



**Lukhanji Municipality  
BUDGET STRATEGY AND  
EXPENDITURE FRAMEWORK**

**FOR**

**2013/14 – 2015/16**

**ADOPTED 10 APRIL 2013**

## Quality Certificate

I, G.S. BROWN, Municipal Manager of Lukhanji Municipality, hereby certify that the Draft Budget and Supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the Draft Budget and Supporting documentation are consistent with the Integrated Development Plan of the municipality.


G.S. BROWN

Municipal Manager

Lukhanji Municipality EC 134

Signature

Date

  
12/04/13

# Lukhanji Adopted Draft Budget

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## **2. Mayor's Report**

The Municipality through the State of the Municipal Address in June 2012 adopted the Integrated Development Plan 2012-2017 and the Medium Term Revenue and Expenditure Framework 2012-2015. These strategic documents have been implemented and to date, the Municipality has started its reviews as per Municipal Systems Act and the Municipal Finance Management Act prescripts.

In the Council meeting of the 10<sup>th</sup> April 2013 the Reviewed Integrated Development Plan 2013-2014 and the Reviewed Medium Term Revenue and Expenditure Framework 2013-2016 were approved. This will be preceded by a process of public participation and community engagement to ensure that all stakeholders make an input before the final documents are approved for implementation.

These documents have taken note of all the forecasts and the objectives and strategies adopted seek to respond to all the challenges faced by the Municipality. Critically during this process will be to ensure that there is integrated planning with other spheres of government and stakeholders so that we realise the integration process that must culminate into improved service delivery. Acknowledging that the needs will always be limitless with limited resources to fulfil them, we are to engage in a rigorous process of seeking alternative funding for resource mobilisation.

We also are proposing some increases in our rates and tariffs as part of our funding of the Municipal programs. The following are the proposed tariffs that will be discussed with all relevant stakeholders before the final proposals are presented to Council for approval;

- Electricity – 8% increase
- Rates – 10% increase
- Refuse Collection 7 % increase
- Water and Sanitation 6 % increase

## **Lukhanji Adopted Draft Budget**

Our mainstream funding flow from the National Treasury in a form of Equitable Share and some conditional grants and what becomes critical is to ensure that they are spent 100% in each financial year.

The Municipality is engaged in a process of consolidating its indigent register so that we are able to intervene decisively and provide the free basic services to our people who cannot afford to pay. This process will also ensure that our interventions make the desired impact. Our Municipality is growing through many investments that have emerged and our financial policies more especially the debt and credit control policies need to be implemented to the latter to ensure that the Municipality remains financially viable.

The governance structures should assist by employing developmental mechanisms to ensure accountability of all the resources of the Municipality and help to improve the Audit Outcomes which is the critical sign of good governance.

We owe all the above to the citizenry of Lukhanji who are the primary beneficiaries of everything that is done by Council. At all intervals, we will engage our communities and improve our accountability standards as we move forward.



**CLLR M GWANTSHU**  
**EXECUTIVE MAYOR**

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## 3. Budget Related Resolutions

1. Council resolves that the final annual budget of the municipality for the financial year 2013/14 and indicative for the two projected outer years 2014/15 and 2015/16 be adopted as set-out in the following tables:

- 1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) **Table A2.**
- 1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) **Table A3.**
- 1.3. Budgeted Financial Performance (revenue and expenditure by source) **Table A4.**
- 1.4. Budgeted Capital Expenditure by vote, standard classification and funding **Table A5.**
- 1.5. Budgeted Financial Position **Table A6.**
- 1.6. Budgeted Cash Flows **Table A7.**
- 1.7. Cash Backed Reserves/accumulated surplus Reconciliation **Table A8.**
- 1.8. Asset Management **Table A9.**
- 1.9. Basic Service Delivery **Table A10.**
2. Council resolves that property rates and any other municipal taxes reflected in **appendix A** are imposed for the budget year.
2. Electricity tariffs be imposed at 8.0% approved by Nersa for bulk purchases with effect 1 July 2013.
3. Council resolves that tariffs and charges reflected in **appendix A** are approved for the budget year.
  - 3.1 Council resolves that the Electricity tariffs for non-indigent consumers be approved with 8.0% with effect 1 July 2013.
  - 3.2 Council resolves that the monthly electricity tariffs for registered indigents for the financial year be approved as follows:

First 50 Kw	Free
In excess of 51Kw	Increase of 8.0%
4. Council resolves that the measurable performance objectives for revenue from each source reflected in **table 10** are approved for the budget year.
5. Council resolves that the measurable performance objectives for each vote reflected in **section 17** are approved for the budget year 2012/13.



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6. Council resolves to adopt the amended Integrated Development Plan as submitted.
7. That the **7.0%** provided for salary increases for employees is maintained.
8. That indigent income levels are set at the following:

Destitute indigent	R 1550
Indigent	R 2520

# Lukhanji Adopted Draft Budget

## The Budget

### 4 Executive Summary

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The Municipal Finance Management Act (MFMA) and the related Circulars that have been distributed by the National Treasury require that the Mayor table a three year medium term budget strategy and expenditure framework to the Lukhanji Municipal Council by the end of March for the financial year beginning July 1,2013 and ending June 30,2014.

The tabled budget is to be taken out to the public for consultation and then with all revisions be brought back to the entire municipal council for approval before the beginning of the new financial year as required in the MFMA. This final budget to be brought back to council will incorporate any of the submissions and changes that are deemed required by the Mayor.

Most of the requirements of the MFMA concerning the budget content and documentation are in place for this budget process and were incorporated into this budget document. Major requirements of the MFMA include: 1) the budget must set out 'realistically anticipated revenues' for the year by each revenue source; 2) the budget must be generally divided between capital and operating expenditures and each must be set out by 'vote'; 3) expenditures can only be funded by 'realistic' revenues, surplus cash carried forward and not committed to any other expenditure or borrowed funds (borrowed funds can only be used to fund capital projects). There are many other format requirements for the budget that are too numerous to mention here, however, a complete listing can be found in section 17 of the MFMA.

The preparation of this budget document evolved the making of critical policy decisions and key strategies and policy directions that were given by the Mayoral Committee over the past months. In August of 2012 the Mayoral committee approved a set of assumptions and forecasts that were then used to prepare 'baseline' budgets. These 'baseline' budgets formed the basis for operating budget discussions and these were given to the Directors to review and revise within given guidelines. These revised baseline budgets returned by the directors then formed the basis for the draft budget that was built upon the key assumptions and decisions (*see section 10 for a discussion of budget assumptions*).

The budget and financial policies used to develop this budget are focused on making Lukhanji financially sustainable in the long run. One of the biggest challenges facing the municipality in the near future is maintaining an operating year end cash balance to allow for positive operating cash flows and unexpected contingencies. We must not only have sufficient cash available to pay all the creditors that we owe as required by the MFMA but also to allow for a cash reserve to even out sporadic cash flows during the operating year. We have worked diligently toward this goal over the past few years and have finally reached the point where we anticipate beginning the next financial year with enough cash to pay our creditors and still maintain some level of cash reserves.

As presented, the Budget for 2013/14 balances expenditures with revenues and available cash balances as required by the MFMA. In addition, we anticipate moving toward our goal of maintaining an operating cash reserve of 30 days.

**Operational Revenues** are anticipated to reach **R536.0Million** (including currently known grants received for operational expenditures); **operational expenditures** funded from cash carry forwards and operating revenues are proposed at **R536.0 Million**.

# Lukhanji Adopted Draft Budget

**The Capital Budget** is funded from a blend of conditional grants, proposed borrowings and cash carried forward from prior years. Capital expenditures for 2013/14 are estimated to total **R47 Million** for a variety of projects and purchases.

In preparing the budget many issues emerged that had to be taken into account. Several assumptions were utilized to produce estimates and forecasts. In addition, many policy decisions were incorporated into this budget document. The following list attempts to give the most significant of these.

## **Operating Revenues**

- Revenues are shown on a 'billed' (or accrual) basis where applicable. In many cases revenue billed is much higher than cash actually collected on that billing. An offsetting bad debt expense is also included for each billed revenue vote. This expense must be considered in any revenue discussion. **Allocations for bad debt** include the following amounts.
  - Electricity 33.8 million
  - Rates 1.3 million
  - Refuse Collection 14.4 million
  - Water 15.5 million
  - Sanitation 14.7 million
  
- **Rates and tariffs** in most cases contain proposed increases. A detailed listing and explanation of these is included in this document (see appendix A). To summarize these recommended increases:
  - Electricity 8.0% increase
  - Rates 10.0% increase
  - Refuse Collection 7.0% increase
  - Water & Sanitation 6.0% increase
  
- The **Equitable Share** Allocation from the National Treasury is **R112,655,000** which is up from the current budget of R109,210,000.
  
- The operating budget anticipates an agency **payment from the Chris Hani District Municipality** for providing the water and sanitation service of **R42,574 in the Lukhanji Municipal Area**. This amount is based on the model we have used for the past three years.

# Lukhanji Adopted Draft Budget

## Operating Expenditures

- **Employee salaries** and related expenses are increased by the level indicated by correspondence from SALGA. This amount to a **7.0% increase in 2012/13**. Council salaries are also budgeted to increase this same amount. Not all positions are budgeted to be filled for the 2013/14 year except the IDP/LED Director. In Rand terms the salary and allowance related budget increased by almost R13.8 Million over the adjusted budget in the current 2012/13 budget.
- **Electricity bulk purchases** are anticipated to **increase by 8.0%** for next year.
- All costs related to our current **DBSA loan** and the repayment for **past fleet purchases** are fully funded in this budget
- An amount of **R4,807,0000** has been allocated in the operating budget for normal street maintenance and repairs material
- **No amount** is included in the operating budget for the purchase of small equipment and machinery.

## Capital Budget

The capital budget reflected in this document utilizes actually anticipated revenues, cash forward and borrowings to fund the budgeted expenditures of **R47.0 million**. Major items include the allocation of **R34.0 Million** in conditional capital grants allocated to the municipality and **R12.5 Million** to be funded from surplus cash reserves. No External loan is included in this budget.

## Conclusion

The budget as presented in this document meets the requirements of the MFMA and is presented to Council for consideration and review.

As with any such endeavour, preparation of this document required the participation and time of many individuals. Appreciation and thanks are expressed to all those involved in making this possible.

The table and charts below show the percentage makeup of the revenue and expenditures for the 2013/14 Lukhanji Budget.

## Lukhanji Adopted Draft Budget

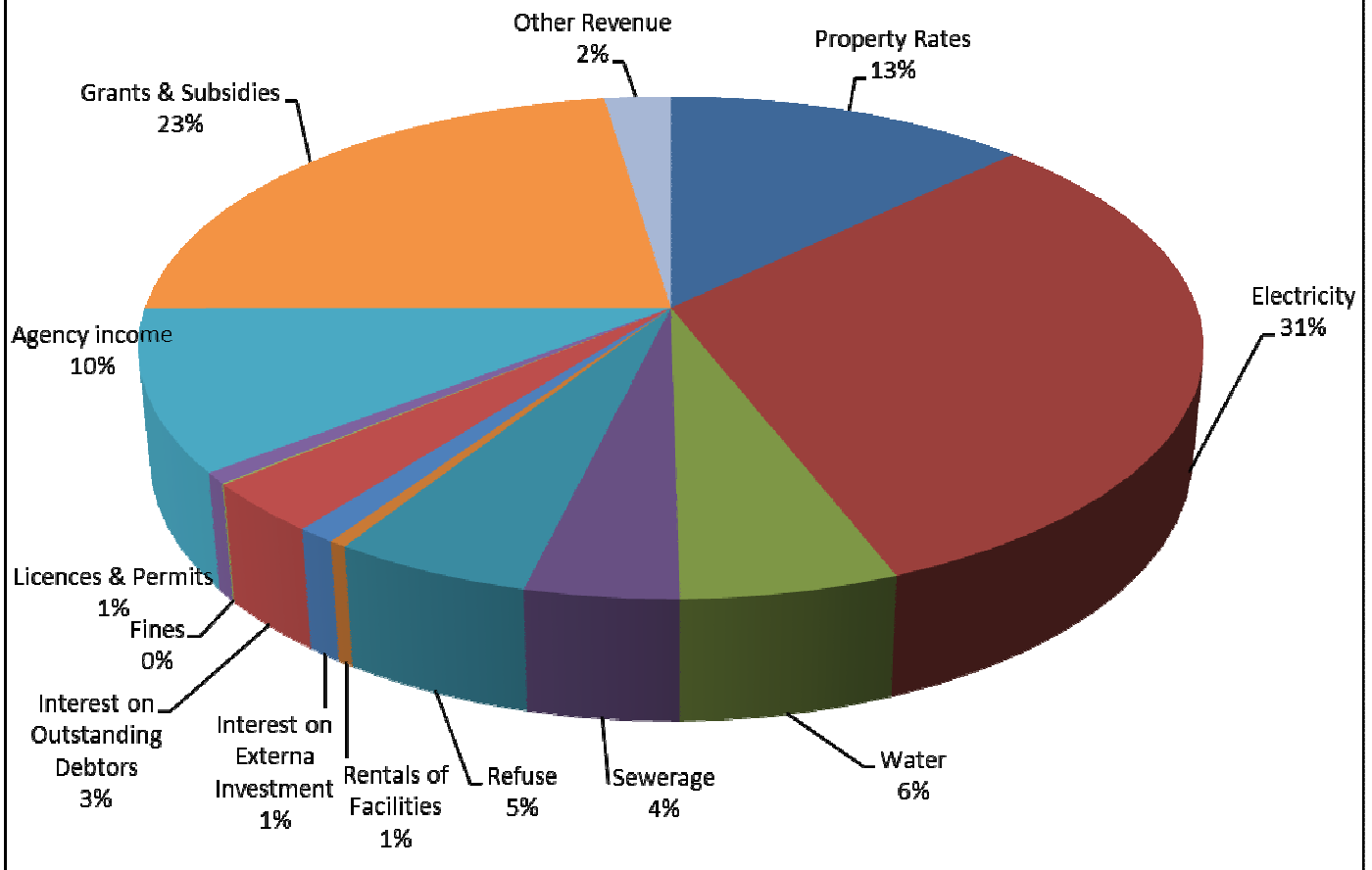
<u>Revenues</u>			
<b>Operating Budget Revenues (000's)</b>		<b>Capital Budget Revenues (000's)</b>	
Assessment Rates	68 611	Own Funds	12 500
Fines	347	Municipality Infrastructure Grant (MIG)	34 537
Electricity Tariffs	167 501		
Interest on Debtors	17 655		
Interest on Ext Investment	5 460		
Water Tariffs	30 706		
Sewer Tariffs	20 610		
Refuse Tariffs	27 986		
Gov't Grants and Subsidy:	118 911		
Equitable Share	112 656		
Operational Grants: FMG	1 550		
: MSIG	890		
: EPWP	1 515		
Graduate Dev't Prog	2 300		
<b>Agency Fees:</b>	<b>46 714</b>		
Water and Sewer	42 574		
Libraries	4 140		
Gain on Sale of Property			
Other Revenues	31 555		
<b>Total Operating Revenue</b>	<b>536 056</b>	<b>Total Capital Revenue</b>	<b>47 037</b>

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<b><u>Expenditures</u></b>			
<b>Operating Budget Revenues (000's)</b>		<b>Capital Budget Expenditures (000's)</b>	
Salaries, Wages, Allowances & related costs	160 613	Roads, Pavements, Bridges and Stormwater	23 807
Electricity Bulk Purchases	161 897	Cemetries	3 600
General Expenses	72 763	Community Lighting	2 900
Repairs and Maintenance	20 995	Community Halls	9 600
Repayment on Municipal Debt	1 695	Sportfields	4 773
Provision for Bad Debts:		LED Facilities	1 727
Assessment Rates	1 300	Retention (Various Projects)	630
Debtor Interest	0		
Electricity	33 789		
Water	15 451		
Refuse	14 362		
Sewer	14 704		
	<b>79 606</b>		
Operational Grants (see detail list)	4 740		
Municipal Services Charges	1 307		
WSSA Management Contract	32 440		
<b>Total Operating Budget Expenditures</b>	<b>536 056</b>	<b>Total Capital Expenditures</b>	<b>47 037</b>

