	-	-	-
<i>Insert measure/s description</i>										-	-	-	-
										-	-	-	-
<b>And so on for the rest of the Votes</b>										-	-	-	-

## 6.5 Supporting information to budgeted performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2008/9	2009/10	2010/11	Budget Year 2011/12			Budget Year +1 2012/13	Budget Year +2 2013/14
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b><u>Borrowing Management</u></b>									
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets				0.0%	0.0%	0.0%	0.0%	0.0%
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				0.3%	0.0%	0.3%	0.3%	0.3%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>									
Debt to Equity	Loans, Creditors, Overdraft & Tax Provision/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
Gearing	Long Term Borrowing/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>									
Current Ratio	Current assets/current liabilities				919.8%	0.0%	943.2%	835.9%	835.9%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				7244.6%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				0.8	0.0	1.1	0.0	0.0
<b><u>Revenue Management</u></b>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				47.1%	0.0%	43.3%	43.4%	43.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
<b><u>Funding of Provisions</u></b>									

Provisions not funded - %	Unfunded Provns./Total Provisions								
<b>Other Indicators</b>									
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated								
Water Distribution Losses (2)	% Volume (units purchased and own source less units sold)/Total units purchased and own source								
Employee costs	Employee costs/(Total Revenue - capital revenue)				32.2%	0.0%	0.0%	0.0%	0.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				10.1%	0.0%	0.0%	0.0%	0.0%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				0.6%	0.0%	0.3%	0.3%	0.3%
<b>IDP regulation financial viability indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				20923.8%	0.0%	23118.0%	23118.0%	24851.8%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				36.9%	0.0%	34.0%	34.0%	34.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

## 6.6. Statistics in assumptions

Description of economic indicator	Basis of calculation	1996 Census	2001 Census	2007 Survey	2008/9	2009/10	2010/11	Current year	Original Budget	Adjusted Budget
<b>Demographics</b>										
Population	Census count/estimate			131,522	131,522	131,522	131,522	131,522	131,522	131,522
Females aged 5 - 14	Census count/estimate			13,967	13,967	13,967	13,967	13,967	13,967	13,967
Males aged 5 - 14	Census count/estimate			23,096	23,096	23,096	23,096	23,096	23,096	23,096
Females aged 15 - 34	Census count/estimate			13,967	13,967	13,967	13,967	13,967	13,967	13,967
Males aged 15 - 34	Census count/estimate			23,096	23,096	23,096	23,096	23,096	23,096	23,096
Unemployment	Census count/estimate			3,842	3,842	3,842	3,842	3,842	3,842	3,842
<b>Household income (households) (1.)</b>										
None	Census count/estimate			55	55	55	55	55	55	55
R1 - R4800	Census count per month			4	4	4	4	4	4	4
R4800 - R9600	Census count per month			3	3	3	3	3	3	3
<b>Poverty profiles</b>										
Insert description										
<b>Household/demographics (000)</b>										
Number of people in municipal area				131,522	131,522	131,522	131,522	131,522	131,522	131,522
Number of poor people in municipal area				-	-	-	-	-	-	-
Number of households in municipal area				32	32	32	32	32	32	32
Number of poor households in municipal area				-	-	-	-	-	-	-
Definition of poor household (R per month)				1	1	1	1	1	1	1
<b>Housing statistics (2.)</b>										
Formal				30	30	30	30	30	30	30
Informal				0	0	0	0	0	0	0
<b>Total number of households</b>		-	-	30,140	30,140	30,140	30,140	30,140	30,140	30,140
Dwellings provided by municipality (3.)				4	4	4	4	4	31	31
Dwellings provided by province/s				-	-	-	-	-	-	-
Dwellings provided by private sector (4.)				-	-	-	-	-	-	-
<b>Total new housing dwellings</b>		-	-	3,652	3,652	3,652	3,652	3,652	30,500	30,500
<b>Economic (5.)</b>										
Inflation/inflation outlook (CPIX)					-	-	-	-	-	-
Interest rate - borrowing					-	-	-	-	-	-
Interest rate - investment					-	-	-	-	-	-

Remuneration increases					-	-	-	-	-	-
Consumption growth (electricity)					0	0	0	0	0	0
Consumption growth (water)					0	0	0	0	0	0
<b>Collection rates (6.)</b>										
Property tax/service charges					%	%	%	%	%	%
Rental of facilities & equipment					%	%	%	%	%	%
Interest - external investments					%	%	%	%	%	%
Interest - debtors					%	%	%	%	%	%
Revenue from agency services					%	%	%	%	%	%

## 6.7 Adjustment budget – funding measurement

Description	Ref	MFMA section	2008/9	2009/10	2010/11	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2012/13	Budget Year +2 2013/14
<b>R thousands</b>										
<b>Funding measures</b>	-	-								
Cash/cash equivalents at the year end - R'000	1	18(1)b				3,693	-	7,193	7,733	8,313
Cash + investments at the yr end less applications - R'000	2	18(1)b				99,568	-	2,387	(14,705)	(15,808)
Cash year end/monthly employee/supplier payments	3	18(1)b				0	-	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				0	-	-	-	-
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	1.5%	1.5%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	89.4%	0.0%	0.0%	0.0%	0.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				0.0%	0.0%	0.0%	0.0%	0.0%
Capital payments % of capital expenditure	8	18(1)c;19				97.4%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a							7.5%	7.5%
Long term receivables % change - incr(decr)	12	18(1)a								
R&M % of Property Plant & Equipment	13	20(1)(vi)				0.0%	0.0%	0.0%	0.0%	0.0%
Asset renewal % of capital budget	14	20(1)(vi)				24.4%	0.0%	24.4%	24.4%	24.4%

## 6.8 Transfers and Grants received

Supporting Table SB7 Adjustments Budget - transfers and grant receipts -

Description	Ref	Budget Year 2011/12						Budget Year +1 2012/13	Budget Year +2 2013/14	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
		A	7 A1	8 B	9 C	10 D	11 E	12 F		
R thousands										
RECEIPTS:	1, 2									
-										
<u>Operating Transfers and Grants</u>										
National Government:		55,751	-	-	-	40	40	55,791	63,761	68,494
Equitable share		53,751					-	53,751	61,461	66,094
Finance Management	3	1,250					-	1,250	1,500	1,500
Municipal Systems Improvement		750				40	40	790	800	900
							-	-		
							-	-		
Allocation in kind - NDPG		-					-	-		
Provincial Government:		2,667	-	-	-	-	-	2,667	-	-
							-	-		
	4						-	-		
Excess Employees	5	2,667					-	2,667		
District Municipality:		-	-	-	-	-	-	-	-	-
FBS		-					-	-		
							-	-		
Other grant providers:		536	-	-	-	850	850	1,386	1,000	-
DBSA		-				850	850	850		
EPWP		536					-	536	1,000	-
Total Operating Transfers and Grants	6	58,954	-	-	-	890	890	59,844	64,761	68,494
<u>Capital Transfers and Grants</u>										

<b>National Government:</b>		31,129	-	-	-	(9,000)	(9,000)	22,129	30,778	33,918
Municipal Infrastructure Grant (MIG)		17,129					-	17,129	20,778	21,918
Intergrated National Electrification Grant		4,000					-	4,000	4,000	2,000
Neighbourhood Development Partnership Grant		10,000				(9,000)	(9,000)	1,000	6,000	10,000
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<i>FBS</i>							-	-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	6	31,129	-	-	-	(9,000)	(9,000)	22,129	30,778	33,918
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		90,083	-	-	-	(8,110)	(8,110)	81,973	95,539	102,412



## 6.9 Expenditure on transfers and Grants programme

Description	Ref	Budget Year 2011/12						Budget Year +1 2012/13	Budget Year +2 2013/14	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
R thousands		A	2 A1	3 B	4 C	5 D	6 E	7 F		
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<u>Operating expenditure of Transfers and Grants</u>										
<b>National Government:</b>		55,751	-	-	-	40	40	55,791	63,761	68,494
Equitable share		53,751					-	53,751	61,461	66,094
Finance Management		1,250					-	1,250	1,500	1,500
Municipal Systems Improvement		750				40	40	790	800	900
							-	-		
							-	-		
							-	-		
Allocation in kind - NDPG		-					-	-		
<b>Provincial Government:</b>		2,667	-	-	-	-	-	2,667	-	-
							-	-		
							-	-		
							-	-		
Excess Employees		2,667					-	2,667		
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
FBS		-					-	-		
							-	-		
<b>Other grant providers:</b>		536	-	-	-	850	850	1,386	1,000	-
DBSA		-				850	850	850		
EPWP		536					-	536	1,000	
<b>Total operating expenditure of Transfers and Grants:</b>		58,954	-	-	-	890	890	59,844	64,761	68,494
<u>Capital expenditure of Transfers and Grants</u>										
<b>National Government:</b>		31,129	-	-	-	(9,000)	(9,000)	22,129	30,778	33,918
Municipal Infrastructure Grant (MIG)		17,129					-	17,129	20,778	21,918

						-	-		
						-	-		
Intergrated National Electrification Grant		4,000				-	4,000	4,000	2,000
Neighbourhood Development Partnership Grant		10,000			(9,000)	(9,000)	1,000	6,000	10,000
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-
						-	-		
						-	-		
<b>District Municipality:</b>		-	-	-	-	-	-	-	-
<i>FBS</i>						-	-		
						-	-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-
						-	-		
						-	-		
<b>Total capital expenditure of Transfers and Grants</b>		<b>31,129</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(9,000)</b>	<b>(9,000)</b>	<b>22,129</b>	<b>33,918</b>
<b>Total capital expenditure of Transfers and Grants</b>		<b>90,083</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8,110)</b>	<b>(8,110)</b>	<b>81,973</b>	<b>102,412</b>

## 6.10. Reconciliations of transfers, Grants receipts and unspent funds

Description	Ref	Budget Year 2011/12							Budget Year +1 2012/13	Budget Year +2 2013/14
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	2 A1	3 B	4 C	5 D	6 E	7 F		
<b>Operating transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts		56,287				40	40	56,327	64,761	68,494
<b>Conditions met - transferred to revenue</b>		<b>56,287</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40</b>	<b>40</b>	<b>56,327</b>	<b>64,761</b>	<b>68,494</b>
Conditions still to be met - transferred to liabilities							-	-		
<b>Provincial Government:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts		2,667					-	2,667		
<b>Conditions met - transferred to revenue</b>		<b>2,667</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,667</b>	<b>-</b>	<b>-</b>
Conditions still to be met - transferred to liabilities							-	-		
<b>District Municipality:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts							-	-		
<b>Conditions met - transferred to revenue</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Conditions still to be met - transferred to liabilities							-	-		
<b>Other grant providers:</b>										
Balance unspent at beginning of the year							-	-		
Current year receipts						850	850	850		
<b>Conditions met - transferred to revenue</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>850</b>	<b>850</b>	<b>850</b>	<b>-</b>	<b>-</b>
Conditions still to be met - transferred to liabilities							-	-		
<b>Total operating transfers and grants revenue</b>		<b>58,954</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>890</b>	<b>890</b>	<b>59,844</b>	<b>64,761</b>	<b>68,494</b>
<b>Total operating transfers and grants - CTBM</b>	2	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year							-	-		

Current year receipts	31,129				(9,000)	(9,000)	22,129	30,778	33,918
<b>Conditions met - transferred to revenue</b>	<b>31,129</b>	-	-	-	<b>(9,000)</b>	<b>(9,000)</b>	<b>22,129</b>	<b>30,778</b>	<b>33,918</b>
Conditions still to be met - transferred to liabilities						-	-		
<b>Provincial Government:</b>									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
<b>Conditions met - transferred to revenue</b>	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
<b>District Municipality:</b>									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
<b>Conditions met - transferred to revenue</b>	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
<b>Other grant providers:</b>									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
<b>Conditions met - transferred to revenue</b>	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
<b>Total capital transfers and grants revenue</b>	<b>31,129</b>	-	-	-	<b>(9,000)</b>	<b>(9,000)</b>	<b>22,129</b>	<b>30,778</b>	<b>33,918</b>
<b>Total capital transfers and grants - CTBM</b>	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>	<b>90,083</b>	-	-	-	<b>(8,110)</b>	<b>(8,110)</b>	<b>81,973</b>	<b>95,539</b>	<b>102,412</b>
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>	-	-	-	-	-	-	-	-	-

## 6.11. Transfers and Grants made by the municipality

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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	6 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H		
<b>R thousands</b>												
<b>Transfers to other municipalities</b>												
<i>[insert description]</i>	1								-	-		
<i>[insert description]</i>									-	-		
<i>[insert description]</i>									-	-		
<b>TOTAL ALLOCATIONS TO MUNICIPALITIES:</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers to Entities/Other External Mechanisms</b>												
<i>[insert description]</i>	2								-	-		
<i>[insert description]</i>									-	-		
<i>[insert description]</i>									-	-		
<b>TOTAL ALLOCATIONS TO ENTITIES/EMS'</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers to other Organs of State</b>												
<i>[insert description]</i>	3								-	-		
<i>[insert description]</i>									-	-		
<i>[insert description]</i>									-	-		
<b>TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Grants to other Organisations</b>												
<i>[insert description]</i>	4								-	-		
<i>[insert description]</i>									-	-		
<i>[insert description]</i>									-	-		
<b>TOTAL GRANTS TO OTHER ORGANISATIONS:</b>		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS/GRANTS</b>	5	-	-	-	-	-	-	-	-	-	-	-

## 5.12. Councillors and staff benefits

Summary of remuneration	Ref	Budget Year 2011/12									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
		1	5	6	7	8	9	10	11	12	
R thousands		A	A1	B	C	D	E	F	G	H	
<b><u>Councillors (Political Office Bearers plus Other)</u></b>											
Salary		9,238							-	9,238	0.0%
Pension Contributions		-							-	-	
Medical Aid Contributions		-							-	-	
Motor vehicle allowance		2,162							-	2,162	0.0%
Cell phone allowance		458							-	458	
Housing allowance		-							-	-	
Other benefits or allowances									-	-	
In-kind benefits									-	-	
<b>Sub Total - Councillors</b>		<b>11,858</b>	<b>-</b>			<b>-</b>		<b>-</b>	<b>-</b>	<b>11,858</b>	<b>0.0%</b>
<b>% increase</b>			<b>(0)</b>							<b>-</b>	
<b><u>Senior Managers of the Municipality</u></b>											
Salary		4,686							-	4,686	0.0%
Pension Contributions									-	-	
Medical Aid Contributions									-	-	
Motor vehicle allowance									-	-	
Cell phone allowance									-	-	
Housing allowance									-	-	
Performance Bonus									-	-	
Other benefits or allowances		72							-	72	0.0%
In-kind benefits									-	-	
<b>Sub Total - Senior Managers of Municipality</b>		<b>4,758</b>	<b>-</b>	<b>-</b>		<b>-</b>		<b>-</b>	<b>-</b>	<b>4,758</b>	<b>0.0%</b>
<b>% increase</b>			<b>(0)</b>							<b>-</b>	
<b><u>Other Municipal Staff</u></b>											
Basic Salaries and Wages		55,107							-	55,107	0.0%
Pension Contributions		9,363							-	9,363	0.0%
Medical Aid Contributions		12,573							-	12,573	0.0%