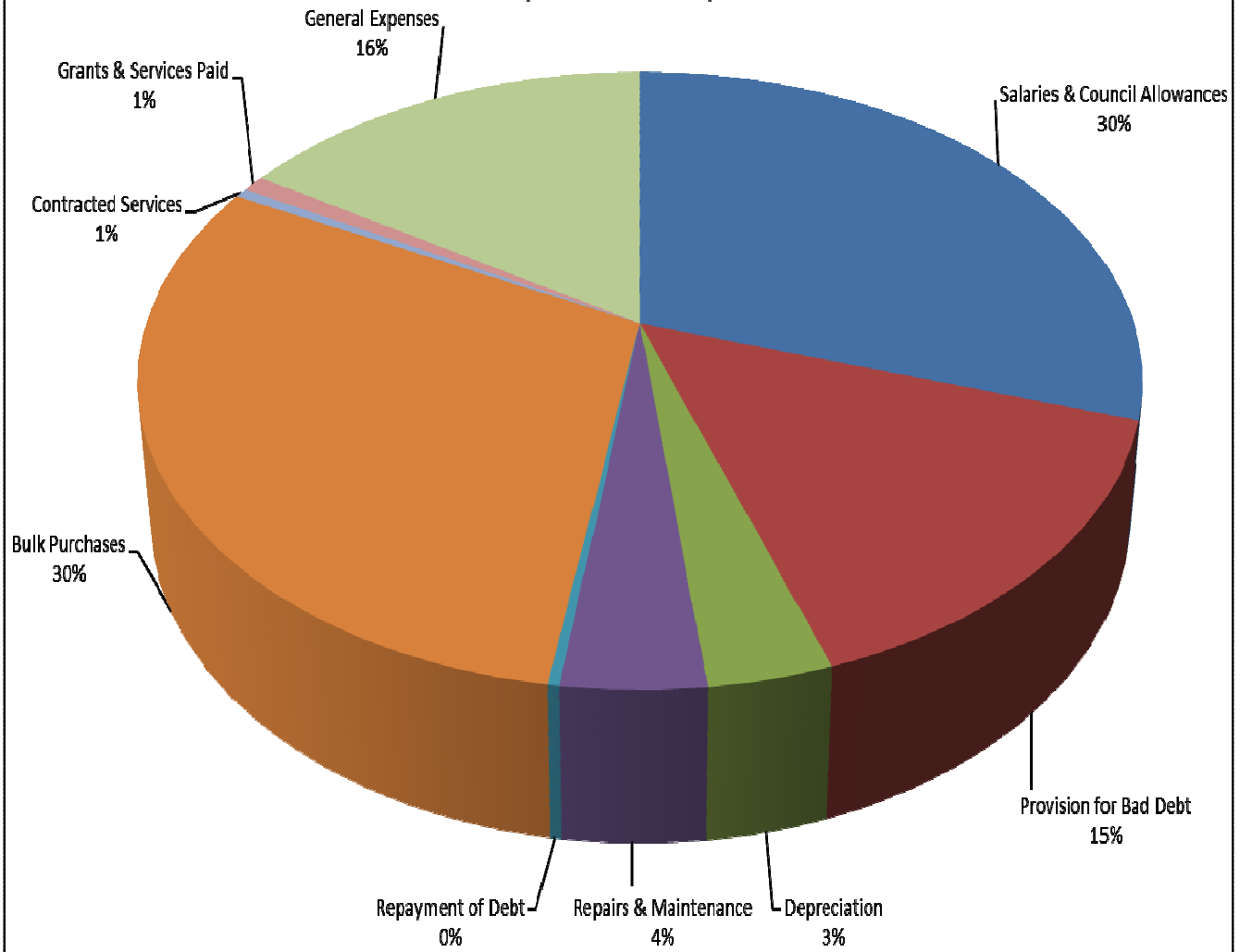
# Lukhanji Adopted Draft Budget

## How the Total Operating Revenue Budget is Funded (R536 million)



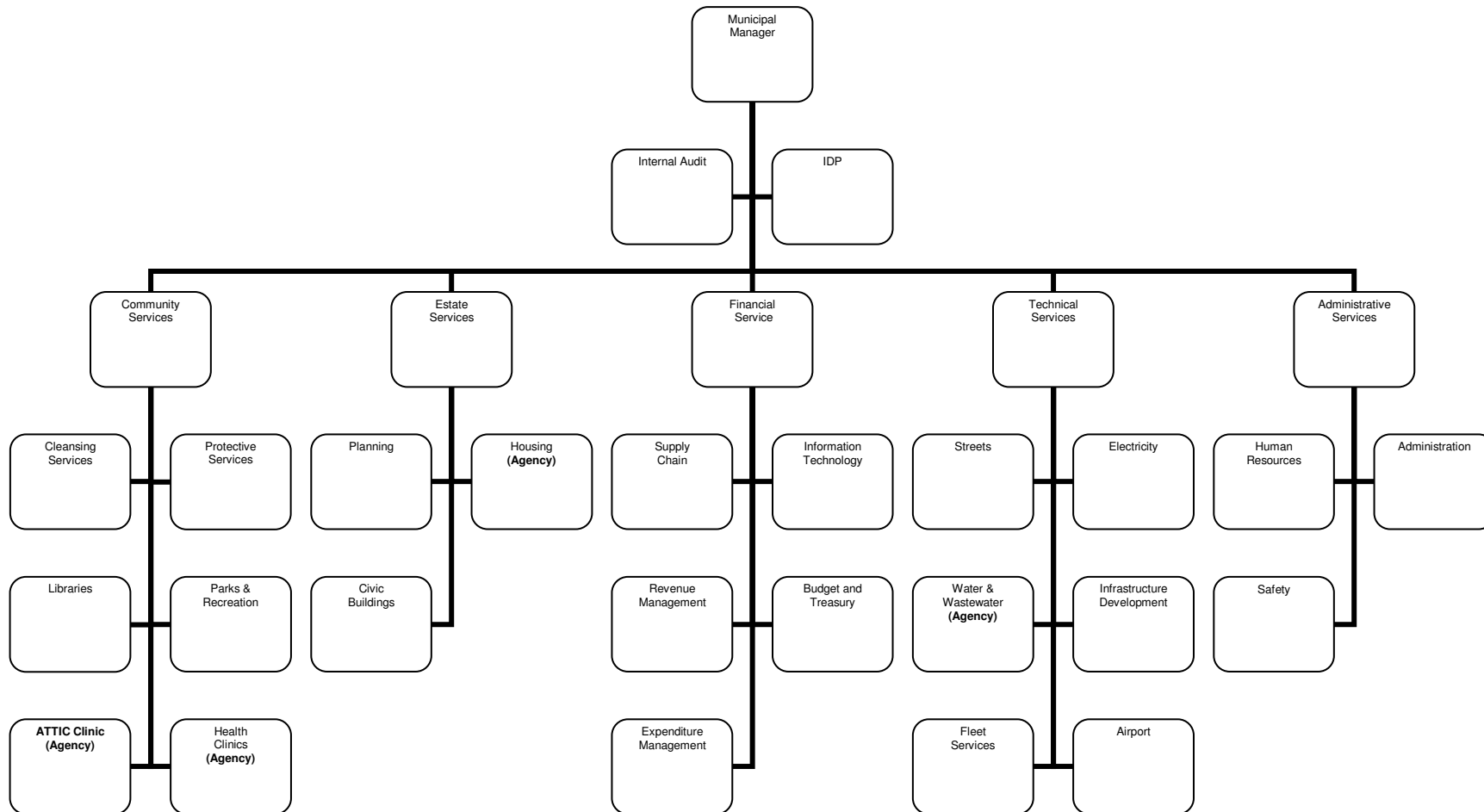
# Lukhanji Adopted Draft Budget

## How the Total budget Operating Expenditure is Allocated (R536 million)





# Lukhanji Adopted Draft Budget



## **Lukhanji Adopted Draft Budget**

### **5 Annual Budget Tables (Operating & Capital)**

These budget schedules are to be approved by resolution of Council and are contained in the following pages:

- 5.1 - Table A1 - Budget Summary**
- 5.2 - Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)**
- 5.3 - Table A3 - Budgeted Financial Performance (revenue and Expenditure by municipal vote)**
- 5.4 - Table A4 - Budgeted Financial Performance (revenue and Expenditure)**
- 5.5 - Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding**
- 5.6 - Table A6 - Budgeted Financial Position**
- 5.7 - Table A7 - Budgeted Cash Flows**
- 5.8 - Table A8 - Cash Backed reserves/accumulated surplus Reconciliation**
- 5.9 - Table A9 - Asset management**
- 5.10 - Table A10 - Basic Service Delivery**

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EC134 Lukhanji - Table A1 Consolidated Budget Summary

Description	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousands</b>										
<b>Financial Performance</b>										
Property rates	33,440	39,334	47,815	43,406	62,374	62,374	62,374	68,611	74,100	80,028
Service charges	143,012	170,897	199,911	218,944	225,155	225,155	225,155	247,804	271,584	296,926
Investment revenue	6,721	5,202	7,853	5,200	5,200	5,200	5,200	5,460	5,460	5,460
Transfers recognised - operational	124,997	125,368	119,086	123,160	122,942	122,942	122,942	121,536	137,985	137,491
Other own revenue	77,976	78,621	76,015	95,960	91,898	91,898	91,898	92,645	94,209	96,532
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>386,145</b>	<b>419,423</b>	<b>450,680</b>	<b>486,671</b>	<b>507,569</b>	<b>507,569</b>	<b>507,569</b>	<b>536,056</b>	<b>583,339</b>	<b>616,437</b>
Employee costs	88,261	98,336	100,915	120,225	128,256	128,256	128,256	141,819	148,345	155,407
Remuneration of councillors	13,901	15,242	17,918	17,919	17,918	17,918	17,918	18,795	19,569	20,382
Depreciation & asset impairment	9,285	15,309	15,763	-	15,763	15,763	15,763	18,263	18,263	18,263
Finance charges	1,522	876	4,126	4,791	4,815	4,815	4,815	1,293	964	5,597
Materials and bulk purchases	81,414	103,726	117,979	166,408	179,541	179,541	179,541	161,897	183,731	204,513
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	155,913	147,934	154,501	175,584	161,264	161,264	161,264	193,990	207,930	210,649
<b>Total Expenditure</b>	<b>350,295</b>	<b>381,423</b>	<b>411,201</b>	<b>484,927</b>	<b>507,557</b>	<b>507,557</b>	<b>507,557</b>	<b>536,056</b>	<b>578,802</b>	<b>614,812</b>
<b>Surplus/(Deficit)</b>	<b>35,850</b>	<b>37,999</b>	<b>39,479</b>	<b>1,743</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>(0)</b>	<b>4,537</b>	<b>1,625</b>
Transfers recognised - capital	-	-	16,395	37,740	32,121	32,121	32,121	34,537	37,617	40,190
Contributions recognised - capital & contributed a	-	-	-	-	52,564	52,564	52,564	12,500	12,500	12,500
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
<b>Capital expenditure &amp; funds sources</b>										
<b>Capital expenditure</b>	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>36,381</b>	<b>38,800</b>
Transfers recognised - capital	779,716	793,820	23,647	37,741	43,583	43,583	43,583	34,537	37,617	40,190
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	9,978	8,183	-	26,571	-	-	-	-	-	-
Internally generated funds	-	-	-	40,840	41,102	41,102	41,102	12,500	12,500	12,500
<b>Total sources of capital funds</b>	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>50,117</b>	<b>52,690</b>
<b>Financial position</b>										
Total current assets	334,888	355,395	331,111	321,458	331,111	331,111	331,111	244,118	231,891	221,567
Total non current assets	789,694	802,003	817,594	1,044,926	817,594	817,594	817,594	929,582	970,811	1,014,100
Total current liabilities	176,814	146,249	65,907	157,450	65,907	65,907	65,907	50,416	44,767	44,767
Total non current liabilities	82,639	85,257	59,843	89,157	59,843	59,843	78,457	77,571	77,571	77,571
Community wealth/Equity	865,130	925,892	926,104	1,119,777	926,104	926,104	926,104	920,462	920,462	920,462
<b>Cash flows</b>										
Net cash from (used) operating	70,427	30,510	50,556	1,743	0	0	0	44,090	50,767	52,537
Net cash from (used) investing	(29,868)	(12,518)	-	(65,651)	(45,150)	(45,150)	(45,150)	59,537	62,617	65,190
Net cash from (used) financing	(5,903)	(1,022)	(4,126)	22,369	4,202	4,202	4,202	1,352	1,387	1,019
<b>Cash/cash equivalents at the year end</b>	<b>108,029</b>	<b>125,000</b>	<b>171,430</b>	<b>83,461</b>	<b>84,052</b>	<b>84,052</b>	<b>84,052</b>	<b>161,385</b>	<b>276,156</b>	<b>394,902</b>
<b>Cash backing/surplus reconciliation</b>										
Cash and investments available	108,762	125,224	176,729	71,288	176,729	176,729	176,729	162,648	147,327	133,756
Application of cash and investments	4,944	(96,370)	(105,973)	(143,766)	(105,154)	(105,154)	(105,154)	(62,605)	(63,351)	(65,036)
<b>Balance - surplus (shortfall)</b>	<b>103,818</b>	<b>221,595</b>	<b>282,702</b>	<b>215,054</b>	<b>281,883</b>	<b>281,883</b>	<b>281,883</b>	<b>215,253</b>	<b>210,679</b>	<b>198,792</b>
<b>Asset management</b>										
Asset register summary (WDV)	285,586	302,803	302,795	302,803	815,101	815,101	855,434	855,434	855,434	855,434
Depreciation & asset impairment	9,285	15,309	15,763	-	15,763	15,763	18,263	18,263	18,263	18,263
Renewal of Existing Assets	-	-	-	40,935	44,185	44,185	44,185	17,307	21,500	23,000
Repairs and Maintenance	9,052	8,650	-	25,078	21,675	21,675	20,995	20,995	21,176	18,690
<b>Free services</b>										
Cost of Free Basic Services provided	-	31,834	-	36,586	36,586	36,586	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-
<b>Households below minimum service level</b>										
Water:	-	10	-	9	9	9	-	-	-	-
Sanitation/sew erage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	8	8	8	-	-	-	-

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A2 Consolidated Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		149,904	194,515	152,341	159,906	203,510	203,510	184,868	206,785	212,816
Executive and council		83,413	140,987	80,930	97,378	97,334	97,334	97,422	113,342	112,917
Budget and treasury office		65,243	52,555	67,851	60,354	103,910	103,910	85,116	91,097	97,554
Corporate services		1,248	973	3,560	2,175	2,266	2,266	2,330	2,345	2,345
<b>Community and public safety</b>		26,326	21,190	17,385	30,590	27,054	27,054	33,494	29,349	23,458
Community and social services		2,639	1,878	3,862	14,306	10,818	10,818	18,491	12,336	8,436
Sport and recreation		696	210	945	5,334	5,334	5,334	5,214	7,214	5,214
Public safety		14,318	12,637	9,799	10,949	10,901	10,901	9,789	9,798	9,807
Housing		-	-	-	-	-	-	-	-	-
Health		8,673	6,465	2,780	-	-	-	-	-	-
<b>Economic and environmental services</b>		36,857	3,639	24,099	29,567	48,879	48,879	34,852	41,737	46,590
Planning and development		16,218	1,303	3,066	5,655	4,852	4,852	3,921	4,621	4,621
Road transport		20,639	2,335	21,033	23,912	44,028	44,028	30,932	37,117	41,970
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		173,055	200,077	273,248	304,345	312,809	312,809	329,876	355,583	386,260
Electricity		99,663	121,846	154,972	166,589	166,987	166,987	179,425	197,975	221,046
Water		39,593	31,742	64,974	75,660	75,316	75,316	77,257	80,640	84,216
Waste water management		13,319	17,793	18,778	29,171	33,009	33,009	34,432	35,948	37,563
Waste management		20,480	28,696	34,524	32,925	37,496	37,496	38,762	41,020	43,435
<b>Other</b>	4	3	3	3	3	3	-	3	3	3
<b>Total Revenue - Standard</b>	2	386,145	419,423	467,076	524,411	592,255	592,252	583,093	633,457	669,127
<b>Expenditure - Standard</b>										
<b>Governance and administration</b>		47,648	83,762	59,948	50,093	38,973	38,973	84,198	87,090	90,017
Executive and council		27,376	50,281	23,847	25,629	31,640	31,640	46,693	48,235	49,741
Budget and treasury office		16,588	27,964	24,810	20,231	(4,573)	(4,573)	25,702	26,799	27,955
Corporate services		3,684	5,517	11,292	4,232	11,906	11,906	11,804	12,056	12,321
<b>Community and public safety</b>		36,730	43,477	42,502	39,625	45,918	45,917	49,343	51,408	53,620
Community and social services		8,683	9,993	10,739	11,517	12,261	12,260	11,938	12,402	12,930
Sport and recreation		6,555	7,312	8,919	10,069	10,757	10,757	11,632	12,196	12,790
Public safety		13,256	17,245	20,021	18,039	22,900	22,900	25,773	26,810	27,900
Housing		-	-	-	-	-	-	-	-	-
Health		8,237	8,927	2,822	-	-	-	-	-	-
<b>Economic and environmental services</b>		34,129	16,691	28,714	27,726	33,666	33,665	34,484	36,236	37,403
Planning and development		20,383	7,083	10,410	10,930	11,984	11,983	11,966	13,095	13,546
Road transport		13,746	9,608	18,304	16,796	21,682	21,682	22,519	23,141	23,857
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		231,688	237,395	279,945	367,368	388,884	388,884	367,905	403,941	433,638
Electricity		126,693	149,606	152,650	206,148	224,558	224,558	222,446	248,472	273,900
Water		61,768	49,920	67,687	86,803	83,670	83,670	81,764	85,344	89,124
Waste water management		18,497	14,144	26,670	33,336	32,301	32,301	29,997	34,515	33,130
Waste management		24,729	23,725	32,938	41,082	48,355	48,355	33,697	35,609	37,484
<b>Other</b>	4	99	99	92	116	117	117	126	129	134
<b>Total Expenditure - Standard</b>	3	350,295	381,423	411,201	484,928	507,558	507,556	536,056	578,803	614,812
<b>Surplus/(Deficit) for the year</b>		35,850	37,999	55,874	39,484	84,697	84,697	47,037	54,654	54,315