Motor vehicle allowance		8,958							-	8,958	0.0%
Cell phone allowance									-	-	
Housing allowance		1,094							-	1,094	0.0%
Overtime		3,724							-	3,724	0.0%
Performance Bonus		2,671							-	2,671	0.0%
Other benefits or allowances		-							-	-	
In-kind benefits									-	-	
<b>Sub Total - Other Municipal Staff</b>	2	<b>93,489</b>	-	-	-	-	-	-	-	<b>93,489</b>	<b>0.0%</b>
% increase											
<b>Total Parent Municipality</b>		<b>110,104</b>	-	-	-	-	-	-	-	<b>110,104</b>	<b>0.0%</b>
<b><u>Board Members of Entities</u></b>											
Salary									-	-	
Pension Contributions									-	-	
Medical Aid Contributions									-	-	
Motor vehicle allowance									-	-	
Cell phone allowance									-	-	
Housing allowance									-	-	
Board Fees									-	-	
Other benefits and allowances									-	-	
In-kind benefits									-	-	
<b>Sub Total - Board Members of Entities</b>	3	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
% increase											
<b><u>Senior Managers of Entities</u></b>											
Salary									-	-	
Pension Contributions									-	-	
Medical Aid Contributions									-	-	
Motor vehicle allowance									-	-	
Cell phone allowance									-	-	
Housing allowance									-	-	
Performance Bonus									-	-	
Other benefits or allowances									-	-	
In-kind benefits									-	-	
<b>Sub Total - Senior Managers of Entities</b>	3	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
% increase											
<b><u>Other Staff of Entities</u></b>											
Basic Salaries and Wages									-	-	
Pension Contributions									-	-	
Medical Aid Contributions									-	-	

Motor vehicle allowance										-	-	
Cell phone allowance										-	-	
Housing allowance										-	-	
Overtime	3									-	-	
Performance Bonus										-	-	
Other benefits or allowances										-	-	
In-kind benefits										-	-	
<b>Sub Total - Other Staff of Entities</b>										-	-	
% increase										-	-	
<b>Total Municipal Entities</b>										-	-	
<b>COUNCILLOR ALLOWANCES, EMPLOYEE REMUNERATION &amp; ENTITY REMUNERATION</b>												
% increase												0.0%
<b>TOTAL MANAGERS AND STAFF</b>	5											
												0.0%



### 6.13. Monthly revenues and Expenditure per Municipal vote

Description	Budget Year 2011/12												Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	
<b>R thousands</b>																
<b>Revenue by Vote</b>																
Vote 1 - EXECUTIVE AND COUNCIL	4,445	4,283	4,198	4,388	4,449	3,757	3,754	3,796	3,545	3,370	3,599	(43,582)	-	-	-	
Vote 2 - BUDGET AND TREASURY DEPARTMENT	26,637	2,750	2,893	4,187	23,257	4,734	940	6,031	16,717	4,005	8,289	30,348	130,790	140,599	151,144	
Vote 3 - CORPORATE SERVICES	-	-	-	-	-	-	-	39	44	50	46	2,718	2,897	3,114	3,348	
Vote 4 - COMMUNITY AND SOCIAL SERVICES	1,095	1,292	1,166	1,152	1,145	462	460	1,395	1,313	1,139	1,260	7,551	19,431	20,888	22,455	
Vote 5 - PLANNING AND DEVELOPMENT	-	-	-	-	-	-	-	-	400	-	-	-	400	-	-	
Vote 6 - TECHNICAL SERVICES DEPARTMENT	15,225	21,137	17,842	14,452	19,019	24,826	16,850	10,582	10,901	13,146	10,731	25,538	200,249	215,267	231,412	
<b>Total Revenue by Vote</b>	<b>47,402</b>	<b>29,462</b>	<b>26,099</b>	<b>24,178</b>	<b>47,870</b>	<b>33,779</b>	<b>22,004</b>	<b>21,842</b>	<b>32,920</b>	<b>21,709</b>	<b>23,926</b>	<b>22,573</b>	<b>353,766</b>	<b>379,869</b>	<b>408,359</b>	
<b>Expenditure by Vote</b>																
Vote 1 - EXECUTIVE AND COUNCIL	1,313	1,728	1,661	1,550	1,455	1,651	1,223	1,327	1,289	1,499	1,448	9,943	26,087	28,043	30,146	
Vote 2 - BUDGET AND TREASURY DEPARTMENT	5,678	3,732	4,786	3,524	4,444	4,543	2,660	2,694	1,846	2,009	1,987	1,938	39,840	42,828	46,040	
Vote 3 - CORPORATE SERVICES	2,289	2,350	1,804	1,940	1,354	6,577	2,129	2,698	2,851	2,493	2,945	2,029	31,460	33,820	36,356	
Vote 4 - COMMUNITY AND SOCIAL SERVICES	2,719	2,698	2,772	3,018	3,303	3,033	3,012	3,758	3,633	4,127	4,065	10,110	46,247	49,716	53,445	
Vote 5 - PLANNING AND DEVELOPMENT	1,254	545	530	545	636	655	510	459	69	323	598	848	6,974	7,067	7,597	
Vote 6 - TECHNICAL SERVICES DEPARTMENT	11,503	9,554	9,614	10,668	8,389	10,722	8,564	10,591	12,028	11,148	30,059	70,318	203,158	218,395	234,775	
<b>Surplus/ (Deficit)</b>	<b>22,646</b>	<b>8,856</b>	<b>4,932</b>	<b>2,934</b>	<b>28,288</b>	<b>6,596</b>	<b>3,907</b>	<b>316</b>	<b>11,203</b>	<b>111</b>	<b>(17,176)</b>	<b>(72,613)</b>	<b>353,766</b>	<b>379,868</b>	<b>408,359</b>	

## 6.14 Monthly revenue and expenditure by standard classifications

Description - Standard classification	Ref	Budget Year 2011/12												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Revenue - Standard</b>																
<i>Governance and administration</i>		31,082	7,033	7,091	8,575	27,707	8,491	4,694	9,866	20,706	7,424	11,934	(10,916)	133,687	143,713	154,492
Executive and council		4,445	4,283	4,198	4,388	4,449	3,757	3,754	3,796	3,545	3,370	3,599	(43,582)	-	-	-
Budget and treasury office		26,637	2,750	2,893	4,187	23,257	4,734	940	6,031	17,117	4,005	8,289	29,948	130,790	140,599	151,144
Corporate services		-	-	-	-	-	-	-	39	44	50	46	2,718	2,897	3,114	3,348
<i>Community and public safety</i>		642	846	614	796	672	-	-	1,015	836	670	794	7,156	14,040	15,093	16,225
Community and social services		642	846	614	796	672	-	-	1,015	836	670	794	6,230	13,113	14,097	15,154
Sport and recreation													-	-	-	-
Public safety													927	927	996	1,071
Housing													-	-	-	-
Health													-	-	-	-
<i>Economic and environmental services</i>		-	6,686	-	-	-	8,456	-	-	400	1,987	-	18,109	35,638	37,881	40,722
Planning and development										400			-	400	-	-
Road transport		-	6,686	-	-	-	8,456	-	-	-	1,987	-	18,109	35,238	37,881	40,722
Environmental protection													-	-	-	-
<i>Trading services</i>		15,678	14,898	18,394	14,808	19,492	16,832	17,310	10,962	11,378	11,628	11,198	7,824	170,402	183,182	196,920
Electricity		5,378	5,113	8,141	4,415	10,425	5,962	8,269	5,885	6,234	6,359	6,103	5,981	78,266	84,136	90,446
Water		8,810	8,314	8,676	9,243	7,894	9,615	8,085	4,167	4,217	4,341	4,099	859	78,320	84,194	90,508
Waste water management		1,036	1,024	1,026	793	699	793	496	530	450	458	529	589	8,425	9,057	9,736