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A3 Consolidated Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue by Vote</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		83,413	140,987	80,930	97,378	97,334	97,334	97,422	113,342	110,917
Vote 2 - FINANCE AND ADMINISTRATION		66,491	53,528	71,411	62,528	106,176	106,176	87,063	93,045	99,501
Vote 3 - PLANNING AND DEVELOPMENT		16,218	1,303	3,066	5,655	4,851	4,851	3,920	4,621	4,621
Vote 4 - HEALTH		8,673	6,465	2,780	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		2,639	1,878	3,862	14,306	10,818	10,818	18,874	12,734	8,834
Vote 6 - COMMUNITY SAFETY		14,318	12,637	9,799	10,949	10,901	10,901	9,790	9,798	9,807
Vote 7 - SPORT AND RECREATION		696	210	945	5,334	5,334	5,334	5,214	7,214	5,214
Vote 8 - WASTE WATER MANAGEMENT		13,319	17,793	18,778	29,171	33,009	33,009	34,432	35,948	37,563
Vote 9 - WASTE MANAGEMENT		20,480	28,696	34,524	32,925	37,496	37,496	38,762	41,020	43,435
Vote 10 - ROADS TRANSPORT		20,639	2,335	21,033	23,912	44,028	44,028	30,932	37,117	41,970
Vote 11 - WATER		39,593	31,742	64,974	75,660	75,316	75,316	77,257	80,640	84,216
Vote 12 - ELECTRICITY		99,663	121,846	154,972	166,589	166,987	166,987	179,425	197,975	221,046
Vote 13 - OTHER		3	3	3	3	3	3	3	3	3
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-
Vote 15 - IPED		-	-	-	-	-	-	-	-	2,000
<b>Total Revenue by Vote</b>	2	<b>386,145</b>	<b>419,423</b>	<b>467,076</b>	<b>524,411</b>	<b>592,254</b>	<b>592,254</b>	<b>583,093</b>	<b>633,457</b>	<b>669,127</b>
<b>Expenditure by Vote to be appropriated</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		27,376	50,281	23,847	22,662	27,616	27,616	44,160	45,622	47,045
Vote 2 - FINANCE AND ADMINISTRATION		20,272	33,481	36,102	24,464	7,334	7,334	37,505	38,854	40,277
Vote 3 - PLANNING AND DEVELOPMENT		20,383	7,083	10,410	10,930	11,983	11,983	11,966	13,095	13,546
Vote 4 - HEALTH		8,237	8,927	2,822	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		8,683	9,993	10,739	11,517	12,261	12,261	11,938	12,402	12,930
Vote 6 - COMMUNITY SAFETY		13,256	17,245	20,021	18,039	22,900	22,900	25,773	26,810	27,900
Vote 7 - SPORT AND RECREATION		6,555	7,312	8,919	10,069	10,757	10,757	11,632	12,196	12,790
Vote 8 - WASTE WATER MANAGEMENT		18,497	14,144	26,670	33,336	32,301	32,301	29,997	34,515	33,130
Vote 9 - WASTE MANAGEMENT		24,729	23,725	32,938	41,082	48,355	48,355	33,697	35,609	37,484
Vote 10 - ROADS TRANSPORT		13,746	9,608	18,304	16,796	21,682	21,682	22,519	23,141	23,857
Vote 11 - WATER		61,768	49,920	67,687	86,803	83,670	83,670	81,764	85,344	89,124
Vote 12 - ELECTRICITY		126,693	149,606	152,650	206,148	224,558	224,558	222,446	248,472	273,900
Vote 13 - OTHER		99	99	92	116	117	117	126	129	134
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-
Vote 15 - IPED		-	-	-	2,967	4,024	4,024	2,534	2,613	2,696
<b>Total Expenditure by Vote</b>	2	<b>350,295</b>	<b>381,423</b>	<b>411,202</b>	<b>484,928</b>	<b>507,557</b>	<b>507,557</b>	<b>536,056</b>	<b>578,803</b>	<b>614,812</b>
<b>Surplus/(Deficit) for the year</b>	2	<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A4 Consolidated Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue By Source</b>											
Property rates	2	33,440	39,334	47,815	43,406	62,374	62,374	62,374	68,611	74,100	80,028
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	90,613	113,421	136,593	154,299	155,031	155,031	155,031	167,501	185,708	205,085
Service charges - water revenue	2	23,179	25,157	27,414	28,000	28,876	28,876	28,876	30,706	32,825	35,092
Service charges - sanitation revenue	2	13,392	14,124	14,945	15,812	15,093	15,093	15,093	21,611	23,107	24,707
Service charges - refuse revenue	2	15,828	18,195	20,960	20,833	26,155	26,155	26,155	27,986	29,945	32,041
Service charges - other											
Rental of facilities and equipment		1,464	1,469	2,478	2,519	2,519	2,519	2,519	2,476	2,476	2,476
Interest earned - external investments		6,721	5,202	7,853	5,200	5,200	5,200	5,200	5,460	5,460	5,460
Interest earned - outstanding debtors		16,797	16,883	18,993	20,112	16,422	16,422	16,422	17,655	18,957	20,356
Dividends received											
Fines		602	729	380	801	726	726	726	347	347	347
Licences and permits		4,898	5,009	3,888	4,208	4,208	4,208	4,208	3,889	3,889	3,889
Agency services		38,325	35,945	38,466	55,437	55,142	55,142	55,142	55,712	56,474	57,235
Transfers recognised - operational		124,997	125,368	119,086	123,160	122,942	122,942	122,942	121,536	137,985	137,491
Other revenue	2	12,637	9,230	10,095	12,883	12,882	12,882	12,882	12,566	12,066	12,228
Gains on disposal of PPE		3,254	9,356	1,714							
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>386,145</b>	<b>419,423</b>	<b>450,680</b>	<b>486,671</b>	<b>507,569</b>	<b>507,569</b>	<b>507,569</b>	<b>536,056</b>	<b>583,339</b>	<b>616,437</b>
<b>Expenditure By Type</b>											
Employee related costs	2	88,261	98,336	100,915	120,225	128,256	128,256	128,256	141,819	148,345	155,407
Remuneration of councillors		13,901	15,242	17,918	17,919	17,918	17,918	17,918	18,795	19,569	20,382
Debt impairment	3	57,894	76,044	79,188	79,188	68,133	68,133	68,133	79,605	86,204	93,368
Depreciation & asset impairment	2	9,285	15,309	15,763	-	15,763	15,763	15,763	18,263	18,263	18,263
Finance charges		1,522	876	4,126	4,791	4,815	4,815	4,815	1,293	964	5,597
Bulk purchases	2	72,361	95,076	117,979	141,331	153,160	153,160	153,160	161,897	183,731	204,513
Other materials	8	9,052	8,650		25,077	26,381	26,381	26,381			
Contracted services		38,280	40,883	43,323	40,064	36,564	36,564	36,564	43,942	45,988	45,988
Transfers and grants		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	59,738	31,007	31,989	56,332	56,568	56,568	56,568	70,443	75,738	71,294
Loss on disposal of PPE											
<b>Total Expenditure</b>		<b>350,295</b>	<b>381,423</b>	<b>411,201</b>	<b>484,927</b>	<b>507,557</b>	<b>507,557</b>	<b>507,557</b>	<b>536,056</b>	<b>578,802</b>	<b>614,812</b>
<b>Surplus/(Deficit)</b>		<b>35,850</b>	<b>37,999</b>	<b>39,479</b>	<b>1,743</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>(0)</b>	<b>4,537</b>	<b>1,625</b>
Transfers recognised - capital				16,395	37,740	32,121	32,121	32,121	34,537	37,617	40,190
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets					-	52,564	52,564	52,564	12,500	12,500	12,500
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
Taxation											
<b>Surplus/(Deficit) after taxation</b>		<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
Attributable to minorities											
<b>Surplus/(Deficit) attributable to municipality</b>		<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
Share of surplus/ (deficit) of associate	7										
<b>Surplus/(Deficit) for the year</b>		<b>35,850</b>	<b>37,999</b>	<b>55,874</b>	<b>39,484</b>	<b>84,697</b>	<b>84,697</b>	<b>84,697</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A5 Consolidated Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - EXECUTIVE AND COUNCIL		2,662	1,633	375	-	-	-	-	-	-	-
Vote 2 - FINANCE AND ADMINISTRATION		14,805	16,144	2,127	-	-	-	-	-	-	-
Vote 3 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		577,012	571,874	1,334	13,731	2,265	2,265	2,265	13,200	6,900	3,000
Vote 6 - COMMUNITY SAFETY		47	20	-	-	-	-	-	-	-	-
Vote 7 - SPORT AND RECREATION		702	665	724	15,278	4,818	4,818	4,818	4,773	7,000	5,000
Vote 8 - WASTE WATER MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 9 - WASTE MANAGEMENT		8,404	8,359	144	-	-	-	-	-	-	-
Vote 10 - ROADS TRANSPORT		102,213	119,096	11,940	36,141	35,471	35,471	35,471	23,807	30,500	35,200
Vote 11 - WATER		-	-	-	-	-	-	-	-	-	-
Vote 12 - ELECTRICITY		83,849	84,212	7,003	-	-	-	-	-	-	-
Vote 13 - OTHER		-	-	-	-	-	-	-	-	-	-
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-
Vote 15 - IPED		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>65,150</b>	<b>42,555</b>	<b>42,555</b>	<b>42,555</b>	<b>41,780</b>	<b>44,400</b>	<b>43,200</b>
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	2,535	2,491	2,491	2,491	1,727	1,317	2,000
Vote 2 - FINANCE AND ADMINISTRATION		-	-	-	26,000	26,000	26,000	26,000	-	-	-
Vote 3 - PLANNING AND DEVELOPMENT		-	-	-	4,170	803	803	803	630	1,400	1,290
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	-	-	1,502	2,878	2,878	2,878	-	-	-
Vote 6 - COMMUNITY SAFETY		-	-	-	285	313	313	313	-	-	-
Vote 7 - SPORT AND RECREATION		-	-	-	-	-	-	-	-	-	-
Vote 8 - WASTE WATER MANAGEMENT		-	-	-	4	5,306	5,306	5,306	-	-	-
Vote 9 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 10 - ROADS TRANSPORT		-	-	-	-	-	-	-	-	-	-
Vote 11 - WATER		-	-	-	574	410	410	410	-	-	-
Vote 12 - ELECTRICITY		-	-	-	4,929	3,929	3,929	3,929	2,900	3,000	6,200
Vote 13 - OTHER		-	-	-	-	-	-	-	-	-	-
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-
Vote 15 - IPED		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>40,001</b>	<b>42,130</b>	<b>42,130</b>	<b>42,130</b>	<b>5,257</b>	<b>5,717</b>	<b>9,490</b>
<b>Total Capital Expenditure - Vote</b>		<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>50,117</b>	<b>52,690</b>
<b>Capital Expenditure - Standard</b>											
<b>Governance and administration</b>		17,467	17,777	375	28,535	28,491	28,491	28,491	1,727	1,881	2,010
Executive and council		2,662	1,633	375	2,535	2,491	2,491	2,491	1,727	1,881	2,010
Budget and treasury office		14,805	16,144	-	26,000	26,000	26,000	26,000	-	-	-
Corporate services		-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		748	685	2,101	30,797	10,275	10,275	10,275	17,973	8,000	6,500
Community and social services		-	-	1,377	15,234	5,143	5,143	5,143	13,200	3,000	5,500
Sport and recreation		702	665	724	15,278	4,818	4,818	4,818	4,773	5,000	1,000
Public safety		47	20	-	285	313	313	313	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		679,225	690,970	14,067	40,312	36,274	36,274	36,274	24,437	22,900	24,290
Planning and development		577,012	571,874	2,127	4,170	803	803	803	630	1,400	1,290
Road transport		102,213	119,096	11,940	36,141	35,471	35,471	35,471	23,807	21,500	23,000
Environmental protection		-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		92,253	92,571	7,103	5,508	9,645	9,645	9,645	2,900	3,600	6,000
Electricity		83,849	84,212	7,003	4,929	3,929	3,929	3,929	2,900	3,600	6,000
Water		-	-	-	574	410	410	410	-	-	-
Waste water management		-	-	-	4	5,306	5,306	5,306	-	-	-
Waste management		8,404	8,359	100	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard</b>	3	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>36,381</b>	<b>38,800</b>
<b>Funded by:</b>											
National Government		779,716	793,820	23,647	36,304	34,022	34,022	34,022	34,537	37,617	40,190
Provincial Government		-	-	-	825	701	701	701	-	-	-
District Municipality		-	-	-	612	8,387	8,387	8,387	-	-	-
Other transfers and grants		-	-	-	-	473	473	473	-	-	-
<b>Transfers recognised - capital</b>	4	<b>779,716</b>	<b>793,820</b>	<b>23,647</b>	<b>37,741</b>	<b>43,583</b>	<b>43,583</b>	<b>43,583</b>	<b>34,537</b>	<b>37,617</b>	<b>40,190</b>
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	9,978	8,183	-	26,571	-	-	-	-	-	-
<b>Internally generated funds</b>		-	-	-	40,840	41,102	41,102	41,102	12,500	12,500	12,500
<b>Total Capital Funding</b>	7	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>50,117</b>	<b>52,690</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A6 Consolidated Budgeted Financial Position

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>ASSETS</b>											
<b>Current assets</b>											
Cash		108,030	125,000	73,694	22,342	73,694	73,694	73,694	56,406	53,586	52,514
Call investment deposits	1	733	225	103,035	48,946	103,035	103,035	103,035	106,242	93,742	81,242
Consumer debtors	1	37,506	25,538	36,092	45,538	36,092	36,092	36,092	61,864	64,957	68,205
Other debtors		188,620	204,632	118,290	204,632	118,290	118,290	118,290	19,606	19,606	19,606
Current portion of long-term receivables											
Inventory	2										
<b>Total current assets</b>		<b>334,888</b>	<b>355,395</b>	<b>331,111</b>	<b>321,458</b>	<b>331,111</b>	<b>331,111</b>	<b>331,111</b>	<b>244,118</b>	<b>231,891</b>	<b>221,567</b>
<b>Non current assets</b>											
Long-term receivables											
Investments											
Investment property		91,284	91,284	91,284	91,284	91,284	91,284	91,284	105,015	105,015	105,015
Investment in Associate											
Property, plant and equipment	3	698,411	710,711	726,310	953,634	726,310	726,310	726,310	824,567	865,795	909,085
Agricultural											
Biological											
Intangible			8	0	8	0	0	0	0	0	0
Other non-current assets											
<b>Total non current assets</b>		<b>789,694</b>	<b>802,003</b>	<b>817,594</b>	<b>1,044,926</b>	<b>817,594</b>	<b>817,594</b>	<b>817,594</b>	<b>929,582</b>	<b>970,811</b>	<b>1,014,100</b>
<b>TOTAL ASSETS</b>		<b>1,124,583</b>	<b>1,157,398</b>	<b>1,148,705</b>	<b>1,366,384</b>	<b>1,148,705</b>	<b>1,148,705</b>	<b>1,148,705</b>	<b>1,173,700</b>	<b>1,202,701</b>	<b>1,235,667</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	1										
Borrowing	4	4,276	4,794	4,432	2,564	4,432	4,432	4,432	3,925	3,925	3,925
Consumer deposits		7,603	7,937	8,454	7,900	8,454	8,454	8,454	8,673	8,673	8,673
Trade and other payables	4	164,935	133,517	51,630	129,910	51,630	51,630	51,630	33,385	27,736	27,736
Provisions				1,391	17,076	1,391	1,391	1,391	4,432	4,432	4,432
<b>Total current liabilities</b>		<b>176,814</b>	<b>146,249</b>	<b>65,907</b>	<b>157,450</b>	<b>65,907</b>	<b>65,907</b>	<b>65,907</b>	<b>50,416</b>	<b>44,767</b>	<b>44,767</b>
<b>Non current liabilities</b>											
Borrowing		7,496	6,906	3,925	29,275	3,925	3,925	3,925	3,925	3,925	3,925
Provisions		75,143	78,351	55,918	59,882	55,918	55,918	74,532	73,646	73,646	73,646
<b>Total non current liabilities</b>		<b>82,639</b>	<b>85,257</b>	<b>59,843</b>	<b>89,157</b>	<b>59,843</b>	<b>59,843</b>	<b>78,457</b>	<b>77,571</b>	<b>77,571</b>	<b>77,571</b>
<b>TOTAL LIABILITIES</b>		<b>259,453</b>	<b>231,506</b>	<b>125,751</b>	<b>246,607</b>	<b>125,751</b>	<b>125,751</b>	<b>144,364</b>	<b>127,987</b>	<b>122,338</b>	<b>122,338</b>
<b>NET ASSETS</b>	5	<b>865,130</b>	<b>925,892</b>	<b>1,022,955</b>	<b>1,119,777</b>	<b>1,022,955</b>	<b>1,022,955</b>	<b>1,004,341</b>	<b>1,045,713</b>	<b>1,080,363</b>	<b>1,113,329</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)		865,130	925,892	926,104	1,119,777	926,104	926,104	926,104	1045713	1080363	1113329
Reserves	4	-	-	-	-	-	-	-	-	-	-
Minorities' interests											
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	5	<b>865,130</b>	<b>925,892</b>	<b>926,104</b>	<b>1,119,777</b>	<b>926,104</b>	<b>926,104</b>	<b>926,104</b>	<b>920,462</b>	<b>920,462</b>	<b>920,462</b>



# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A7 Consolidated Budgeted Cash Flows

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Ratepayers and other		66,452	162,008	323,736	253,807	379,427	379,427	379,427	374,523	414,534	438,772
Government - operating	1	134,499	101,664	119,086	116,354	122,942	122,942	122,942	165,625	171,959	182,927
Government - capital	1			16,395	32,122	32,122	32,122	32,122	34,537	37,617	40,190
Interest		22,437	13,651	7,853	5,200	5,200	5,200	5,200	5,460	5,460	5,460
Dividends											
<b>Payments</b>											
Suppliers and employees		(150,785)	(240,129)	(416,329)	(405,151)	(539,079)	(539,079)	(539,079)	(534,360)	(577,211)	(613,731)
Finance charges		(2,176)	(6,684)	(185)	(589)	(613)	(613)	(613)	(1,695)	(1,592)	(1,081)
Transfers and Grants	1										
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>70,427</b>	<b>30,510</b>	<b>50,556</b>	<b>1,743</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>44,090</b>	<b>50,767</b>	<b>52,537</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE		3,254	9,356			-	-	-	-	-	-
Decrease (Increase) in non-current debtors						-	-	-	-	-	-
Decrease (increase) other non-current receivables						-	-	-	-	-	-
Decrease (increase) in non-current investments		(7,828)	5,694		39,500	39,500	39,500	39,500	12,500	12,500	12,500
<b>Payments</b>											
Capital assets		(25,295)	(27,568)		(105,151)	(84,650)	(84,650)	(84,650)	47,037	50,117	52,690
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(29,868)</b>	<b>(12,518)</b>	<b>-</b>	<b>(65,651)</b>	<b>(45,150)</b>	<b>(45,150)</b>	<b>(45,150)</b>	<b>58,537</b>	<b>62,617</b>	<b>65,190</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans											
Borrowing long term/refinancing					26,571				-	-	-
Increase (decrease) in consumer deposits											
<b>Payments</b>											
Repayment of borrowing		(5,903)	(1,022)	(4,126)	(4,202)	4,202	4,202	4,202	1,352	1,387	1,019
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(5,903)</b>	<b>(1,022)</b>	<b>(4,126)</b>	<b>22,369</b>	<b>4,202</b>	<b>4,202</b>	<b>4,202</b>	<b>1,352</b>	<b>1,387</b>	<b>1,019</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>34,656</b>	<b>16,970</b>	<b>46,430</b>	<b>(41,539)</b>	<b>(40,947)</b>	<b>(40,947)</b>	<b>(40,947)</b>	<b>104,979</b>	<b>114,771</b>	<b>118,745</b>
Cash/cash equivalents at the year begin:	2	73,374	108,029	125,000	125,000	125,000	125,000	125,000	56,406	161,385	276,156
Cash/cash equivalents at the year end:	2	108,029	125,000	171,430	83,461	84,052	84,052	84,052	161,385	276,156	394,902