Waste management	453	446	552	356	474	462	460	380	477	469	467	395	5,391	5,795	6,230
<i>Other</i>												-	-	-	-
<b>Total Revenue - Standard</b>	<b>47,402</b>	<b>29,462</b>	<b>26,099</b>	<b>24,178</b>	<b>47,870</b>	<b>33,779</b>	<b>22,004</b>	<b>21,842</b>	<b>33,320</b>	<b>21,709</b>	<b>23,926</b>	<b>22,173</b>	<b>353,766</b>	<b>379,869</b>	<b>408,359</b>
<b><u>Expenditure - Standard</u></b>															
<i>Governance and administration</i>	9,280	7,810	8,251	7,014	7,253	12,772	6,012	6,719	5,986	6,000	6,380	17,840	101,317	108,916	117,085
Executive and council	1,313	1,728	1,661	1,550	1,455	1,651	1,223	1,327	1,289	1,499	1,448	10,383	26,527	28,516	30,655
Budget and treasury office	5,678	3,732	4,786	3,524	4,444	4,543	2,660	2,694	1,846	2,009	1,987	4,593	42,495	45,682	49,108
Corporate services	2,289	2,350	1,804	1,940	1,354	6,577	2,129	2,698	2,851	2,493	2,945	2,864	32,295	34,718	37,321
<i>Community and public safety</i>	2,632	2,529	2,690	2,907	3,104	2,991	2,796	3,509	3,279	3,840	3,666	7,387	41,330	44,430	47,762
Community and social services	2,361	2,215	2,284	1,994	2,379	2,646	2,083	2,869	2,687	3,150	2,946	6,215	33,829	36,366	39,093
Sport and recreation												-	-	-	-
Public safety	271	315	406	913	724	345	713	640	592	690	720	1,172	7,501	8,064	8,669
Housing												-	-	-	-
Health												-	-	-	-
<i>Economic and environmental services</i>	3,349	2,267	1,931	3,056	3,270	5,804	2,989	4,455	4,333	4,564	4,585	7,069	47,672	50,817	54,629
Planning and development	1,254	545	530	545	636	655	510	459	469	323	598	478	7,004	7,099	7,631
Road transport	2,095	1,722	1,400	2,510	2,634	5,149	2,479	3,996	3,864	4,241	3,987	6,590	40,668	43,718	46,997
Environmental protection												-	-	-	-
<i>Trading services</i>	9,494	8,001	8,295	8,269	5,955	5,615	6,301	6,843	8,518	7,194	26,470	62,491	163,447	175,706	188,884
Electricity	8,536	7,492	7,728	4,803	5,348	5,259	5,268	6,211	7,234	5,987	6,893	37,703	108,460	116,595	125,340
Water	425	322	476	3,344	385	304	662	344	598	488	18,455	11,909	37,712	40,540	43,581
Waste water management	446	18	9	11	22	10	156	40	332	433	724	10,485	12,687	13,639	14,662
Waste management	87	169	82	111	200	42	216	248	354	287	399	2,393	4,587	4,932	5,301
<i>Other</i>												-	-	-	-
<b>Total Expenditure - Standard</b>	<b>24,756</b>	<b>20,606</b>	<b>21,167</b>	<b>21,245</b>	<b>19,582</b>	<b>27,182</b>	<b>18,098</b>	<b>21,527</b>	<b>22,117</b>	<b>21,598</b>	<b>41,102</b>	<b>94,787</b>	<b>353,766</b>	<b>379,869</b>	<b>408,359</b>
<b>Surplus/ (Deficit) 1.</b>	<b>22,646</b>	<b>8,856</b>	<b>4,932</b>	<b>2,934</b>	<b>28,288</b>	<b>6,596</b>	<b>3,907</b>	<b>316</b>	<b>11,203</b>	<b>111</b>	<b>(17,176)</b>	<b>(72,614)</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 6.15. Monthly Revenue and Expenditure

Description	Ref	Budget Year 2011/12											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Revenue By Source</b>																
Property rates		4,445	4,283	4,198	4,388	4,449	3,757	3,754	3,796	3,545	3,370	3,599	3,416	46,999	50,524	54,313
Property rates - penalties & collection charges														-	-	-
Service charges - electricity revenue		5,378	5,113	6,807	4,415	10,425	5,962	5,582	5,885	6,234	6,359	6,103	6,002	74,266	79,836	85,823
Service charges - water revenue		8,810	8,314	8,676	9,243	7,894	9,615	8,085	4,167	4,217	4,341	4,099	859	78,320	84,194	90,508
Service charges - sanitation revenue		1,036	1,024	1,026	793	699	793	496	530	450	458	529	589	8,425	9,057	9,736
Service charges - refuse		453	446	552	356	474	462	460	380	477	469	467	395	5,391	5,795	6,230
Service charges - other														-	-	-
Rental of facilities and equipment									39	44	50	46	51	230	247	266
Interest earned - external investments														-	-	-
Interest earned - outstanding debtors		2,982	2,718	2,861	4,187	3,653	3,944	896	2,404	1,102	1,204	1,956	93	28,000	30,100	32,358
Dividends received														-	-	-
Fines		24	29	32	35	50			43	49	45	53	567	927	996	1,071
Licences and permits		618	817	582	761	622			971	788	625	741	6,473	12,997	13,972	15,019
Agency services														-	-	-
Transfers recognised - operational		23,646	-	-	-	17,917	790	-	400	13,438		3,203	-	59,394	63,419	68,175
Other revenue		9	32	32	-	1,687	-	45	3,227	2,977	2,801	3,130	2,748	16,689	17,941	19,287
Gains on disposal of PPE														-	-	-

<b>Total Revenue</b>	47,402	22,776	24,765	24,178	47,870	25,323	19,317	21,842	33,320	19,722	23,926	21,194	331,637	356,080	382,786
<b>Expenditure By Type</b>															
Employee related costs	6,635	6,169	6,466	7,207	6,759	6,736	6,460	6,593	6,740	6,624	6,764	25,094	98,246	105,615	113,536
Remuneration of councillors	973	1,203	1,074	1,226	1,128	1,230	824	859	860	950	803	728	11,858	12,747	13,703
Debt impairment												-	-	-	-
Depreciation & asset impairment												-	-	-	-
Finance charges												945	945	1,016	1,093
Bulk purchases	5,023	6,626	6,718	6,916	4,264	4,291	4,416	4,416	5,650	5,890	6,042	34,576	94,829	101,941	109,587
Other materials												-	-	-	-
Contracted services	2,229	1,622	859	1,457	2,456	617	1,561	652	1,809	1,670	2,452	6,510	23,894	25,686	27,612
Grants and subsidies												-	-	-	-
Other expenditure	9,897	4,985	6,051	4,438	4,975	14,308	4,838	9,006	7,058	6,465	25,041	26,933	123,994	132,864	142,828
Loss on disposal of PPE												-	-	-	-
<b>Total Expenditure</b>	<b>24,756</b>	<b>20,606</b>	<b>21,167</b>	<b>21,245</b>	<b>19,582</b>	<b>27,182</b>	<b>18,098</b>	<b>21,527</b>	<b>22,117</b>	<b>21,598</b>	<b>41,102</b>	<b>94,787</b>	<b>353,766</b>	<b>379,868</b>	<b>408,359</b>
<b>Surplus/(Deficit)</b>	<b>22,646</b>	<b>2,170</b>	<b>3,598</b>	<b>2,934</b>	<b>28,288</b>	<b>(1,860)</b>	<b>1,220</b>	<b>316</b>	<b>11,203</b>	<b>(1,876)</b>	<b>(17,176)</b>	<b>(73,592)</b>	<b>(22,129)</b>	<b>(23,789)</b>	<b>(25,573)</b>
Transfers recognised - capital	-	6,686	1,334	-	-	8,456	2,687	-		1,987		979	22,129	23,789	25,573
Contributions												-	-	-	-
Contributed assets												-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>22,646</b>	<b>8,856</b>	<b>4,932</b>	<b>2,934</b>	<b>28,288</b>	<b>6,596</b>	<b>3,907</b>	<b>316</b>	<b>11,203</b>	<b>111</b>	<b>(17,176)</b>	<b>(72,613)</b>	<b>0</b>	<b>0</b>	<b>0</b>

## 6.16 Monthly Cash flows

Monthly cash flows	Ref	Budget Year 2011/12												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>																
<b>Cash Receipts By Source</b>	1															
Property rates		1,761	1,904	2,642	3,380	4,818	1,727	2,687	1,987	2,450	2,166	2,332	2,987	30,842	33,155	35,642
Property rates - penalties & collection charges																
Service charges - electricity revenue		8,288	3,234	7,453	9,535	5,129	4,871	4,122	5,870	6,142	4,998	7,748	5,345	72,735	78,191	84,055
Service charges - water revenue		3,046	1,237	6,109	7,816	4,204	3,993	2,325	4,352	3,436	3,917	4,364	4,372	49,171	52,859	56,823
Service charges - sanitation revenue		496	413	720	921	495	470	688	787	668	523	842	594	7,617	8,188	8,802
Service charges - refuse		362	248	623	797	429	407	459	598	515	687	499	463	6,086	6,543	7,033
Service charges - other																
Rental of facilities and equipment								37	28	31	42	37	35	210	226	243
Interest earned - external investments																
Interest earned - outstanding debtors									256	700	1,659	1,387	1,599	5,601	6,021	6,472
Dividends received																
Fines		24	29	32	35	50	46	51	43	49	45	53	23	480	516	554
Licences and permits		618	817	582	761	622	533	581	971	788	625	741	821	8,459	9,093	9,775
Agency services																
Transfer receipts - operational		23,646				17,917	790		400	13,438		3,203		59,394	63,849	68,637
Other revenue		114	3,549	142		4,523		1,769	2,640	978	3,654	4,125	4,842	26,337	28,312	30,436
<b>Cash Receipts by Source</b>		<b>38,355</b>	<b>11,430</b>	<b>18,302</b>	<b>23,245</b>	<b>38,188</b>	<b>12,837</b>	<b>12,720</b>	<b>17,932</b>	<b>29,194</b>	<b>18,316</b>	<b>25,331</b>	<b>21,081</b>	<b>266,932</b>	<b>286,952</b>	<b>308,473</b>
<b>Other Cash Flows by Source</b>																

Transfers receipts - capital	-	6,686	1,334	-	-	8,456	2,687	-	-	1,987	-	-	21,150	22,736	24,441
Contributions & Contributed assets													-		
Proceeds on disposal of PPE													-		
Short term loans													-		
Borrowing long term/refinancing													-		
Increase in consumer deposits													-		
Decrease (Increase) in non-current debtors													-		
Decrease (increase) other non-current receivables													-		
Decrease (increase) in non-current investments													-		
<b>Total Cash Receipts by Source</b>	<b>38,355</b>	<b>18,116</b>	<b>19,636</b>	<b>23,245</b>	<b>38,188</b>	<b>21,293</b>	<b>15,407</b>	<b>17,932</b>	<b>29,194</b>	<b>20,303</b>	<b>25,331</b>	<b>21,081</b>	<b>288,082</b>	<b>309,688</b>	<b>332,915</b>
<b>Cash Payments by Type</b>															
Employee related costs	6,635	6,169	6,466	7,207	6,759	6,736	6,460	6,593	6,740	6,624	6,764	6,649	79,802	85,787	92,221
Remuneration of councillors	973	1,203	1,074	1,226	1,128	1,230	824	859	860	950	803	1,148	12,278	13,199	14,188
Collection costs													-		
Interest paid													-		
Bulk purchases - Electricity	5,023	6,626	6,718	3,916	4,264	4,291	4,416	4,416	5,650	4,890	6,042	6,800	63,053	67,782	72,865
Bulk purchases - Water & Sewer				3,000									-	3,000	3,467
Other materials													-		
Contracted services	2,229	1,622	859	1,457	2,456	617	1,561	652	1,809	1,670	2,452	1,200	18,583	19,977	21,475
Grants and subsidies paid - other municipalities													-		
Grants and subsidies paid - other													-		
General expenses	4,897	3,871	4,144	3,583	3,975	6,308	4,838	6,006	7,058	5,465	6,341	2,987	59,472	63,932	68,727
<b>Cash Payments by Type</b>	<b>19,756</b>	<b>19,492</b>	<b>19,260</b>	<b>20,390</b>	<b>18,582</b>	<b>19,182</b>	<b>18,098</b>	<b>18,527</b>	<b>22,117</b>	<b>19,598</b>	<b>22,402</b>	<b>18,784</b>	<b>236,187</b>	<b>253,901</b>	<b>272,944</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	1,980	2,780	1,102	2,700	23,501	25,264	27,159
Repayment of borrowing													-		
<b>Other Cash Flows/Payments</b>	<b>16,392</b>					<b>5,200</b>			<b>6,090</b>			<b>210</b>	<b>27,892</b>	<b>29,984</b>	<b>32,233</b>

Total Cash Payments by Type		37,310	20,654	20,291	22,153	20,293	29,093	18,851	21,172	30,187	22,378	23,504	21,694	287,581	309,149	332,336
NET INCREASE/(DECREASE) IN CASH HELD		1,045	(2,538)	(655)	1,092	17,895	(7,801)	(3,444)	(3,240)	(992)	(2,075)	1,827	(613)	501	539	579
Cash/cash equivalents at the month/year beginning:		2,607	3,652	1,115	460	1,552	19,447	11,646	8,202	4,962	3,970	1,894	3,721	2,607	3,108	3,647
Cash/cash equivalents at the month/year end:		3,652	1,115	460	1,552	19,447	11,646	8,202	4,962	3,970	1,894	3,721	3,108	3,108	3,647	4,226



### 6.17. Monthly Capital Expenditure by Municipal Vote

Description - Municipal Vote	Ref	Budget Year 2011/12											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
<u>Multi-year expenditure appropriation</u> Vote 1 - EXECUTIVE AND COUNCIL Vote 2 - BUDGET AND TREASURY DEPARTMENT  Vote 3 - CORPORATE SERVICES Vote 4 - COMMUNITY AND SOCIAL SERVICES Vote 5 - PLANNING AND DEVELOPMENT Vote 6 - TECHNICAL SERVICES DEPARTMENT	1															
<b>Capital Multi-year expenditure sub-total</b>	3	1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	3,436	6,055	4,621	5,150	34,201	36,766	39,524
<u>Single-year expenditure appropriation</u> Vote 1 - EXECUTIVE AND COUNCIL Vote 2 - BUDGET AND TREASURY DEPARTMENT  Vote 3 - CORPORATE SERVICES Vote 4 - COMMUNITY AND SOCIAL SERVICES Vote 5 - PLANNING AND DEVELOPMENT Vote 6 - TECHNICAL SERVICES DEPARTMENT																
<b>Capital single-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>	2	1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	3,436	6,950	5,408	5,968	36,701	39,454	42,413