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A8 Consolidated Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Cash and investments available</b>											
Cash/cash equivalents at the year end	1	108,029	125,000	171,430	83,461	84,052	84,052	84,052	161,385	276,156	394,902
Other current investments > 90 days		733	225	5,299	(12,173)	92,677	92,677	92,677	1,263	(128,829)	(261,146)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>108,762</b>	<b>125,224</b>	<b>176,729</b>	<b>71,288</b>	<b>176,729</b>	<b>176,729</b>	<b>176,729</b>	<b>162,648</b>	<b>147,327</b>	<b>133,756</b>
<b>Application of cash and investments</b>											
Unspent conditional transfers		36,631	15,471	16,281	15,471	16,281	16,281	16,281	16,337	16,337	16,337
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	3	(31,687)	(111,841)	(122,255)	(159,237)	(121,436)	(121,436)	(121,436)	(68,942)	(79,688)	(81,373)
Other provisions		-	-	-	-	-	-	-	-	-	-
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	-	-	-	-	-	-	-	-	-	-
<b>Total Application of cash and investments:</b>		<b>4,944</b>	<b>(96,370)</b>	<b>(105,973)</b>	<b>(143,766)</b>	<b>(105,154)</b>	<b>(105,154)</b>	<b>(105,154)</b>	<b>(52,605)</b>	<b>(63,351)</b>	<b>(65,036)</b>
<b>Surplus(shortfall)</b>		<b>103,818</b>	<b>221,595</b>	<b>282,702</b>	<b>215,054</b>	<b>281,883</b>	<b>281,883</b>	<b>281,883</b>	<b>215,253</b>	<b>210,679</b>	<b>198,792</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A9 Consolidated Asset Management

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>										
<b>CAPITAL EXPENDITURE</b>										
<b>Total New Assets</b>	1	789,694	802,003	-	64,217	40,500	40,500	29,730	28,617	29,690
Infrastructure - Road transport		102,213	119,096	-	-	-	-	-	-	-
Infrastructure - Electricity		83,849	84,212	-	4,929	4,929	4,929	2,900	3,000	6,000
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		8,240	8,203	-	13,891	10,925	10,925	6,500	9,000	12,200
Infrastructure		194,302	211,511	-	18,820	15,854	15,854	9,400	12,000	18,200
Community		-	-	-	31,897	10,861	10,861	19,700	15,217	10,200
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		91,284	91,284	-	-	-	-	-	-	-
Other assets	6	504,109	499,200	-	13,500	13,785	13,785	630	1,400	1,290
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	8	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets</b>	2	-	-	-	40,935	44,185	44,185	17,307	21,500	23,000
Infrastructure - Road transport		-	-	-	27,856	25,805	25,805	17,307	21,500	23,000
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	574	574	574	-	-	-
Infrastructure - Sanitation		-	-	-	4	5,306	5,306	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	28,435	31,685	31,685	17,307	21,500	23,000
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	12,500	12,500	12,500	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>	4	102,213	119,096	-	27,856	25,805	25,805	17,307	21,500	23,000
Infrastructure - Road transport		102,213	119,096	-	27,856	25,805	25,805	17,307	21,500	23,000
Infrastructure - Electricity		83,849	84,212	-	4,929	4,929	4,929	2,900	3,000	6,000
Infrastructure - Water		-	-	-	574	574	574	-	-	-
Infrastructure - Sanitation		-	-	-	4	5,306	5,306	-	-	-
Infrastructure - Other		8,240	8,203	-	13,891	10,925	10,925	6,500	9,000	12,200
Infrastructure		194,302	211,511	-	47,255	47,539	47,539	26,707	33,500	41,200
Community		-	-	-	31,897	10,861	10,861	19,700	15,217	10,200
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		91,284	91,284	-	-	-	-	-	-	-
Other assets	6	504,109	499,200	-	26,000	26,285	26,285	630	1,400	1,290
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	8	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE - Asset class</b>	2	789,694	802,003	-	105,151	84,685	84,685	47,037	50,117	52,690
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>										
Infrastructure - Road transport	5	102,213	119,096	119,096	119,096	128,635	128,635	138,656	138,656	138,656
Infrastructure - Electricity		83,849	84,212	84,212	84,212	93,747	93,747	107,430	107,430	107,430
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		8,240	8,203	8,203	8,203	7,639	7,639	8,423	8,423	8,423
Infrastructure		194,302	211,511	211,511	211,511	230,020	230,020	254,508	254,508	254,508
Community		-	-	-	-	1,389	1,389	1,645	1,645	1,645
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		91,284	91,284	91,284	91,284	91,284	91,284	105,015	105,015	105,015
Other assets		504,109	499,200	-	26,000	26,285	26,285	630	1,400	1,290
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	8	0	8	0	0	0	0	0
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	285,586	302,803	302,795	302,803	815,101	815,101	855,434	855,434	855,434
<b>EXPENDITURE OTHER ITEMS</b>										
<b>Depreciation &amp; asset impairment</b>		9,285	15,309	15,763	-	15,763	15,763	18,263	18,263	18,263
<b>Repairs and Maintenance by Asset Class</b>	3	9,052	8,650	-	25,078	21,675	21,675	20,995	21,176	18,690
Infrastructure - Road transport		1,329	1,451	-	2,159	4,079	4,079	3,842	3,892	3,946
Infrastructure - Electricity		1,834	1,722	-	2,493	3,264	3,264	2,989	3,011	3,359
Infrastructure - Water		2,860	490	-	5,171	5,234	5,234	5,171	5,190	5,209
Infrastructure - Sanitation		503	1,440	-	7,854	2,852	2,852	6,254	6,272	3,291
Infrastructure - Other		-	-	-	2,500	4,176	4,176	1,006	1,054	1,104
Infrastructure		6,527	5,104	-	20,176	19,605	19,605	19,261	19,419	16,909
Community		169	165	-	326	509	509	454	426	440
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	2,356	3,381	-	4,575	1,560	1,560	1,280	1,331	1,341
<b>TOTAL EXPENDITURE OTHER ITEMS</b>		18,337	23,959	15,763	25,078	37,438	37,438	39,258	39,439	36,953
<b>Renewal of Existing Assets as % of total capex</b>		0.0%	0.0%	0.0%	38.9%	52.2%	52.2%	36.8%	42.9%	43.7%
<b>Renewal of Existing Assets as % of deprecn"</b>		0.0%	0.0%	0.0%	0.0%	280.3%	280.3%	94.8%	117.7%	125.9%
<b>R&amp;M as a % of PPE</b>		1.3%	1.2%	0.0%	2.6%	3.0%	3.0%	2.5%	2.4%	2.1%
<b>Renewal and R&amp;M as a % of PPE</b>		3.0%	3.0%	0.0%	22.0%	8.0%	8.0%	4.0%	5.0%	5.0%

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Table A10 Consolidated basic service delivery measurement

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Household service targets</b>	1									
<b><u>Water:</u></b>										
Piped water inside dwelling		14,813	20,851	20758	21,761	21,761	21,761	26,610	26,610	26,610
Piped water inside yard (but not in dwelling)		12,211	11,952	11888	11,927	11,927	11,927	11,854	11,854	11,854
Using public tap (at least min.service level)	2	8,511	8,511	8550	8,340	8,340	8,340	9,099	9,099	9,099
Other water supply (at least min.service level)	4	2,315	2,315	2227	2,110	2,110	2,110	2,203	2,203	2,203
<i>Minimum Service Level and Above sub-total</i>		37,850	43,629	43423	44,138	44,138	44,138	49,766	49,766	49,766
Using public tap (< min.service level)	3		7,095	6944	7,072	7,072	7,072	3,381	3,381	3,381
Other water supply (< min.service level)	4		2,533	2328	2,160	2,160	2,160	1,329	1,329	1,329
No water supply										
<i>Below Minimum Service Level sub-total</i>		-	9,628	9272	9,232	9,232	9,232	4,710	4,710	4,710
<b>Total number of households</b>	5	<b>37,850</b>	<b>53,257</b>	<b>52695</b>	<b>53,370</b>	<b>53,370</b>	<b>53,370</b>	<b>54,476</b>	<b>54,476</b>	<b>54,476</b>
<b><u>Sanitation/sewerage:</u></b>										
Flush toilet (connected to sewerage)		26,436	30,983	30973	30,989	30,989	30,989	33,190	33,190	33,190
Flush toilet (with septic tank)		1,724	1,724	1724	1,724	1,724	1,724	1,385	1,385	1,385
Chemical toilet		4,170	4,170	4223	4,170	4,170	4,170	1,410	1,410	1,410
Pit toilet (ventilated)		8,707	8,386	8006	8,160	8,160	8,160	4,746	4,746	4,746
Other toilet provisions (> min.service level)										
<i>Minimum Service Level and Above sub-total</i>		41,037	45,263	44926	45,043	45,043	45,043	40,731	40,731	40,731
Bucket toilet								105	105	105
Other toilet provisions (< min.service level)								5,857	5,857	5,857
No toilet provisions								4,482	4,482	4,482
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	10,444	10,444	10,444
<b>Total number of households</b>	5	<b>41,037</b>	<b>45,263</b>	<b>44926</b>	<b>45,043</b>	<b>45,043</b>	<b>45,043</b>	<b>51,175</b>	<b>51,175</b>	<b>51,175</b>
<b><u>Energy:</u></b>										
Electricity (at least min.service level)		51,935	51,921	52640	53,300	53,300	53,300	53,300	53,300	53,300
Electricity - prepaid (min.service level)		50,277	50,271	50555	51,575	51,575	51,575	51,575	51,575	51,575
<i>Minimum Service Level and Above sub-total</i>		102,212	102,192	103195	104,875	104,875	104,875	104,875	104,875	104,875
Electricity (< min.service level)										
Electricity - prepaid (< min. service level)										
Other energy sources										

# Lukhanji Adopted Draft Budget

<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	102,212	102,192	-	104,875	104,875	104,875	104,875	104,875
<b><u>Refuse:</u></b>									
Removed at least once a week <i>Minimum Service Level and Above sub-total</i>			27890	27,890	27,890	27,890	27,890	27,890	27,890
Removed less frequently than once a week		-	27890	27,890	27,890	27,890	27,890	27,890	27,890
Using communal refuse dump			110	110	110	110	110	110	110
Using own refuse dump									
Other rubbish disposal			4048	4,048	4,048	4,048	4,048	4,048	4,048
No rubbish disposal <i>Below Minimum Service Level sub-total</i>			4158	4,158	4,158	4,158	4,158	4,158	4,158
		-	8316	8,316	8,316	8,316	8,316	8,316	8,316
<b>Total number of households</b>	5	-	36206	36,206	36,206	36,206	36,206	36,206	36,206
<b><u>Households receiving Free Basic Service</u></b>	7								
Water (6 kilolitres per household per month)		7,241	7310	7,309	7,309	7,309	3,534	3,534	3,534
Sanitation (free minimum level service)		9,567	9088	9,157	9,157	9,157	3,534	3,534	3,534
Electricity/other energy (50kwh per household per month)		8,354	8076	8,152	8,152	8,152	3,534	3,534	3,534
Refuse (removed at least once a week)		9,535	9558	9,812	9,812	9,812	3,534	3,534	3,534
<b><u>Cost of Free Basic Services provided (R'000)</u></b>	8								
Water (6 kilolitres per household per month)		6,390	6899	6,914	6,914	6,914	8,773	8,773	8,773
Sanitation (free sanitation service)		3,961	4321	4,321	4,321	4,321	5,201	5,201	5,201
Electricity/other energy (50kwh per household per month)		11,034	12900	13,752	13,752	13,752	7,628	7,628	7,628
Refuse (removed once a week)		10,448	11590	11,598	11,598	11,598	6,355	6,355	6,355
<b>Total cost of FBS provided (minimum social package)</b>		-	31,834	35710	36,586	36,586	27,956	27,956	27,956
<b><u>Highest level of free service provided</u></b>									
Property rates (R value threshold)									
Water (kilolitres per household per month)									
Sanitation (kilolitres per household per month)									
Sanitation (Rand per household per month)									
Electricity (kwh per household per month)									
Refuse (average litres per week)									
<b><u>Revenue cost of free services provided (R'000)</u></b>	9								
Property rates (R15 000 threshold rebate)									
Property rates (other exemptions, reductions and rebates)									
Water									
Sanitation									

# Lukhanji Adopted Draft Budget

Electricity/other energy									
Refuse									
Municipal Housing - rental rebates									
Housing - top structure subsidies	6								
Other									
<b>Total revenue cost of free services provided (total social package)</b>		-	-	-	-	-	-	-	-

# Lukhanji Adopted Draft Budget

## **6 Budget Related Charts and Explanatory Notes**

These charts tie with the budget schedules presented above and are presented to illustrate the related numerical schedule.

**6.1 - Chart 1 - Operating Revenue by Source**

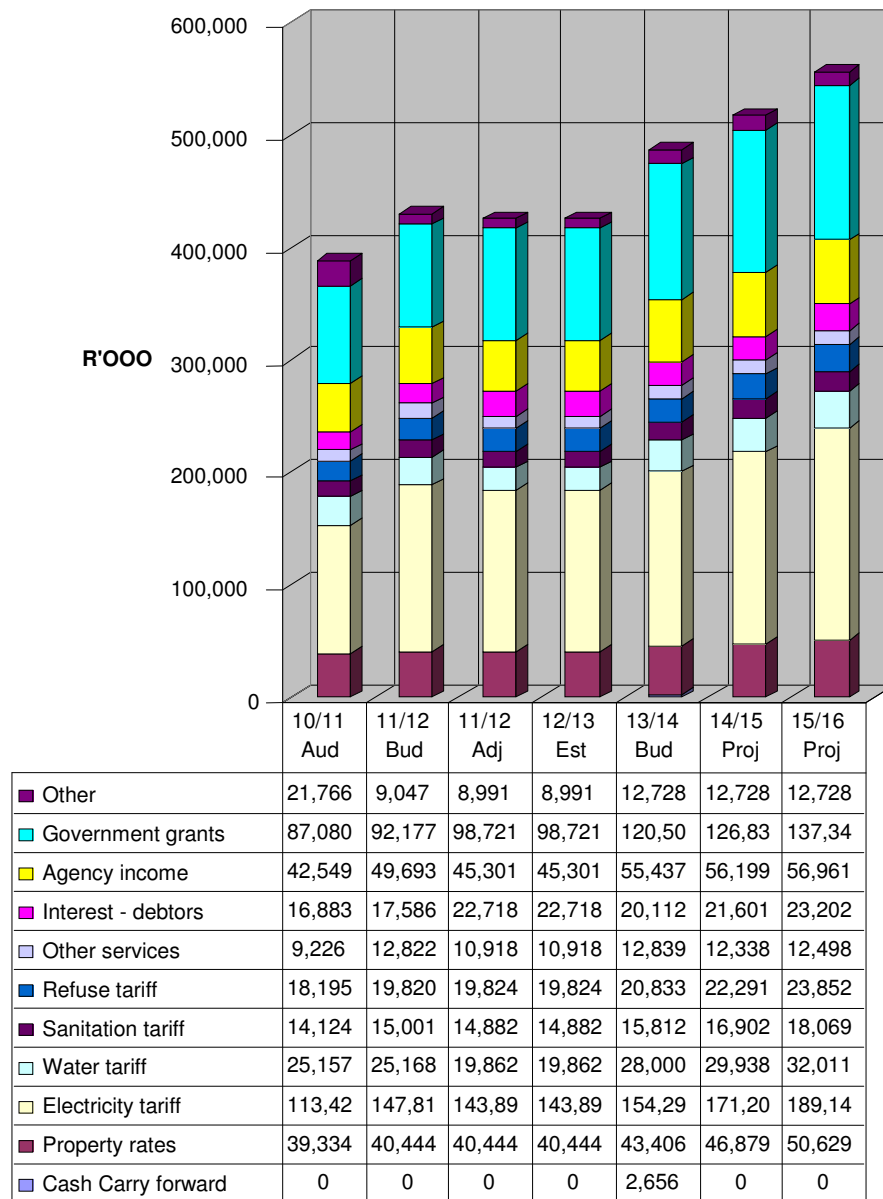
**6.2 - Chart 2 - Operating Expenditures by GFS Function (Vote)**

**6.3 - Chart 3 - Capital Expenditure by Vote**

**6.6 - Chart 4 - Capital Budget by funding source**

# Lukhanji Adopted Draft Budget

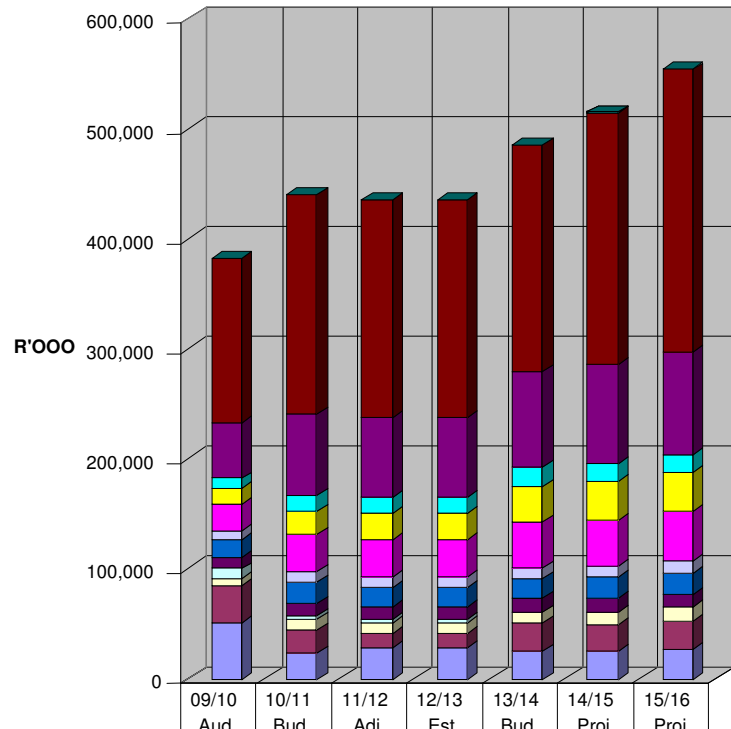
## CHART 1 - OPERATING REVENUE BY SOURCE