## 6.18. Monthly Capital Expenditure by Standard Classification

Description	Ref	Budget Year 2011/12												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
<b>Capital Expenditure - Standard</b>																
<i>Governance and administration</i>																
		-	-	-	-	-	-	-	-	-	895	787	818	2,500	2,688	2,889
Executive and council														-	-	-
Budget and treasury office											895	787	818	2,500	2,688	2,889
Corporate services														-	-	-
<i>Community and public safety</i>																
Community and social services														-	-	-
Sport and recreation														-	-	-
Public safety														-	-	-
Housing														-	-	-
Health														-	-	-
<i>Economic and environmental services</i>																
		1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	1,980	2,780	1,102	1,828	22,629	24,326	26,151
Planning and development														-	-	-
Road transport		1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	1,980	2,780	1,102	1,828	22,629	24,326	26,151
Environmental protection														-	-	-
<i>Trading services</i>																
Electricity		-	-	-	-	-	-	-	-	1,456	3,275	3,519	3,322	11,572	12,440	13,373
														10,572		

										1,456	2,875	3,259	2,982		11,365	12,217
Water											180	150	170	500	538	578
Waste water management											220	110	170	500	538	578
Waste management													-	-	-	-
<i>Other</i>													-	-	-	-
<b>Total Capital Expenditure - Standard</b>		1,162	1,162	1,031	1,762	1,711	4,711	753	2,646	3,436	6,950	5,408	5,968	36,701	39,454	42,413

## 6.19. Adjustments on Capital Expenditure (New Assets)

Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class -

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<u>Capital expenditure on new assets by Asset Class/Sub-class</u>												
-												
<b>Infrastructure</b>		26,642	-	-	-	-	-	3,000	3,000	29,642	31,865	34,255
Infrastructure - Road transport		19,242	-	-	-	-	-	-	-	19,242	20,685	22,237
<i>Roads, Pavements &amp; Bridges</i>		19,242							-	19,242	20,685	22,237
<i>Storm water</i>		-							-	-	-	-
Infrastructure - Electricity		7,400	-	-	-	-	-	3,000	3,000	10,400	11,180	12,019
<i>Generation</i>		-							-	-	-	-
<i>Transmission &amp; Reticulation</i>		4,400						3,000	3,000	7,400	7,955	8,552
<i>Street Lighting</i>		3,000						-	-	3,000	3,225	3,467
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
<i>Dams &amp; Reservoirs</i>									-	-	-	-
<i>Water purification</i>									-	-	-	-
<i>Reticulation</i>									-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>									-	-	-	-
<i>Sewerage purification</i>									-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
<i>Refuse</i>									-	-	-	-
<i>Transportation</i>	2								-	-	-	-
<i>Gas</i>									-	-	-	-
<i>Other</i>	3								-	-	-	-
<b>Community</b>		14,962	-	-	-	-	-	(3,000)	(3,000)	11,962	12,859	13,824
Parks & gardens		-							-	-	-	-

Sports Fields & stadia		9,204							-	9,204	9,894	10,636
Swimming pools		-							-	-	-	-
Community halls		-							-	-	-	-
Libraries		-							-	-	-	-
Recreational facilities		-							-	-	-	-
Fire, safety & emergency		-							-	-	-	-
Security and policing		258							-	258	277	298
Buses		-							-	-	-	-
Clinics		-							-	-	-	-
Museums & Art Galleries		-							-	-	-	-
Cemeteries		3,000					(3,000)	(3,000)	-	-	-	-
Social rental housing		-							-	-	-	-
Other		2,500							-	2,500	2,688	2,889
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-	-	-
Buildings									-	-	-	-
Other									-	-	-	-
<b>Investment properties</b>		500	-	-	-	-	-	-	-	500	538	578
Housing development		500							-	500	538	578
Other									-	-	-	-
<b>Other assets</b>		8,000	-	-	-	-	-	-	-	8,000	8,600	9,245
General vehicles									-	-	-	-
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment									-	-	-	-
Computers - hardware/equipment									-	-	-	-
Furniture and other office equipment									-	-	-	-
Abattoirs									-	-	-	-
Markets									-	-	-	-
Civic Land and Buildings									-	-	-	-
Other Buildings		2,000							-	2,000	2,150	2,311
Other Land		6,000							-	6,000	6,450	6,934
Surplus Assets - (Investment or Inventory)									-	-	-	-
Other									-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>									-	-	-	-

<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>												
<b>Intangibles</b>		10,719	-	-	-	-	-	-	-	10,719	11,523	12,387
Computers - software & programming		10,719								10,719	11,523	12,387
Other (list sub-class)												
<b>Total Capital Expenditure on new assets to be adjusted</b>	1	60,823	-	-	-	-	-	-	-	60,823	65,385	70,289

<b>Specialised vehicles</b>	18	-	-	-	-	-	-	-	-	-	-	-
Refuse												
Fire												
Conservancy												
Ambulances												

## 6.20. Adjustments on Capital Expenditure on renewal of existing assets by asset class

Supporting Table SB18b Adjustments Budget - capital expenditure on renewal of existing assets by asset class -

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u>												
-												
<b>Infrastructure</b>		14,023	-	-	-	-	-	-	-	14,023	15,075	16,205
Infrastructure - Road transport		1,500	-	-	-	-	-	-	-	1,500	1,613	1,733
<i>Roads, Pavements &amp; Bridges</i>		1,500	-	-	-	-	-	-	-	1,500	1,613	1,733
<i>Storm water</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		7,500	-	-	-	-	-	-	-	7,500	8,063	8,667
<i>Generation</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Transmission &amp; Reticulation</i>		7,500	-	-	-	-	-	-	-	7,500	8,063	8,667
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
<i>Dams &amp; Reservoirs</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Water purification</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		2,520	-	-	-	-	-	-	-	2,520	2,709	2,912
<i>Reticulation</i>		2,520	-	-	-	-	-	-	-	2,520	2,709	2,912
<i>Sewerage purification</i>		-	-	-	-	-	-	-	-	-	-	-

Infrastructure - Other		2,503	-	-	-	-	-	-	-	2,503	2,691	2,893
<i>Refuse</i>		-							-	-	-	-
<i>Transportation</i>	2	2,503							-	2,503	2,691	2,893
<i>Gas</i>		-							-	-	-	-
<i>Other</i>	3	-							-	-	-	-
<b><u>Community</u></b>		<b>1,500</b>	-	-	-	-	-	-	-	<b>1,500</b>	<b>1,613</b>	<b>1,733</b>
Parks & gardens									-	-	-	-
Sports Fields & stadia									-	-	-	-
Swimming pools									-	-	-	-
Community halls									-	-	-	-
Libraries									-	-	-	-
Recreational facilities									-	-	-	-
Fire, safety & emergency		1,500							-	1,500	1,613	1,733
Security and policing									-	-	-	-
Buses									-	-	-	-
Clinics									-	-	-	-
Museums & Art Galleries									-	-	-	-
Cemeteries									-	-	-	-
Social rental housing									-	-	-	-
Other									-	-	-	-
<b><u>Heritage assets</u></b>		-	-	-	-	-	-	-	-	-	-	-
Buildings									-	-	-	-
Other									-	-	-	-
<b><u>Investment properties</u></b>		-	-	-	-	-	-	-	-	-	-	-
Housing development									-	-	-	-
Other									-	-	-	-