# Lukhanji Adopted Draft Budget

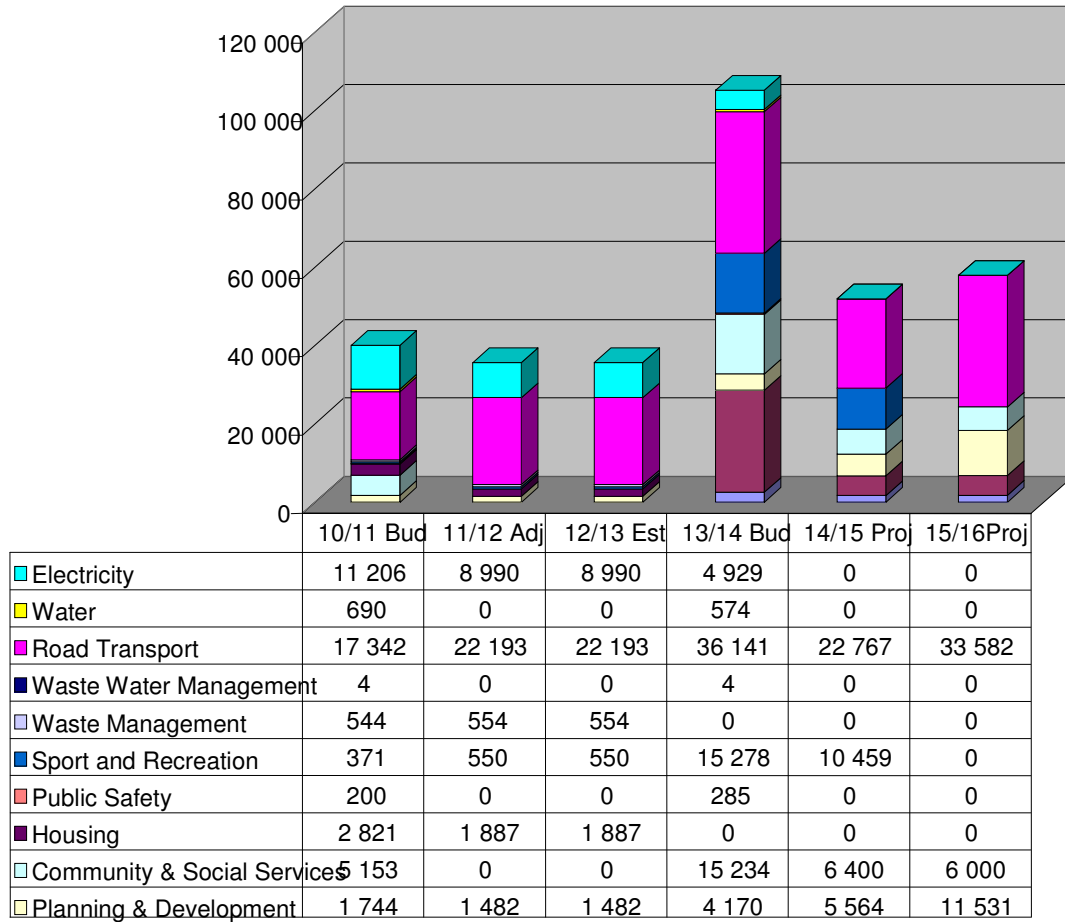
CHART 2 - OPERATING EXPENDITURE BY GFS FUNCTION



Other	99	120	117	117	116	121	125
Electricity	149,60	199,57	197,30	197,30	206,14	229,42	255,86
Water	49,920	73,238	72,728	72,728	86,803	89,888	93,355
Road Transport	9,608	13,990	14,537	14,537	16,796	16,569	17,157
Waste Water Management	14,144	20,932	24,101	24,101	33,336	34,403	35,614
Waste Management	23,725	34,534	34,606	34,606	41,082	42,001	44,051
Sport and Recreation	7,312	10,207	9,408	9,408	10,069	10,426	10,928
Public Safety	17,245	18,251	17,150	17,150	18,039	18,758	19,558
Community & Social Services	9,993	11,679	11,229	11,229	11,517	11,959	12,280
Health	8,927	3,970	3,970	3,970	0	0	0
Planning & Development	7,083	8,900	9,420	9,420	10,930	11,685	12,281
Finance & Admin	33,481	20,765	12,357	12,357	24,464	23,976	25,496
Executive & Council	50,281	23,535	28,302	28,302	25,629	25,480	26,725

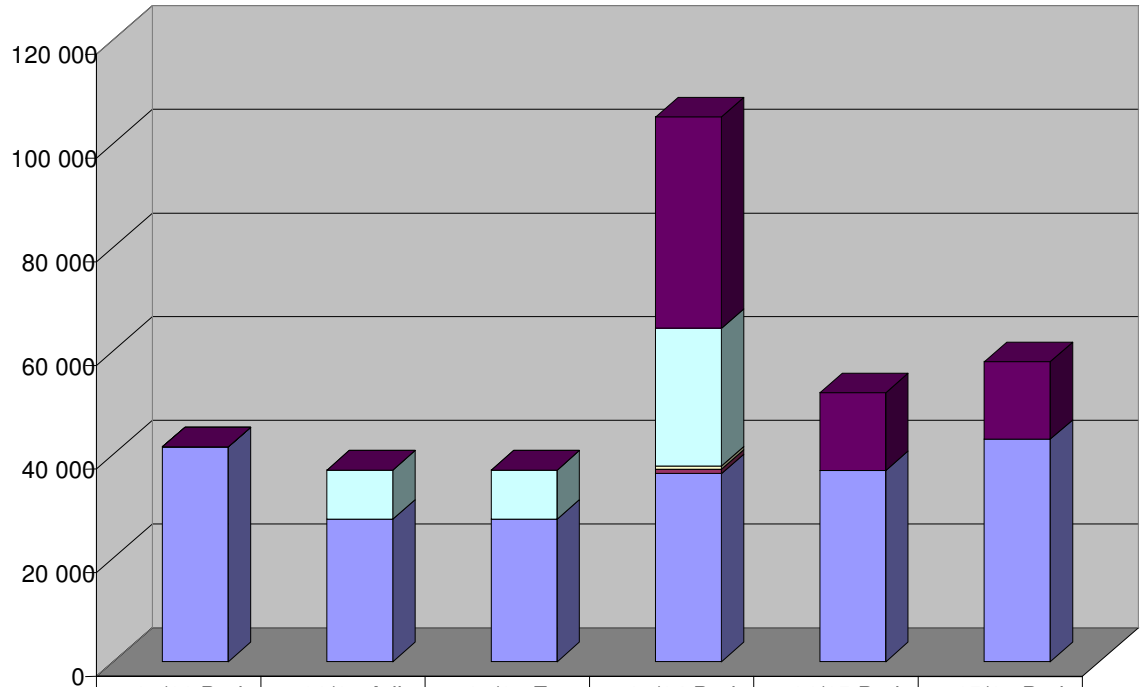
# Lukhanji Adopted Draft Budget

## CHART 3 - CAPITAL EXPENDITURE BY VOTE



# Lukhanji Adopted Draft Budget

## CHART 4 - CAPITAL FUNDING BY SOURCE



	10/11 Bud	11/12 Adj	12/13 Est	13/14 Bud	14/15 Proj	15/16 Proj
■ Accumulated Surplus (Own Funds)	0	0	0	40 840	15 000	15 000
■ External Loans	0	9 500	9 500	26 571	0	0
■ District Municipality	0	0	0	612	0	0
■ Provincial Government	0	0	0	825	0	0
■ National Government	41 452	27 480	27 480	36 304	36 885	42 906

# Lukhanji Adopted Draft Budget

## Supporting Documentation

Section 17(3) of the MFMA requires certain documents must accompany the budget.

### 7. Budget Process Overview

The following schedule was adopted by the Council in August 2012 and was followed in the preparation of the 2013/14 medium term budget document.

#### Lukhanji Municipality

<b>BUDGET PROCESS PLAN 2013/14</b>			
<b>Number</b>	<b>Item description</b>	<b>Due Date</b>	<b>Responsible Person</b>
	<b>July 2012</b>		
1	Review the 2012/13 Budget Process	1-31 July	CFO
	<b>August 2012</b>		
2	Establish process and timetable for the 2013/14 to 2015/16 Medium Term Budget Expenditure Framework	26-Aug-12	CFO, BUDGET MANAGER
3	<b>COUNCIL MEETING: Budget Schedule to be tabled to the Council</b>	31-Aug-12	MAYOR
4	2011/12 Financial Statements submitted to Auditor-General	31-Aug-12	CFO
	<b>September 2012</b>		
5	Establishment of Budget Steering Committee & Tariff Steering Committee	04-Sep-12	MAYOR
6	<b>MAYORAL/ BUDGET STEERING COMMITTEE MEETING: Mayoral committee to meet and identify strategies and guidelines for the development of the 2013/14 to 2015/16 Budgets. Committee should adopt the 'Budget Preparation and Financial Guidelines' proposed.</b>	14-Sep-12	CFO, BUDGET MANAGER
7	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress and budget assumptions</b>	14-Sep-12	CFO, BUDGET MANAGER
8	<b>MEETING WITH DIRECTORS AND MANAGERS: Directorates to be provided with the current Baseline Operating Medium Term Expenditure Forecasts (MTEF) 2013/14 thru</b>	21-Sep-12	CFO, BUDGET MANAGER

## Lukhanji Adopted Draft Budget

	<b>2015/16 that are to be used as a basis for the development of new Operating Medium Term Expenditure</b>		
9	Check with National, Provincial Governments and District Municipality for any adjustments to projected allocations for the next three years.	28-Sep-12	BUDGET MANAGER
	<b>October 2012</b>		
10	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress and baseline operating budget.</b>	09-Oct-12	CFO, BUDGET MANAGER
11	Schedule individual meetings with Directorate to review baseline budget and work progress for completion of changes and supplemental requests	23-Oct-12	BUDGET MANAGER
12	Review current tariffs, receive requested changes from directorates and prepare options for consideration	30-Oct-12	REVENUE MANAGER
13	<b>SUBMISSION OF BASELINE BUDGETS AND SUPPLEMENTAL REQUESTS FROM DIRECTORATES:</b> Final date for submission of all Baseline Operating Budgets, Capital Budgets and Operational plans by Directorates to the budget office.	30-Oct-12	ALL DIRECTORS
	<b>November 2012</b>		
14	Draft report on proposed tariff changes for review to Budget Steering Committee delivered to CFO	05-Nov-12	REVENUE MANAGER
15	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress and proposed tariff report.</b>	06-Nov-12	CFO, BUDGET MANAGER
16	Prepare first draft of operating and capital medium term budget based on baseline operating budgets submitted by directorates	27-Nov-12	BUDGET MANAGER
17	Receive audited Financial Statements and Audit report from the Auditor-General for the 2011//12 financial year	30-Nov-12	AUDITOR-GENERAL
	<b>December 2012</b>		
18	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress, baseline budget report AND DRAFT TARIFFS.</b>	07-Dec-12	CFO, BUDGET MANAGER

## Lukhanji Adopted Draft Budget

January 2013			
19	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress and DRAFT BUDGET.</b>	23-Jan-13	CFO, BUDGET MANAGER
20	<b>MAYORAL COMMITTEE MEETING: PRESENT MIDYEAR PERFORMANCE REPORT TO MAYORAL COMMITTEE: Final review of 2012/13 operating and capital budget for midyear adjustments to mayoral committee for approval to council.</b>	23-Jan-13	MUNICIPAL MANAGER
21	<b>SUBMISSION OF CAPITAL BUDGET REQUESTS FROM DIRECTORATES:</b> Final date for submission of all Capital Budget plans by Directorates to the budget office.	23-Jan-13	ALL DIRECTORS
22	<b>COUNCIL MEETING:</b> Table in a special council meeting the annual report, mid year assessment report, financial statements and audit report	29-Jan-13	MUNICIPAL MANAGER, MAYOR
February 2013			
23	<b>MAYORAL / STEERING COMMITTEE MEETING: - review progress and the DRAFT BUDGET.</b>	05-Feb-13	CFO, BUDGET MANAGER
24	<b>COUNCIL MEETING:</b> Table in a special council meeting the adjustments budget for mid-year	26-Feb-13	MAYOR
25	Check with National, Provincial Governments and District Municipality for any adjustments to projected allocations for the next three years.	26-Feb-13	BUDGET MANAGER
March 2013			
26	FINAL ALIGNMENT OF IDP WITH BUDGET	14-Mar-13	IDP MANAGER, CFO, BUDGET MANAGER
27	<b>MAYORAL / STEERING COMMITTEE MEETING:</b> final draft operating and capital budget presented to Mayoral committee for review	19-Mar-13	CFO, BUDGET MANAGER
28	<b>COUNCIL MEETING: Council (after consideration of the 2011/12 Annual Report) to adopt an Oversight Report.</b>	31-Mar-13	OVERSIGHT COMMITTEE
29	<b>COUNCIL MEETING:</b> Operating and Capital draft budget and IDP tabled to Council for consultation with the	31-Mar-13	MAYOR

## Lukhanji Adopted Draft Budget

	community		
30	Submit to National Treasury, Provincial Treasury and the MEC responsible for Local Government the Annual Financial Statements, the 2011/12 audit report and any corrective action taken in response to the findings of the audit report.	31-Mar-13	ADMINISTRATION
31	Submit draft budgets in required form to NT, Provincial Treasury	31-Mar-13	BUDGET MANAGER
	<b>April 2013</b>		
32	Hold public meetings and consultations on budget/ IDP	15 - 25 April	SPEAKER, ADMINISTRATION
33	Check with National, Provincial Governments and District Municipality for any adjustments to projected allocations for the next three years.	16-Apr-13	BUDGET MANAGER
34	Directorates are to provide a list of Capital Projects to be rolled over for inclusion in the 2013/14 Budget to the budget office and cash balances forward for grant projects.	30-Apr-13	ALL DIRECTORS
	<b>May 2013</b>		
35	Final Budgets prepared taking into consideration submissions made during consultation process	12-May-13	CFO, BUDGET MANAGER
36	<b>MEETING OF MAYORAL / STEERING COMMITTEE:</b> Approval of FINAL operating and capital budget for presentation to the full council	14-May-13	CFO, BUDGET MANAGER
37	<b>COUNCIL MEETING: IDP &amp; Budgets for 2013/14 thru 2015/16 adopted by Council along with the Mayor's budget address</b>	31-May-13	MAYOR
	<b>June 2013</b>		
38	IDP & Annual Budget reports to National, Provincial Treasury and the District municipality.	18-Jun-13	BUDGET MANAGER
39	MAYORAL TO APPROVE SDBIP AND PERFORMANCE AGREEMENTS within 14 days after receiving them.	28-Jun-13	MAYOR

## **Lukhanji Adopted Draft Budget**

### ***Political Oversight***

The Budget is a political document. Although most of the technical preparation of the document is performed by staff, the budget is, in accordance with the MFMA, the Mayor's document. The Mayor and the Mayoral committee were involved with the budget at every step.

In July 2012 the mayor appointed a 'Budget' Steering committee to assist in the political oversight of the budget process. This committee met regularly to review each step of the budget's development. It was this committee that made the major political decisions regarding policies, tariffs and funding issues.

### ***Budget Development Overview***

The 2013/14 budget process began in July 2011 with the development of a Budget Schedule. This schedule outlined the key steps, milestones and timetables for the budget process. The Mayoral Committee also reviewed and approved the 'Budget Preparation and Financial Guidelines' that list the assumptions, goals and roles and responsibilities used in preparing the new budget.

In August 2012 the Mayoral committee approved the budget preparation schedule and tabled that schedule to council.

During the months of September thru January 2012/13 the baseline budget was prepared using the approved guidelines and assumptions. Each directorate was given the opportunity to make changes within their operating budgets. Directorates were also requested to submit capital requests and supplemental operating requests on items such as personnel and new programs.

Concurrent with this process various committees were appointed to review and make recommendations on the municipality's various budget related policies.

At the end of February a first draft budget was prepared using all available data and in March this report was presented to the Mayoral Committee.

On the 26<sup>th</sup> of March 2013 a draft budget was presented to the Mayoral along with a list of recommendations for items such as tariff increases and miscellaneous items.

The draft budget is to be tabled in council on the 28<sup>th</sup> of March together with the revised IDP for the 2013/14 budget year.



# Lukhanji Adopted Draft Budget

## 8. Alignment of Budget with Integrated Development Plan

*Each year the IDP must be reviewed as required by the Municipal Systems Act and MFMA. It should be reviewed in terms of performance in achieving outcomes and outputs, since the current financial position and the future fiscal outlook for the municipality will have a direct bearing on delivery. The review should ensure that the plans are still within the financial capacity of Lukhanji. This section should give readers a good understanding of what is contained in the IDP and how that guides the allocations in the budget. The intention is not to attach the IDP as an annexure or to repeat everything in the IDP. However, it is critical that the user of the budget documentation obtains a good high-level overview of the IDP and be referred to the detailed IDP documentation.*

## Vision

Lukhanji Municipality to be a municipality of choice, that seeks to work closely with its people to promote governance, economic growth and sustainable delivery of services.

## Mission

To strive for financial and administrative stability while providing effective, affordable, sustainable integrated development in order to achieve socio economic upliftment, stability and growth.

## Value

In addition to the Batho Pele principles, our municipality commits itself to upholding the following set of values:

- Good Governance
- Accountability
- Public Participation
- People Development
- Teamwork
- Integrity
- Tolerance
- Honesty
- Responsibility
- Trust

## ***LUKHANJI KEY PRIORITIES (KPAs) FOR 2012/2017***

Priorities as determined by the communities through the ward councilors and endorsed by the IDP Representative Forum

### 1. Infrastructure and Basic Services

- Roads
- Storm Water Drainage
- Street lighting

## Lukhanji Adopted Draft Budget

- Sanitation
- 2. Housing
  - Rectification of the RDP houses
- 3. Local Economic Development and job creation
  - Fencing of agricultural and grazing land
  - Tourism
  - SMME development
  - Irrigation schemes
- 4. Social And Recreational Facilities
  - Sports Facilities
  - Fencing facilities
- 5. Health

### *LUKHANJI DEVELOPMENT TARGETS FOR 2012/2017*

#### **GOOD GOVERNANCE + FINACIAL VIABILITY**

- To achieve a clean audit by June 2014
- To improve turnaround time for completion of budget: adjustment , DRAFT 12/13 budget
- To improve turn around for dealing with disciplinary cases brought before the DC to less than 60 days from date of initial charges by end 2012.
- To have all our employees signing a pledge to anti-corruption program by end of 2012.
- To develop clear policy for restorative justice processes and renaming

#### **INSTITUTIONAL DEVELOPMENT & TRANSFORMATION**

- To revise and automate and cascade performance management
- To adopt a HR retention strategy
- To adopt revised EEP with specific targets for women, youth and disabled in our top three levels of management
- To fill all critical budgeted vacancies in the organogram by June 2013
- To facilitate accredited training of officials and councilors
- To facilitate training and capacity building of all ward committees

#### **LOCAL ECONOMIC DEVELOPMENT**

- To improve Agric contribution to economy by between 1% and 2.5%
- To support Local Tourism Agency
- To adopt an Agriculture and Rural development plan
- To pilot Liberation Heritage Route at Sada and Ntabelanga/Bulhoek
- To develop a investment package by the end of 2012

# Lukhanji Adopted Draft Budget

## **SERVICE DELIVERY**

- To ensure that 90% of our households have safe places to dispose of their refuse and waste by end 2012
- To facilitate construction of 2000 low cost houses with support from EC department of Housing
- To facilitate supply of electricity to 2%of households by June 2012
- To construct 50km of new gravel road network in our rural areas by December 2012
- To maintain and or upgrade at least 25km of road surface (Tarr + Gravel)
- To facilitate increase household access to water and sanitation services

***The tables contained in the following pages attempt to align the draft budget with the IDP.***

**8.2 – Table SA4 – Reconciliation of IDP strategic objectives and Budget – Revenue**

**8.3 – Table SA5 – Reconciliation of IDP strategic objectives and Budget Operating Expenditure**

**8.4 – Table SA6 – Reconciliation of IDP strategic objectives and Budget – Capital Expenditure**

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)													
Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	
R thousand													
Good Governance & Financial Viability	To achieve clean audit by 30 June 2014			148,656	193,542	215,532	157,732	178,138	178,138	175,382	190,530	201,259	
Institutional Development & Transformation	Revise and automate and cascade performance management			1,248	973	1,084	2,175	2,456	2,456	2,418	2,627	2,775	
Local Economic Development	Improve agricultural contribution to economy			16,218	1,303	1,451	5,655	6,387	6,387	6,288	6,831	8,150	
Service Delivery	Ensure that 90% of households have safe places to dispose their refuse and waste			220,023	223,604	249,009	358,850	405,274	405,274	399,005	433,468	457,877	
Allocations to other priorities			2										
<b>Total Revenue (excluding capital transfers and contributions)</b>				1	<b>386,145</b>	<b>419,422</b>	<b>467,076</b>	<b>524,412</b>	<b>592,255</b>	<b>592,255</b>	<b>583,093</b>	<b>633,457</b>	<b>670,061</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)												
Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand												
Good Governance & Financial Viability	To achieve clean audit by 30 June 2014			43,964	78,245	84,354	45,861	48,001	48,001	50,696	54,739	58,144
Institutional Development & Transformation	Revise and automate and cascade performance management			3,684	5,517	5,948	4,232	4,429	4,429	4,678	5,051	5,366
Local Economic Development	Improve agricultural contribution to economy			20,383	7,083	7,636	10,930	11,440	11,440	12,082	13,046	13,858
Service Delivery	Ensure that 90% of households have safe places to dispose their refuse and waste			282,263	290,579	313	423,905	443,686	443,686	468,599	505,966	537,444
Allocations to other priorities												
<b>Total Expenditure</b>			1	<b>350,295</b>	<b>381,423</b>	<b>98,251</b>	<b>484,928</b>	<b>507,557</b>	<b>507,557</b>	<b>536,056</b>	<b>578,802</b>	<b>614,812</b>

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Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand												
Good Governance & Financial Viability	To achieve clean audit by 30 June 2014	A		17,467	17,777	524	-	-	-			
Institutional Development & Transformation	Revise and automate and cascade performance management	B		-	-	-	-	-	-			
Local Economic Development	Improve agricultural contribution to economy	C		577,012	571,874	16,861	2,535	2,491	2,491	1,727	1,881	2,010
Service Delivery	Ensure that 90% of households have safe places to dispose their refuse and waste	D		195,215	212,352	6,261	102,617	82,194	82,194	45,310	48,236	50,680
Allocations to other priorities			3									
<b>Total Capital Expenditure</b>			1	<b>789,694</b>	<b>802,003</b>	<b>23,647</b>	<b>105,151</b>	<b>84,685</b>	<b>84,685</b>	<b>47,037</b>	<b>50,117</b>	<b>52,690</b>

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## 9 Budget Related Policies Overview and Amendments

The **detailed policies** are not included in the budget documentation, however they are available on request to councillors and are to be made publicly available when the budget is tabled for consultation, tabled for consideration of approval and finally approved.

This section attempts to give a **broad overview** of the budget policy framework and highlight the amended policies to be approved by council resolution.

Budget related policies include, but are not limited to:

- Revenue related policies (tariffs, credit control, revenue collection, indigents, etc)
- Free basic services including levels, households benefiting and cost
- Investment of funds, reserves, borrowing and cash management
- Supply chain management policy
- Adjustment budgets, and unforeseen and unavoidable expenditure

### ***Revenue Related Policies***

In 2007/08 the municipality approved several revised revenue related policies. These included a revised credit control and debt collection policy.

Policies submitted for revision in with the 2010/11 tabled budget include :

Lukhanji Municipality Virement (Adjustment Budget) Policy  
Lukhanji Municipality Arrangement Policy  
Lukhanji Municipality Credit Control and Debt Collection policy

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

This policy lays out the framework and the principles by which the municipality deals with those citizens that either want to connect to the municipal services or fall into arrears on the municipal services for which they are provided service.

This policy sets out the application process, the billing process and the mechanism to be used when performing the debt collection function.

### ***Free Basic Services***

No revisions to free basic services are planned for this financial year. The free basic services policy is written in line with national directives and recommendations and states that those households registered as indigent within the municipality will receive

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50kw of electricity and 10kl of water each month free of charge for the provision of basic service.

### ***Investment of Funds, borrowing and cash management***

In accordance with the MFMA, this past financial year the council adopted a 'cash and investment policy' setting out various principles and reporting requirements for the municipality's investments.

During 2007/08 a debt management policy that sets out the debt policy of the municipality was also adopted. This policy sets a framework for the municipality to use when considering the use of debt for a project. This policy also sets self-imposed limits on both the total amount of debt that can be issued by the municipality and the amount required each year for annual debt servicing.

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

The MFMA required the municipality to adopt and implement a new supply chain policy by January 1<sup>st</sup> of 2006. The municipality met this deadline. We now have a detailed policy of council and a set of procedures to follow. The Supply Chain unit has been established within the Finance Directorate and is operating. The policy set limits for the various methods of procurement used within the municipality and delegated authority to implement the policy to the Accounting Officer as required in the MFMA.

### ***Unforeseen and Unavoidable Expenditure Policy***

In accordance with the MFMA the council passed a policy to be used in the municipality when unforeseen and unavoidable expenditures become needed. This policy delegates certain powers and responsibilities onto the Mayor and Municipal Manager and requires all such expenditures to be tabled before council in an adjustment budget as soon as possible.

### ***Adjustment budget Policy***

A policy relating to adjustment budgets was adopted by council in during the 2006/07 budget process. This policy sets out the method and authority for proposing adjustments budgets to council during the financial year.



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### ***Debt Management Policy***

A Debt Management Policy was adopted by council in 2007/08. This policy is meant to establish guidelines for the issuance, use of or budgeting of debt instruments within the municipality.

### ***Write Off Policy***

The municipality has many old and uncollectible accounts still within its active billing system.

This write off policy (adopted in 2007/08) establishes guidelines and authorization levels and criteria to be used when writing off those debtor accounts that are deemed uncollectible.

### ***Arrangements Policy***

This policy (adopted in 2007/08) creates the framework to guide staff in entering into arrangements for payment with municipal customers that have problems paying their accounts.

The policy differentiates between indigent, domestic and business type customers. The policy also basis repayment schedules based upon the income levels of households and sets guidelines to use when dealing with indigents.

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## 10 Budget Assumptions

Budgets are prepared in an environment of uncertainty. To prepare meaningful budgets, assumptions need to be made about internal and external factors that could influence the budget. Documentation of the assumptions used in preparing the budget assists understanding of the information. The section provides a comprehensive summary of all the assumptions used in preparing the budget.

<b>Budget Assumptions Table 2013/14</b>				
	<b>Estimated 2012/13</b>	<b>Estimated 2013/14</b>	<b>Estimated 2014/15</b>	<b>Estimated 2015/16</b>
<b>1) General Inflation Factor</b>	<b>4.8%</b>	<b>5.3%</b>	<b>5.0%</b>	<b>5.0%</b>
<b>2) Interest Rates:</b>				
<b>Borrowing</b>	<b>13.0%</b>	<b>13.0%</b>	<b>13.0%</b>	<b>13.0%</b>
<b>Investing</b>	<b>6.0%</b>	<b>6.0%</b>	<b>6.0%</b>	<b>6.0%</b>
<b>3) Increases - Rates and Tariffs:</b>				
<b>Growth Factor</b>	<b>0.0%</b>	<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>
<b>Rates</b>	<b>10.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Electricity</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Refuse</b>	<b>7.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Water</b>	<b>6.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Sanitation</b>	<b>6.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>4) Tax Base Growth</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>5) Billing Collection Rates:</b>				
<b>Rates</b>	<b>98.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Electricity</b>	<b>79.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Refuse</b>	<b>53.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Water</b>	<b>60.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Sanitation</b>	<b>59.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Debtor Interest</b>	<b>7.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>6) Bulk Electricity Purchases</b>				
<b>Growth Factor</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Bulk Cost Increases</b>	<b>13.5%</b>	<b>13.5%</b>	<b>13.5%</b>	<b>13.5%</b>

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	Estimated 2012/13	Estimated 2013/14	Estimated 2014/15	Estimated 2015/16
7) Salary Increases				
Salaries	7.8%	8.0%	6.0%	6.0%
Overtime	7.8%	8.0%	6.0%	6.0%
Contract Workers	4.0%	4.0%	4.0%	4.0%
8) WSSA contract increase	5.0%	5.0%	5.0%	5.0%
9) Equitable Share Allocation	109,210,000	117,362,000	127,591,000	127,591,000
10 ) Water/Sanitation Subsidy (from District)	42,574,127	-	-	-
11 ) Water/Sanitation Net	-	-	-	-
12 ) Library Allocation	4,150,000	4,300,000	4,300,000	4,300,000
13 ) Library Deficit	-	-	-	-
14 ) Property Sales	-	-	-	-
15 ) Small Equipment Purchases	-	-	-	-
16 ) Change in # of Staff	-	-	-	-
17 ) New Capital Purchases - Own Revenue	39,500,000	15,000,000	15,000,000	15,000,000

### General inflation outlook and its impact on the municipal activities

General inflationary pressure is expected to remain in the moderate range as per the National Treasury forecasts. We have used the guidelines as per circular 48, 51, 58 and 59 from National Treasury for the next three years when preparing this medium term budget

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## Interest rates for borrowing and investment of funds

Based on historical trends and current market analysis we have used 10% as the base interest rate on all loans that we anticipate taking out over the medium term estimate. Investment income is calculated using a 6% rate for cash invested.

## Rates, tariffs, charges and timing of revenue collection

The Lukhanji Municipality is still in the process of performing new valuations on property within the municipality. As a result of this, current valuations use property values sometimes dating back many years. Because of the uncertainty of when the new valuation roles will be completed we have conservatively used a zero percent increase in values for property. Rates are set to increase by 10% representing the CPIX.

A costing study was conducted in 2005/06 to assist the municipality in determining the 'total' direct and indirect cost of delivering the various services to the community. As a result of this study a new costing model was developed to distribute the indirect or 'administrative' costs incurred by the municipality. This new costing model is reflected in the proposed tariffs for the municipality this year.

Refuse charges are set to remain at 7% this year. This is as a result of the service not breaking even or running at a loss. This will have to be increased over a number of years to ensure that the service is fully funded.

Electrical service is dependent on bulk electric purchases from ESKOM. As a result of the 8.0% increase in the cost of bulk electricity, the tariffs charged to customers will increase this year by same margin. However, a final word from Nersa could change this percentage increase. Indigent customers will be subsidized as follows:

0 – 50kw	free
51kw onwards	8.0% Increase

The municipality performs the water and sanitation services under an agency contract with the Chris Hani District Municipality. The district must approve all tariff increases relating to the water and sanitation function. An indication was received from Chris Hani District municipality to increase the water and sanitation tariff with 6% as well. We have also increased the outer years of this budget with 6%.

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### **Collection rates for each revenue source and customer type**

***(for more detail see section 15 – revenue by source and vote)***

Collection of billed services continues to be problematic in many areas of the municipality. As a result of this the allowance for bad debts has been increased substantially over the past years to more closely reflect the actual collection rate of municipal services. These lower collection rates continue to put upward pressure on service tariffs and will require a conscience effort to address in the future.

Collection rates for services that are billed to the community are usually very different than the amount actually billed for a particular service. This is the result of many different factors including consumer attitude, ability to pay and other issues. The municipality began a project plan last year to improve the collection of the various billed services thru a project management plan that addresses many different areas of the billing and collection cycle.

In addition, the credit control and debt collection policy was revised last year and a debtor's write off and arrangements policies were also added to the mix. The adoption of these policies is only one part of a multi prong approach to address this issue.

### **Average salary increases**

When we include councillor allowances, salaries and related expenses make up almost 30% of the operating budget. This salary related expenses are increased each year by bargaining agreements controlled by SALGA.

Salaries for municipal workers are projected to increase steadily over the medium term budget forecast. For 2013/14 salaries are projected to increase 7.0%, for 14/15 to 15/16 a projected 5.0% increase is also used.

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## 11 Funding the Budget

### Fiscal Overview

Over the past few years the Lukhanji Municipality has been working to reform its financial position and reporting systems to promote sustainability and conformance to the requirements of the MFMA.

Sustainability can mean many different things but at its core is the idea of financial stability and the ability to financially meet the obligations and commitments that are required to deliver the services within the community.

The MFMA requires many things from the municipality in this respect. Some of these items include: 1) Payment of all creditors within 30 days; 2) using only realistically expected actual revenues and non-committed cash surpluses to fund the budget; 3) discontinue the use of short term borrowing (bank overdraft) to fund operating expenses; and 4) ensuring that all required reserve funds are 'cash backed'.

Primarily from a cash point of view, Lukhanji has faced serious financial difficulties over the past few years. Lukhanji is not alone. Many local municipalities in South Africa are facing the same difficulties. The reasons for this situation are not simple and neither are the solutions. Over the past years the municipality has been required to take on large numbers of employees, a large borrowing debt and a large population that simply do not have the income to pay the rates and tariffs required.

These conditions have resulted in overall low collection rates for services billed, growing pressure on salaries to become a greater and greater portion of the operating budget and finally, cash strapped bank accounts.

It is to this end the municipality has continued to focus its attention toward the past few years. Prudent budgeting and some hard decision making has allowed this goal to become a reality. The municipality will end 2012/13 with enough cash at the end of the financial year to pay all of its creditors. This, however, must not be the end.

The municipality must strengthen its credit control and debt collection efforts. We must evaluate every area of operations and ask ourselves if we are doing things in the most efficient and effective way. We must make sure that those organs of state for which we supply agency functions pay for those functions in their entirety so that local Rand can be used to pay for the local services that we are required to perform.

Probably most important, we must be willing to change. We cannot continue to do things the way that we always have done them in the past.

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New challenges always bring with them new opportunities. We must find those opportunities that present themselves and use them to better our municipality.

### **Funded verses a Balanced budget: Table SA 10**

The implementation of the MFMA changes the prospective of the budget from a 'funds' prospective where the emphasis is on balancing funds going out to funds coming in to a more dynamic accounting prospective.

This new prospective requires us to analysis the budget from several viewpoints to ensure that the budget is indeed balanced in accordance with the MFMA. The MFMA requires in section 18 that the budget be funded using only 'realistically' anticipated revenues to be collected and cash backed accumulated funds that are not committed to other purposes. Borrowed funds can only be used to fund capital budget items in accordance with MFMA requirements.

Although we show revenues on an accrual basis we must ensure that revenues used to fund the budget are realistically anticipated to be collected.

To be credible the budget must be consistent with the IDP and be achievable in terms of service delivery and performance targets. Credible budgets have realistic revenue and expenditure projections and the implementation of it improves the financial viability of the municipality.

The municipality has followed these principles and the directions put forth in NT circulars 41 and 42 concerning both the budget process and funding of a municipal budget.

We have made full disclosure on all revenues using accrual methods and all cash that is available has been shown where it is legally committed to be spent.

Cash flow for the 2013/14 budget year reflects that cash receipts for the year will be sufficient to place a small surplus into working operating capital.