									-			
<b>Other assets</b>		4,150	-	-	-	-	-	-	-	4,150	4,461	4,796
General vehicles		650							-	650	699	751
Specialised vehicles	18	2,100	-	-	-	-	-	-	-	2,100	2,258	2,427
Plant & equipment		1,400							-	1,400	1,505	1,618
Computers - hardware/equipment									-	-	-	-
Furniture and other office equipment									-	-	-	-
Abattoirs									-	-	-	-
Markets									-	-	-	-
Civic Land and Buildings									-	-	-	-
Other Buildings									-	-	-	-
Other Land									-	-	-	-
Surplus Assets - (Investment or Inventory)									-	-	-	-
<b>Biological assets</b>									-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>									-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-	-	-
Other (list sub-class)									-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets to be adjusted</b>									-	-	-	-
	1	19,673	-	-	-	-	-	-	-	19,673	21,148	22,735
<b>Specialised vehicles</b>												
Refuse	18	2,100	-	-	-	-	-	-	-	2,100	2,258	2,427
Fire		2,100							-	2,100	2,258	2,427
Conservancy									-	-	-	-
Ambulances									-	-	-	-
									-	-	-	-

## 6.21. Adjustments on Expenditure on Repairs and Maintenance

Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class -

Description	Ref	Budget Year 2011/12									Budget Year +1 2012/13	Budget Year +2 2013/14
		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												
<u>Repairs and maintenance expenditure by Asset Class/Sub-class</u>												
-												
<b>Infrastructure</b>		12,295	-	-	-	-	-	3,000	3,000	15,295	16,442	17,675
Infrastructure - Road transport		9,795	-	-	-	-	-	-	-	9,795	10,530	11,319
<i>Roads, Pavements &amp; Bridges</i>		8,245								8,245	8,863	9,528
<i>Storm water</i>		1,550								1,550	1,666	1,791
Infrastructure - Electricity		2,500	-	-	-	-	-	3,000	3,000	5,500	5,913	6,356
<i>Generation</i>		-								-	-	-
<i>Transmission &amp; Reticulation</i>		-								-	-	-
<i>Street Lighting</i>		2,500						3,000	3,000	5,500	5,913	6,356
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
<i>Dams &amp; Reservoirs</i>		-								-	-	-
<i>Water purification</i>		-								-	-	-
<i>Reticulation</i>		-								-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-								-	-	-
<i>Sewerage purification</i>		-								-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
<i>Refuse</i>		-								-	-	-
<i>Transportation</i>	2	-								-	-	-
<i>Gas</i>		-								-	-	-
<i>Other</i>	3	-								-	-	-
<b>Community</b>		11,560	-	-	-	-	-	(3,000)	(3,000)	8,560	9,202	9,892
Parks & gardens		560								560	602	647
Sports Fields & stadia		1,500								1,500	1,613	1,733
Swimming pools		-								-	-	-

Community halls		2,500							-	2,500	2,688	2,889
Libraries		2,500							-	2,500	2,688	2,889
Recreational facilities		-							-	-	-	-
Fire, safety & emergency		1,500							-	1,500	1,613	1,733
Security and policing		-							-	-	-	-
Buses		-							-	-	-	-
Clinics		-							-	-	-	-
Museums & Art Galleries		-							-	-	-	-
Cemeteries		3,000					(3,000)	(3,000)	-	-	-	-
Social rental housing		-							-	-	-	-
Other		-							-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-	-	-
Buildings		-							-	-	-	-
Other		-							-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-	-	-
Housing development		-							-	-	-	-
Other		-							-	-	-	-
<b>Other assets</b>		6,900	-	-	-	-	-	-	-	6,900	7,418	7,974
General vehicles		3,300							-	3,300	3,548	3,814
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment		2,500							-	2,500	2,688	2,889
Computers - hardware/equipment		-							-	-	-	-
Furniture and other office equipment		1,100							-	1,100	1,183	1,271
Abattoirs		-							-	-	-	-
Markets		-							-	-	-	-
Civic Land and Buildings		-							-	-	-	-
Other Buildings		-							-	-	-	-
Other Land		-							-	-	-	-
Surplus Assets - (Investment or Inventory)		-							-	-	-	-
Other		-							-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>									-	-		

<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>												
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming												
Other (list sub-class)												
<b>Total Repairs and Maintenance Expenditure to be adjusted</b>	1	30,755	-	-	-	-	-	-	-	30,755	33,062	35,541

<b>Specialised vehicles</b>	18	-	-	-	-	-	-	-	-	-	-	-
Refuse												
Fire												
Conservancy												
Ambulances												

## 6.21. List of Capital Programmes and Projects affected by Adjustment Budget

### MIG PROJECTS WERE NOT AFFECTED BY ADJUSTMENT BUDGET

MIG Projects	R
Namakgale Street paving _ Phase 4 (Multi-yr from 10/11)	R4,800,000
Thepe Trust Bridge_ (Multi-year from 10/11 to 2012)	R2,250,000
Majeje Subsoil drainage system_(Multi-yr from 10/11)	R2,500,000
Matiko-Xikaya street paving_ Phase 1	R 300,000
Kurhula street paving_ Phase 1	R1,400,000
Selwane streets paving _ Phase 1	R1,700,000
PHB Upgrading of Taxi Rank facilities _ (Multi-yr) _Unregistered	R 121,597
PHB taxi Rank Overhead walkway bridge_ (Multi-yr)_ Unregistered	R 200,000
Lulekani Hlekani street, Kerbing at Amazon_ Phase 4 _Unregistered	R4,500,000
Ba-Phalaborwa High mast light and energy savings _ Unregistered	R3,000,000
<b>TOTAL ALLOCATION</b>	<b>R17 129 000</b>

## **NDPG Projects**

No project has been approved by the NDPG unit so far, allocation for 2011/12 is R10million.

Correction R1 000 000

Development of business plan

The project highlighted below was earmarked to be implemented through NDPG

- Beautification of Lulekani R5m adjusted R0
- Beautification of Namakgale R5m adjusted R0

## INTERNAL FUNDING PROJECTS AFFECTED BY ADJUSTMENT

The project listed below are funded from internal sources of revenue	Original	Adjusted
• Integrated financial management system	R2,500,000	R2,50 0,000
• Namakgale storm water drainage	R3,000,000	R3,000,000
• Lulekani - Cemetery establishment	R2,000,000	R0
• Namakgale - Cemetery fencing	R1,000,000	R0
• Truck - Mobile water tanker	R500,000	R500,000
• Truck - Honey sucker	R500,000	R500,000
• Maintenance & refurbishment of overhead lines - PHB	R1,400,000	R1,400,00
• Truck - Street lights maintenance: Cherry picker	R500,000	R500,000
• Maintenance of selati substation - PHB	R600,000	R600,000
• Street rehabilitation - PHB	R1,500,000	R1,500,000
• Namakgale RDP - Electricity reticulation	R1,072,000	R1,072,000
• Selati refurbishment_ Electricity	R0	R3,000,000
<b>TOTAL OWN BUDGET FUNDING</b>	<b>R14, 572,000</b>	<b>R14, 572,000</b>

Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget -

Municipal Vote/Capital project  R thousand	Program/Project description	Project number	IDP Goal Code 3.	Asset Class 4.	Asset Sub-Class 4.	Medium Term Revenue and Expenditure Framework					
						Budget Year 2011/12		Budget Year +1 2012/13		Budget Year +2 2013/14	
						Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
Parent municipality:											
<i>Community and Social Services</i>	Cemetery Establishment			<i>Community Assets</i>	<i>Cemeteries</i>	2,000	-	2,200	-	2,420	-
<i>Community and Social Services</i>	Cemetery Fencing			<i>Community Assets</i>	<i>Cemeteries</i>	1,000	-	1,100	-	1,210	-
Technical Services	Electrification			<i>Electricity Infrastructure</i>	<i>Transmission and Reticulation</i>	-	3,000	-	-	-	-
Entities:											
<i>List all capital programs/projects grouped by Municipal Entity</i>											
<i>Entity Name</i>											
<i>Project name</i>											



## 6.

### OVERVIEW OF ADJUSTMENT BUDGET ASSUMPTIONS

The adjustment budget prioritised service delivery programmes in line with current challenges we are facing as a municipality such electricity infrastructure and dilapidated roads infrastructure.