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EC134 Lukhanji Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
			<b>Funding measures</b>									
Cash/cash equivalents at the year end - R'000	18(1)b	1	108,029	125,000	171,430	83,461	84,052	84,052	84,052	161,385	276,156	394,902
Cash + investments at the yr end less applications - R'000	18(1)b	2	103,818	221,595	282,702	215,054	281,883	281,883	281,883	215,253	210,679	198,792
Cash year end/monthly employee/supplier payments	18(1)b	3	4.4	4.4	5.5	2.3	2.3	2.3	2.3	4.1	6.4	8.5
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	35,850	37,999	55,874	39,484	84,697	84,697	84,697	47,037	54,654	54,315
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	13.1%	11.8%	(0.1%)	3.6%	(6.0%)	(6.0%)	4.0%	3.3%	3.0%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	26.5%	58.0%	100.5%	70.8%	100.0%	100.0%	100.0%	91.6%	94.2%	92.7%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	32.5%	35.9%	31.6%	29.9%	23.5%	23.5%	23.5%	25.0%	24.8%	24.6%
Capital payments % of capital expenditure	18(1)c;19	8	3.2%	3.4%	0.0%	100.0%	100.0%	100.0%	100.0%	(100.0%)	(100.0%)	(100.0%)
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	39.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	1.8%	(32.9%)	62.0%	(38.3%)	0.0%	0.0%	(47.2%)	3.8%	3.8%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	1.3%	1.2%	0.0%	2.6%	3.0%	3.0%	2.9%	2.5%	2.4%	2.1%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	38.9%	52.2%	52.2%	0.0%	36.8%	42.9%	43.7%

## 11.2 – Financial Indicators – Table SA 8

The municipality is in the process of developing useful performance indicators that will be both meaningful and useful for detecting financial problems and trends that need to be investigated. These indicators are not available at this time but will be made public once finalized.



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EC134 Lukhanji - Supporting Table SA8 Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Borrowing Management</b>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	2.1%	0.5%	2.0%	1.9%	0.1%	0.1%	0.1%	0.0%	-0.1%	0.7%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	2.8%	0.6%	2.5%	2.5%	0.2%	0.2%	0.2%	0.0%	-0.1%	1.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	39.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>											
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>											
Current Ratio	Current assets/current liabilities	1.9	2.4	5.0	2.0	5.0	5.0	5.0	4.8	5.2	4.9
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	1.9	2.4	5.0	2.0	5.0	5.0	5.0	4.8	5.2	4.9
Liquidity Ratio	Monetary Assets/Current Liabilities	0.6	0.9	2.7	0.5	2.7	2.7	2.7	3.2	3.3	3.0
<b>Revenue Management</b>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		26.5%	58.0%	100.5%	70.8%	100.0%	100.0%	100.0%	91.6%	94.2%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)			26.5%	58.0%	100.5%	70.8%	100.0%	100.0%	100.0%	91.6%	94.2%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	58.6%	54.9%	34.3%	51.4%	30.4%	30.4%	30.4%	15.2%	14.5%	14.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
<b>Creditors Management</b>											
Creditors System Efficiency	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))										
Creditors to Cash and Investments		26.0%	17.3%	19.2%	21.5%	39.2%	39.2%	39.2%	3.5%	0.0%	0.0%
<b>Other Indicators</b>											
Electricity Distribution Losses (2)	Total Volume Losses (kW) Total Cost of Losses (Rand '000)										
Water Distribution Losses (2)	Total Volume Losses (kℓ) Total Cost of Losses (Rand '000)	0.31	0.3								
Employee costs	Employee costs/(Total Revenue - capital revenue)	22.9%	23.4%	22.4%	24.7%	25.3%	25.3%	25.3%	26.5%	25.4%	25.2%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	25.9%	27.1%	0.0%	29.6%	28.1%	28.1%		28.1%	27.1%	27.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	2.3%	2.1%	0.0%	5.2%	4.3%	4.3%		3.9%	3.6%	3.0%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	2.8%	3.9%	4.4%	1.0%	4.1%	4.1%	4.1%	3.6%	3.3%	3.9%
<b>IDP regulation financial viability indicators</b>											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year	17.8	24.5	35.3	364.4	364.4	364.4	93.6	101.8	100.3	107.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	127.1%	108.7%	61.7%	94.5%	53.2%	53.2%	53.2%	25.5%	24.3%	23.1%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	4.4	4.4	5.5	2.3	2.3	2.3	2.3	4.1	6.4	8.5

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## Sources of Funding

### 11.3 - Rates, tariffs and other charges

The detailed listings of all of the proposed tariffs and rates for the 2013/14 financial year are contained in **appendix A**. In this section we will highlight only the major changes proposed. We will concentrate on the four major tariffs of the municipality along with the property rates.

These five revenue sources will account for an almost R262.3 million in billed revenue for the municipality in 2013/14 and will account for an estimated R201.4 million in actual cash collection. The breakdown is as follows:

<u>Item</u>	<u>Billed (000's)</u>	<u>Cash (000's)</u>
• Property Rates	68,611	65,789
• Electricity	167,501	135,841
• Water	30,706	19,710
• Wastewater	21,611	15,241
• Refuse Collection	27,986	18,316
• <b>Total</b>	<b><u>316,415</u></b>	<b><u>254,897</u></b>

#### Property Rates

The municipality still faces the challenges regarding valuations done by the service provider. Currently the municipality is trying to obtain solutions from the service provider regarding incorrect valuations as well as properties not correctly identified in the valuation roll. This has hopefully be resolved and will enable the municipality to raise its rates correctly on 1 July 2013.

As shown in appendix A levied rates are proposed to be increased by **10%** this budget year.

#### Electricity Tariffs

The single largest revenue source for the municipality is the electricity tariff (R167.5 million next year). It is also the source of the single largest expenditure – bulk electricity purchases (budgeted at R161.7 million next year).

The vast majority of domestic users of the municipal electrical distribution system are using a 'pre-paid' meter system. Using this system the municipality is able to collect the tariff charge 'up front' and eliminate all bad debts associated with these customers. This is the reason that the collection rate

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from the electricity tariff is so high compared to other tariffs that are billed in the conventional way.

Some 3199 customers (including domestic, commercial and industrial) are billed via a conventional meter. As can be seen in the rates listed in appendix A the charge to these customers is broken down into several components including fixed component and several usage based components.

The initial tariff increase put forth in the budget for electricity is **8.0%**.

### **Water and Wastewater Tariffs**

Lukhanji delivers water and wastewater services in the capacity of an agent of the Chris Hani District Municipality. As such, the budget and any tariff increases are to be done in consultation with the district.

As of this time we are requesting a **6%** increase in both water and sanitation rates.

Currently the wastewater tariffs are billed to customers with water borne sewer connections based on the number of sewer connection points. Households are assumed and only charged for one connection point while commercial and industrial users are billed for the actual number of points that they have. Wastewater is an annual charge and may be paid annually or in monthly instalments if the rates and taxes of the relevant erf are also paid in monthly instalments.

Water is billed monthly based on usage with higher usage resulting in a higher charge. An availability charge is payable on all property where a connection to the water network is possible but not utilized.

All current/proposed water and wastewater tariffs are listed in appendix A.

### **Refuse Collection**

Refuse collection tariffs are 'use based' fees that are based on factors such as the category of the customer and the number of removals required.

For 2013/14 a **7%** increase in refuse tariffs across the board is scheduled. The tariff could be reduced this year as a result of the service being breaking even after the previous increases.

The listing of proposed refuse tariffs is included in appendix A.

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### **11.5 - Investments – cash backed accumulated surplus**

*This section documents particulars of existing investments and predicted levels of investments based on future strategies. The portfolio of investments should also be compliant with the MFMA, regulations and investment framework.*

The following tables are included to show details concerning the municipality's investments.

### **11.6 - Table SA15 – Investments Particulars by Type**

### **11.7 - Table SA16 – Investments Particulars by Maturity**

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EC134 Lukhanji - Supporting Table SA15 Investment particulars by type

Investment type	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>										
<b>Parent municipality</b>										
Securities - National Government Listed Corporate Bonds Deposits - Bank Deposits - Public Investment Commissioners Deposits - Corporation for Public Deposits Bankers Acceptance Certificates Negotiable Certificates of Deposit - Banks Guaranteed Endowment Policies (sinking) Repurchase Agreements - Banks Municipal Bonds		733	225		48,946	103,035	103,035	106,242	93,742	81,242
<b>Municipality sub-total</b>	1	733	225	-	48,946	103,035	103,035	106,242	93,742	81,242
<b>Entities</b>										
Securities - National Government Listed Corporate Bonds Deposits - Bank Deposits - Public Investment Commissioners Deposits - Corporation for Public Deposits Bankers Acceptance Certificates Negotiable Certificates of Deposit - Banks Guaranteed Endowment Policies (sinking) Repurchase Agreements - Banks										
<b>Entities sub-total</b>		-	-	-	-	-	-	-	-	-
<b>Consolidated total:</b>		733	225	-	48,946	103,035	103,035	106,242	93,742	81,242

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate 3.	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Monetary value	Interest to be realised
Name of institution & investment ID	1	Yrs/Months								Rand thousand	
<b>Parent municipality</b>											
ABSA BANK		Call	CALL ACCOUNTS	Yes	Variable	0	0	0		106,242	5,460
<b>Municipality sub-total</b>										106,242	5,460
<b>TOTAL INVESTMENTS AND INTEREST</b>	1									106,242	5,460

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### 11.8 - Grant allocations

*The following is a listing of grants included within the budget and a brief description of each.*

#### **MUNICIPAL INFRASTRUCTURE GRANT**

This fund is allocated to municipalities to supplement municipal capital budgets to eradicate backlogs in municipal infrastructure, as well as the rehabilitation and renewal of municipal infrastructure. Conditions to the grant is to prioritise residential infrastructure for water, sanitation, refuse removal, street lighting, solid waste, connector and bulk infrastructure, and other municipal infrastructure like roads in line with the MIG policy framework. Municipalities must adhere to the labour intensive construction method and must report to DPLG in terms of the Division of Revenue Act on progress.

#### **MUNICIPAL SYSTEM IMPROVEMENT PROGRAMME**

This grant is allocated to assist municipalities in building in-house capacity to perform their functions and stabilise institutional and governance system as required in the Local Government Municipal Systems Act of 2000.

Conditions include that a activity plan must be submitted in the prescribed format with detail budgets and timeframes. Submission of monthly expenditure reports in accordance of the Division of the Revenue Act.

#### **LOCAL GOVERNMENT FINANCIAL MANAGEMENT GRANT**

This grant is allocated to promote and support reforms to financial management and the implementation of the Municipal Finance Management Act.

Conditions include submission of council resolution striving to achieve multi-year budgets, accounting and reporting reforms. The employment of a skilled chief financial officer and promotion of internship programme in financial management and ongoing review, revision and submission of implementation plans to address weaknesses in financial management.

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### **LOCAL GOVERNMENT SUPPORT GRANT**

This grant is allocated to strengthen the capacity of municipalities, integrated planning and good governance, facilitate land and Infrastructure development and promotion of sustainable local economic and rural development as well as free basic services.

Conditions include proper utilization of the funds for which it is allocated and regular reporting in terms of the Division of Revenue Act.

#### **11.9 -Table SA 18 - Transfers and grant receipts**

##### **Table SA 19 - Expenditure on transfers and grant programme**

##### **Table SA 20 - Reconciliation of transfers, grant receipts and unspent Funds**

The tables on the following pages give a detail listing of the allocations that the municipality anticipates receiving.

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EC134 Lukhanji - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>EXPENDITURE:</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		70,964	87,550	98,352	116,354	116,354	116,354	118,911	124,258	134,216
Local Government Equitable Share		70,964	86,908	96,062	109,210	109,210	109,210	112,656	118,544	128,228
Finance Management				1,500	1,500	1,500	1,500	1,550	1,600	1,650
Municipal Systems Improvement				790	800	800	800	890	934	967
EPWP Incentive			642	-	2,844	2,844	2,844	1,515	-	-
Integrated National Electrification Programme										
Infrastructure Skills Development Grant					2,000	2,000	2,000	2,300	3,180	3,371
<b>Provincial Government:</b>		10,422	6,581	-	4,150	4,150	4,150	-	-	-
Health subsidy		7,871	6,776	-						
Health subsidy		1,466	(195)							
Health subsidy		385								
Library Subsidy		700			4,150	4,150	4,150			
<b>District Municipality:</b>		33,979	32,505	36,500	42,574	42,574	42,574	46,714	47,701	48,711
Water and Sanitation Provider		33,979	32,505	36,500	42,574	42,574	42,574	42,574	43,561	44,571
Library Subsidy								4,140	4,140	4,140
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Total operating expenditure of Transfers and Grants</b>		115,365	126,636	134,852	163,078	163,078	163,078	165,625	171,959	182,927
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	-	27,480	32,122	32,122	32,122	34,537	37,617	40,190
Municipal Infrastructure Grant (MIG)				26,480	32,122	32,122	32,122	34,537	37,617	40,190
Rural Households Infrastructure				1,000						
Neighbourhood Development Partnership										
Other capital transfers/grants [insert desc]										
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
<b>District Municipality:</b>		-	-	-	-	7,801	7,801	-	-	-
Water and Sanitation Provider						5,301	5,301			
Fencing & Beautification						2,500	2,500			
<b>Other grant providers:</b>		-	-	-	-	285	285	-	-	-
Thina Sinako						285	285			
<b>Total capital expenditure of Transfers and Grants</b>		-	-	27,480	32,122	40,208	40,208	34,537	37,617	40,190
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		115,365	126,636	162,332	195,200	203,286	203,286	200,162	209,576	223,117



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EC134 Lukhanji - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>RECEIPTS:</b>	1, 2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		72,699	89,550	98,352	116,354	116,354	116,354	118,911	124,258	134,216
Local Government Equitable Share		70,964	86,908	96,062	109,210	109,210	109,210	112,656	118,544	128,228
Finance Management		1,000	1,250	1,500	1,500	1,500	1,500	1,550	1,600	1,650
Municipal Systems Improvement		735	750	790	800	800	800	890	934	967
EPWP Incentive			642	-	2,844	2,844	2,844	1,515	-	-
Integrated National Electrification Programme										
Infrastructure Skills Development Grant				-	2,000	2,000	2,000	2,300	3,180	3,371
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Health subsidy										
Health subsidy										
Health subsidy										
<b>District Municipality:</b>		-	-	36,500	42,574	42,574	42,574	46,714	47,701	48,711
Water and Sanitation Provider				36,500	42,574	42,574	42,574	42,574	43,561	44,571
Library Subsidy					-			4,140	4,140	4,140
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Total Operating Transfers and Grants</b>	5	72,699	89,550	134,852	158,928	158,928	158,928	165,625	171,959	182,927
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		27,896	6,980	27,480	32,122	32,122	32,122	34,537	37,617	40,190
Municipal Infrastructure Grant (MIG)		27,896	5,980	26,480	32,122	32,122	32,122	34,537	37,617	40,190
Rural Households Infrastructure			1,000	1,000						
Neighbourhood Development Partnership										
Other capital transfers/grants [insert desc]										
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
<b>District Municipality:</b>		33,979	32,505	37,500	42,574	7,801	7,801	-	-	-
Water and Sanitation Provider		33,979	32,505	37,500	42,574	5,301	5,301	-	-	-
Fencing & Beautification						2,500	2,500	-	-	-
<b>Other grant providers:</b>		-	-	-	-	285	285	-	-	-
Thina Sinako						285	285	-	-	-
<b>Total Capital Transfers and Grants</b>	5	61,876	39,485	64,980	74,696	40,208	40,208	34,537	37,617	40,190
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		134,575	129,034	199,832	233,624	199,136	199,136	200,162	209,576	223,117

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EC134 Lukhanji - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Operating transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year						822	822			
Current year receipts					116,354	116,354	116,354	117,396	133,845	133,351
<b>Conditions met - transferred to revenue</b>		-	-	-	116,354	117,176	117,176	117,396	133,845	133,351
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year					1,796	1,796	1,796			
Current year receipts					4,150	4,150	4,150	4,140	4,140	4,140
<b>Conditions met - transferred to revenue</b>		-	-	-	5,946	5,946	5,946	4,140	4,140	4,140
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year					38	38	38	-	-	-
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	38	38	38	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year					822					
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	822	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total operating transfers and grants revenue</b>		-	-	-	123,160	123,160	123,160	121,536	137,985	137,491
<b>Total operating transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>Capital transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year					4,182	2,911	2,911			
Current year receipts					32,122	32,122	32,122	34,537	37,617	40,190
<b>Conditions met - transferred to revenue</b>		-	-	-	36,304	35,033	35,033	34,537	37,617	40,190
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year					825	825	825			
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	825	825	825	-	-	-
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year					612	585	585			
Current year receipts						7,801	7,801			
<b>Conditions met - transferred to revenue</b>		-	-	-	612	8,386	8,386	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year										
Current year receipts						285	285			
<b>Conditions met - transferred to revenue</b>		-	-	-	-	285	285	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total capital transfers and grants revenue</b>		-	-	-	37,741	44,529	44,529	34,537	37,617	40,190
<b>Total capital transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		-	-	-	160,901	167,689	167,689	156,073	175,602	177,681
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		-	-	-	-	-	-	-	-	-

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### **11.10 - Contributions and donations**

Municipalities must budget for anticipated contributions and or donations. These could be in the form of cash or in kind. An example of an in kind contribution is infrastructure assets donated to the municipality free of charge by a developer as part of a residential development scheme. Municipalities must consider the financial and service delivery consequences of receiving contributions and donations. For example, the receipt of an infrastructure asset will require ongoing repairs and maintenance of the asset to maintain agreed service levels and standards. The revenue implications should also be considered. In the above example of a new residential development there should also be new rates and taxes on the new residential properties. Whether the new rates and taxes etc are set at levels sufficient to cover the ongoing costs of the new infrastructure is a policy decision for the council.

The municipality anticipates **no contributions and or donations** for the coming budget years.

### **11.11 - Sale of assets**

All disposals of municipal assets is controlled by requirements put forth in the MFMA. Lukhanji anticipate selling of certain portions of surplus vacant land this financial year. The revenue from this will be utilized for once off maintenance to properties and the cost thereof has been budgeted.

### **11.12 - Carry over**

Provision for the carryover of cash from unfinished programs and projects from the 2012/13 financial year to the 2013/14 financial year will be included in the final budget presented for approval. These funds were allocated to a specific purpose in previous financial years but for a variety of reasons the project will not be completed by the end of the financial year.

A full listing of all cash roll overs will be provided with the final budget to be tabled in June 2013'

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### **11.13 - Proposed Future Revenue Sources**

Each year when preparing the budget, thought should be given to proposed future revenue sources that could be introduced. This section will highlight these, their potential impact on future budgets and any potential issues.

The largest single potential revenue source for the municipality is the collection of billed tariffs and rates. In addition, the completion of the valuation of property within the municipality is critical to the financial future.