*The following decisions were made to determine how the approved budget can be adjusted down or upwards and still take into account service delivery issues:*

- Allocation for capital programmes which were not implemented by 31st December 2011 should be revised downwards including NDPG allocation, where correction should be made in terms of Division of revenue allocation to R1million instead of R10 million.
- Priority ought to be given to human resources acquisition on critical posts before the end of the financial year.
- Approval for overtime work will be for service delivery votes only.
- Licensing department should maximise revenue mechanism to fund its budget
- Traffic department should collect all monies due from issued traffic fines and mechanism or strategies to revisit on how to collect all monies due to Council.
- Collection of electricity revenue should be prioritised in Phalaborwa town
- Enforcement of full credit control policy on all township to be implemented without compromise

*In line with the provisions of Section 28 of MFMA, the following errors are submitted for correction as part of adjustment budget:*

- R1 million NDPG grant was erroneously been captured as R10 million (R1 million direct allocation. The figure should be corrected in the adjustment budget to reconcile back to Division of Revenue.
- Cemetery fencing in Namakgale and Lulekani: The amount as per the approved budget was R3 million, the funds need to be redirected to Electricity infrastructure based on the challenges faced during December 2011 and January 2012. The project must be implemented before the end of the financial year. The projects affected need to be re-prioritised on the 2012/13 budget.
- An amount of R850 thousands from Development Bank of Southern Africa to assist the municipality to deal with Grap framework requirements has already been received, as such; the funds need to be included on the adjustment budget.
- An error of omission occurred during annual budget preparations on Municipal System Improvement Grant, an allocation of R790 thousands as per Division of Revenue was erroneously captured as R750 thousands.

## 7. OVERVIEW OF ADJUSTMENT BUDGET FUNDING

### 7.1.1 Tariff schedule

The tariff schedule for 2011/12 on all services remains unchanged.

### 7.1.2 Investments

The municipality has no investment held except the Guaranteed held with ABSA for R88,000.

### 7.1.3 Government Grant and Subsidies allocation

Standard Item	Current Year	Movement	Proposed Adjustment Budget	Projections	
				2012/13	2013/14
	R	R	R	R	R
Financial management grant	1,250,000	-	1,250,000	1,500,000	1,500,000
MSIG	750,000	400,000	790,000	800,000	900,000
Municipal infrastructure grant	17,129,000	-	17,129,000	20,778,000	21,918,000
NDPG	10,000,000	-9,000,000	1,000,000	6,000,000	10,000,000
Equitable Shares	53,751,000	-	53,751,000	61,461,000	66,094,000
Integrated National Electrification	4,000,000	-	4,000,000	4,000,000	2,000,000
Provincial Grant - Excess Employees	2,667,000	-	2,667,000	-	-
DBSA Grant	-	850,000	850,000	-	-
EPWP	536,000	-	536,000	1,000,000.00	
<b>Total Grants and Subsidies</b>	<b>90,083,000</b>	<b>-7,750,000</b>	<b>81,973,000</b>	<b>95,539,000</b>	<b>102,412,000</b>

The table above shows revisions made by National Government to the main conditional grant funding and subsidies. The main allocation was R90 million and reduced to R81.9 million due to the corrections made on the original budget.

The NDPG has been decreased by R9 million. Roll-over of funds as at 30 June 2010 amounted to R5.3 million for MIG.

DBSA has made additional funding of R850, 000 available which assisted to procure for the service provider to assist with AFS and Unbundling of Assets.

The table above indicates or highlights grants made to the municipality by National, Provincial and Other stake financing institutions

## 8. COUNCILLORS REMUNERATIONS AND ALLOWANCES

### 9.1.1 Disclosure on Councillors remunerations and allowances

Position	Adjusted 2011/12	Projected 2012/13	Projected 2013/14
	R	R	R
Mayor (Full -time)	630,735.00	678,040.13	728,893.13
Speaker (Full- time)	508,356.00	546,482.70	587,468.90
Chief Whip (Full - time)	477,761.00	513,593.08	552,112.56
Executive Committee Members	2,012,142.00	2,163,052.65	2,325,281.60
Other Councillors (Part - time)	5,273,559.00	5,669,075.93	6,094,256.62
<b>TOTAL</b>	<b>8,902,553.00</b>	<b>9,570,244.48</b>	<b>10,288,012.81</b>

- It must be note that packages are inclusive of cell phone allowances and travelling allowances.

**9.1.2 Disclosure on Section 57 Managers remunerations**

Table below illustrates Section 57 manager’s remunerations

<b>Position</b>	<b>Current Year 2011/12</b>	<b>Projected 2012/13</b>	<b>Projected 2013/14</b>
<i>Municipal Manager</i>	1,263,593	1,358,363	1,460,240
<i>Chief Financial Officer</i>	874,980	940,604	1,011,149
<i>Director Technical Services</i>	865,614	930,535	1,000,325
<i>Director Corporate Services</i>	778,510	836,898	899,665
<i>Director Planning and Development</i>	778,510	836,898	899,665
<i>Director Community Services</i>	778,510	836,898	899,665
<b>TOTAL</b>	<b>5,339,717</b>	<b>5,740,195</b>	<b>6,170,710</b>

*It must be noted that the Municipal Manager and Technical Directors remuneration excludes cell phone allowances as an additional to the packages. The other Directors are receiving R18000 per annum for cell phone allowance and are included on their packages.*

9.

**REVISED SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**

- The SDBIP will be attached once finalised and approved.

## 10.

### LEGISLATION COMPLIANCE STATUS

#### 10.1.1 Compliance to Municipal Finance Management Act (MFMA, 56 of 2003)

The MFMA came into effect on 01 July 2004. This legislation provides for significant changes in the way municipalities in South Africa manage their financial affairs. The legislation not only deals with Financial Management issues but also with general management issues.

In terms of the implementation, the municipality has been classified as medium capacity hence now the new revised demarcation takes the municipality back to medium capacity status thereof is level 03 rather NOT a level 04 local municipalities. The municipality has full operational Budget and Treasury office *without* full complement of finance staff.

# 11.

## MUNICIPAL MANAGER'S QUALITY

### QUALITY CERTIFICATE

I **Setimela Simpson Sebashe**, Acting Municipal Manager of **BA-PHALABORWA LOCAL MUNICIPALITY (LIM334)** hereby certify that the adjustment budget and its supporting documentation have been prepared in accordance with the Municipal Finance Management act and the regulations made under the Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the Municipality.

**Print Name**

\_\_\_\_\_

**Municipal Manager of**

\_\_\_\_\_ **LIM334**

**Signature**

\_\_\_\_\_

**Date**

\_\_\_\_\_