Both of these items will be given top priority in the coming financial year in hopes of development strategies and plans to implement improvements in the future.

### **11.14 - Borrowing**

Lukhanji Municipality does not at this stage anticipate taking up loans for the 2013/2014 financial year.

### **11.15 - TABLE SA17 - New Borrowing**

The table on the following page outlines anticipated payments to borrowings for the year.

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EC134 Lukhanji - Supporting Table SA17 Borrowing										
Borrowing - Categorised by type	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Parent municipality</b>										
Long-Term Loans (annuity/reducing balance)		2,500	2,134	3,584	571	571	571	420	316	132
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases		4,996	4,772	4,773	2,133	2,133	2,133	1,275	1,276	949
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances					26,571	-	-	-	-	-
Financial derivatives										
Other Securities										
<b>Municipality sub-total</b>	1	<b>7,496</b>	<b>6,906</b>	<b>8,357</b>	<b>29,275</b>	<b>2,704</b>	<b>2,704</b>	<b>1,695</b>	<b>1,592</b>	<b>1,081</b>
<b>Total Borrowing</b>	1	<b>7,496</b>	<b>6,906</b>	<b>8,357</b>	<b>29,275</b>	<b>2,704</b>	<b>2,704</b>	<b>1,695</b>	<b>1,592</b>	<b>1,081</b>
<b>Unspent Borrowing - Categorised by type</b>										
<b>Parent municipality</b>										
<b>Municipality sub-total</b>	1	-	-	-	-	-	-	-	-	-
<b>Total Unspent Borrowing</b>	1	-	-	-	-	-	-	-	-	-

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### 12. - Table SA 21 - Disclosure on Allocations Made by the Municipality

The municipality currently does not make any allocations to other municipalities so this table is not included.

EC134 Lukhanji - Supporting Table SA21 Transfers and grants made by the municipality											
Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand											
Total Cash Transfers To Groups Of Individuals:		-	-	-	-	-	-	-	-	-	-
TOTAL CASH TRANSFERS AND GRANTS	6	-	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS	6	-	-	-	-	-	-	-	-	-	-

### 13 Disclosure on Salaries, Allowances and Benefits

The tables on the following pages give the required listings of salaries, Allowances, and personnel as required by the MFMA.

#### 13.1 - TABLE SA23 - Salaries, Allowances and Benefits (Political Office bearers/councillors/senior managers)

#### 13.2 - TABLE SA22 - Summary of councillor and staff benefits

#### 13.3 - TABLE SA24 - Summary of Personnel Numbers

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EC134 Lukhanji - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)								
Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
<b>Councillors</b>	3							
Speaker	4		423,478		162,890			586,368
Chief Whip			397,011		154,068			551,079
Executive Mayor			529,347		198,181			727,528
Deputy Executive Mayor			–		–			–
Executive Committee			2,779,074		1,078,474			3,857,548
Total for all other councillors			6,987,061		2,925,258			9,912,319
<b>Total Councillors</b>	8	–	<b>11,115,971</b>	<b>–</b>	<b>4,518,871</b>			<b>15,634,842</b>
<b>Senior Managers of the Municipality</b>	5							
Municipal Manager (MM)			1,198,861		92,400	99,905		1,391,167
Chief Finance Officer			807,427	8,074		67,286		882,787
Director - Human Settlements			551,900	179,044	90,968	67,740		889,651
Director - Technical Services			746,999	7,470	66,000	67,740		888,208
Director - Community Services			649,981	172,653		44,380		867,014
Director - Corporate & Human Resources			532,558	46,200	46,200	67,740		692,698
<i>List of each official with packages &gt;= senior manager</i>								
Strategic Manager			563,309	167,492	90,968	67,740		889,508
Director - IPED			532,558	101,186		44,380		678,124
<b>Total Senior Managers of the Municipality</b>	8,10	–	<b>5,583,593</b>	<b>682,119</b>	<b>386,536</b>	<b>526,909</b>		<b>7,179,157</b>
<b>A Heading for Each Entity</b>	6,7							
List each member of board by designation								
<b>Total for municipal entities</b>	8,10	–	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>		<b>–</b>
<b>TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION</b>	10	–	<b>16,699,563</b>	<b>682,119</b>	<b>4,905,407</b>	<b>526,909</b>		<b>22,813,999</b>

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EC134 Lukhanji - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
		A	B	C	D	E	F	G	H	I
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		11,225	12,255		10,389	10,389	10,389	11,116	11,672	12,255
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance					3,463	3,463	3,463	3,705	3,890	4,085
Cellphone Allowance					760	760	760	814	854	897
Housing Allowances										
Other benefits and allowances										
<b>Sub Total - Councillors</b>		<b>11,225</b>	<b>12,255</b>	<b>-</b>	<b>14,612</b>	<b>14,612</b>	<b>14,612</b>	<b>15,635</b>	<b>16,416</b>	<b>17,237</b>
% increase	4		9.2%	(100.0%)	-	(0.0%)	-	7.0%	5.0%	5.0%
<b>Senior Managers of the Municipality</b>	2									
Basic Salaries and Wages		2,521	2,730		4,325	4,325	4,325	5,584	5,863	6,156
Pension and UIF Contributions		460	422		465	502	502	502	527	553
Medical Aid Contributions		183	137		168	228	228	188	197	207
Overtime										
Performance Bonus		319	326		443	443	443	534	561	589
Motor Vehicle Allowance	3	448	379		332	332	332	373	392	411
Cellphone Allowance	3									
Housing Allowances	3	29	23		20	22	22	14	15	16
Other benefits and allowances	3	15	12					11	13	13
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
<b>Sub Total - Senior Managers of Municipality</b>		<b>3,976</b>	<b>4,029</b>	<b>-</b>	<b>5,753</b>	<b>5,852</b>	<b>5,852</b>	<b>7,206</b>	<b>7,568</b>	<b>7,946</b>
% increase	4		1.3%	(100.0%)	-	1.7%	-	23.1%	5.0%	5.0%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		55,732	63,642		83,786	84,166	84,166	87,058	91,411	95,981
Pension and UIF Contributions		7,823	10,714		12,018	12,985	12,985	13,894	14,589	15,318
Medical Aid Contributions		8,451	7,695		8,489	9,442	9,442	10,103	10,608	11,139
Overtime		4,496	4,981		5,633	5,823	5,823	6,231	6,543	6,870
Performance Bonus		3,723	4,062		5,138	3,626	3,626	3,880	4,074	4,278
Motor Vehicle Allowance	3	2,538	2,527		2,839	2,999	2,999	3,209	3,369	3,538
Cellphone Allowance	3	16	17		1	1	1	1	1	1
Housing Allowances	3	250	213		237	245	245	262	275	289
Other benefits and allowances	3	1,345	2,957		5,074	2,628	2,628	2,812	2,953	3,100
Payments in lieu of leave										
Long service awards		325	486		316	489	489	523	549	577
Post-retirement benefit obligations	6									
<b>Sub Total - Other Municipal Staff</b>		<b>84,699</b>	<b>97,294</b>	<b>-</b>	<b>123,531</b>	<b>122,404</b>	<b>122,404</b>	<b>127,972</b>	<b>134,372</b>	<b>141,090</b>
% increase	4		14.9%	(100.0%)	-	(0.9%)	-	4.5%	5.0%	5.0%
<b>Total Parent Municipality</b>		<b>99,900</b>	<b>113,578</b>	<b>-</b>	<b>143,896</b>	<b>142,868</b>	<b>142,868</b>	<b>150,813</b>	<b>158,355</b>	<b>166,273</b>
			13.7%	(100.0%)	-	(0.7%)	-	5.6%	5.0%	5.0%
<b>Board Members of Entities</b>										
<b>Sub Total - Board Members of Entities</b>										
% increase	4									
<b>Senior Managers of Entities</b>										
<b>Sub Total - Senior Managers of Entities</b>										
% increase	4									
<b>Other Staff of Entities</b>										
<b>Sub Total - Other Staff of Entities</b>										
% increase	4									
<b>Total Municipal Entities</b>										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>										
		99,900	113,578	-	143,896	142,868	142,868	150,813	158,355	166,273
% increase	4		13.7%	(100.0%)	-	(0.7%)	-	5.6%	5.0%	5.0%
<b>TOTAL MANAGERS AND STAFF</b>	5,7	88,675	101,323	-	129,284	128,256	128,256	135,178	141,939	149,036



# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers	Ref	2011/12			Current Year 2012/13			Budget Year 2013/14		
		Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
<b>Municipal Council and Boards of Municipal Entities</b>										
Councillors (Political Office Bearers plus Other Councillors)	4	54	54		54	54		54	54	
Board Members of municipal entities	5									
<b>Municipal employees</b>										
Municipal Manager and Senior Managers	3	8		8	9		7	9		8
Other Managers	7	3		3	2		2			
Professionals		575	575	-	588	574	14	612	598	12
<i>Finance</i>		54	54		60	58	2	65	63	2
<i>Spatial/town planning</i>		54	54		43	42	1	46	42	2
<i>Information Technology</i>		3	3		4	4		4	4	
<i>Roads</i>		26	26		40	40		55	55	
<i>Electricity</i>		35	35		43	43		50	50	
<i>Water</i>		14	14		20	10	10	25	25	
<i>Sanitation</i>		22	22		25	24	1	26	26	
<i>Refuse</i>		95	95		121	121		117	117	
<i>Other</i>		272	272		232	232		224	216	8
Technicians		-	-	-	-	-	-	-	-	-
<i>Finance</i>										
<i>Spatial/town planning</i>										
<i>Information Technology</i>										
<i>Roads</i>										
<i>Electricity</i>										
<i>Water</i>										
<i>Sanitation</i>										
<i>Refuse</i>										
<i>Other</i>										
Clerks (Clerical and administrative)		55	47	8	55	47	8	53	48	8
Service and sales workers										
Skilled agricultural and fishery workers										
Craft and related trades										
Plant and Machine Operators										
Elementary Occupations										
<b>TOTAL PERSONNEL NUMBERS</b>	9	695	676	19	708	675	31	728	700	28
<b>% increase</b>					1.9%	(0.1%)	63.2%	2.8%	3.7%	(9.7%)
<b>Total municipal employees headcount</b>	6, 10							67	64	3
Finance personnel headcount	8, 10									
Human Resources personnel headcount	8, 10							19	19	-

## Lukhanji Adopted Draft Budget

- 14 Table SA 25 - Budgeted monthly revenue and expenditure**
- Table SA 26 - Budgeted monthly revenue and expenditure  
(Municipal Vote)**
- Table SA 27 - Budgeted monthly revenue and expenditure  
(Standard Classification)**
- Table SA 28 - Budgeted monthly capital expenditure  
(Municipal Vote)**
- Table SA 29 - Budgeted monthly capital expenditure  
(Standard Classification)**
- Table SA 30 - Budgeted Monthly cash flow**

The table on the following pages presents a monthly cash flow for the municipality over the next financial year.

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA25 Consolidated budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue By Source</b>																
Property rates		4,012	3,196	9,746	13,155	5,110	4,533	5,049	4,481	4,064	3,366	4,440	7,459	68,611	74,100	80,028
Property rates - penalties & collection charges																
Service charges - electricity revenue		9,432	8,544	12,236	14,916	12,422	9,533	11,467	10,067	10,266	8,626	11,594	48,397	167,501	185,708	205,085
Service charges - water revenue		1,235	1,084	1,720	1,908	2,077	1,313	1,941	1,591	1,559	1,394	1,829	13,055	30,706	32,825	35,092
Service charges - sanitation revenue		797	927	2,116	3,302	1,249	933	1,108	1,016	960	773	982	7,447	21,611	23,107	24,707
Service charges - refuse revenue		1,268	1,024	2,285	1,734	1,643	1,174	1,611	1,507	1,465	1,234	1,574	11,468	27,986	29,945	32,041
Service charges - other																
Rental of facilities and equipment		44	44	44	44	44	44	44	44	44	44	44	1,993	2,476	2,476	2,476
Interest earned - external investments		455	455	455	455	455	455	455	455	455	455	455	455	5,460	5,460	5,460
Interest earned - outstanding debtors		1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	17,655	18,957	20,356	
Dividends received																
Fines		29	29	29	29	29	29	29	29	29	29	29	29	347	347	347
Licences and permits		324	324	324	324	324	324	324	324	324	324	324	324	3,889	3,889	3,889
Agency services		315	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	55,712	56,474	57,235	
Transfers recognised - operational		52,330	314	314	314	38,123	314	314	314	26,570	314	314	2,003	121,536	137,985	137,491
Other revenue		1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	14,544	12,066	12,228	
Gains on disposal of PPE																
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>72,721</b>	<b>23,458</b>	<b>36,787</b>	<b>43,698</b>	<b>68,993</b>	<b>26,170</b>	<b>29,860</b>	<b>27,346</b>	<b>53,255</b>	<b>24,076</b>	<b>29,102</b>	<b>100,591</b>	<b>536,056</b>	<b>583,339</b>	<b>616,437</b>
<b>Expenditure By Type</b>																
Employee related costs		11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,819	141,819	148,345	155,407
Remuneration of councillors		1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	18,795	19,569	20,382
Debt impairment		6,634	6,634	6,634	6,634	6,634	6,634	6,634	6,634	6,634	6,634	6,634	6,634	79,605	86,204	93,368
Depreciation & asset impairment		1,522	1,522	1,522	1,522	1,522	1,522	1,522	1,522	1,522	1,522	1,522	1,522	18,263	18,263	18,263
Finance charges		108	108	108	108	108	108	108	108	108	108	108	108	1,293	964	5,597
Bulk purchases		20,794	23,067	16,312	10,520	10,587	10,344	9,772	10,706	9,949	10,409	11,080	18,355	161,897	183,731	204,513
Other materials																
Contracted services		3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	43,942	45,988	45,988
Transfers and grants																
Other expenditure		5,870	5,870	5,870	5,870	5,870	5,870	5,870	5,870	5,870	5,870	5,870	5,873	70,443	75,738	71,294
Loss on disposal of PPE																
<b>Total Expenditure</b>		<b>51,974</b>	<b>54,247</b>	<b>47,492</b>	<b>41,700</b>	<b>41,767</b>	<b>41,523</b>	<b>40,952</b>	<b>41,886</b>	<b>41,129</b>	<b>41,588</b>	<b>42,260</b>	<b>49,538</b>	<b>536,056</b>	<b>578,802</b>	<b>614,812</b>
<b>Surplus/(Deficit)</b>																
Surplus/(Deficit)		20,747	(30,789)	(10,705)	1,998	27,226	(15,354)	(11,092)	(14,540)	12,126	(17,512)	(13,158)	51,053	(0)	4,537	1,625
Transfers recognised - capital		11,512				14,233				8,792				34,537	37,617	40,190
Contributions recognised - capital																
Contributed assets		12,500												12,500	12,500	12,500
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>44,759</b>	<b>(30,789)</b>	<b>(10,705)</b>	<b>1,998</b>	<b>41,459</b>	<b>(15,354)</b>	<b>(11,092)</b>	<b>(14,540)</b>	<b>20,918</b>	<b>(17,512)</b>	<b>(13,158)</b>	<b>51,053</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>
Taxation																
Attributable to minorities																
Share of surplus/ (deficit) of associate																
<b>Surplus/(Deficit)</b>	<b>1</b>	<b>44,759</b>	<b>(30,789)</b>	<b>(10,705)</b>	<b>1,998</b>	<b>41,459</b>	<b>(15,354)</b>	<b>(11,092)</b>	<b>(14,540)</b>	<b>20,918</b>	<b>(17,512)</b>	<b>(13,158)</b>	<b>51,053</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA26 Consolidated budgeted monthly revenue and expenditure (municipal vote)

Description	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue by Vote</b>																
Vote 1 - EXECUTIVE AND COUNCIL		8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,118	97,422	113,342	110,917	
Vote 2 - FINANCE AND ADMINISTRATION		7,255	7,255	7,255	7,255	7,255	7,255	7,255	7,255	7,255	7,255	7,255	87,063	93,045	99,501	
Vote 3 - PLANNING AND DEVELOPMENT		327	327	327	327	327	327	327	327	327	327	326	3,920	4,621	4,621	
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,573	1,572	18,874	12,734	8,834	
Vote 6 - COMMUNITY SAFETY		816	816	816	816	816	816	816	816	816	816	816	9,790	9,798	9,807	
Vote 7 - SPORT AND RECREATION		435	435	435	435	435	435	435	435	435	435	435	5,214	7,214	5,214	
Vote 8 - WASTE WATER MANAGEMENT		2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	34,432	35,948	37,563	
Vote 9 - WASTE MANAGEMENT		3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	38,762	41,020	43,435	
Vote 10 - ROADS TRANSPORT		2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,577	30,932	37,117	41,970	
Vote 11 - WATER		6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	77,257	80,640	84,216	
Vote 12 - ELECTRICITY		14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,953	179,425	197,975	221,046	
Vote 13 - OTHER		0	0	0	0	0	0	0	0	0	0	0	3	3	3	
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - IPED		-	-	-	-	-	-	-	-	-	-	-	-	-	2,000	
<b>Total Revenue by Vote</b>		<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,589</b>	<b>583,093</b>	<b>633,457</b>	<b>669,127</b>	
<b>Expenditure by Vote to be appropriated</b>																
Vote 1 - EXECUTIVE AND COUNCIL		3,680	3,680	3,680	3,680	3,680	3,680	3,680	3,680	3,680	3,680	3,680	44,160	45,622	47,045	
Vote 2 - FINANCE AND ADMINISTRATION		3,125	3,125	3,125	3,125	3,125	3,125	3,125	3,125	3,125	3,125	3,126	37,505	38,854	40,277	
Vote 3 - PLANNING AND DEVELOPMENT		997	997	997	997	997	997	997	997	997	997	997	11,966	13,095	13,546	
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 5 - COMMUNITY AND SOCIAL SERVICES		995	995	995	995	995	995	995	995	995	995	995	11,938	12,402	12,930	
Vote 6 - COMMUNITY SAFETY		2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	25,773	26,810	27,900	
Vote 7 - SPORT AND RECREATION		969	969	969	969	969	969	969	969	969	969	969	11,632	12,196	12,790	
Vote 8 - WASTE WATER MANAGEMENT		2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	29,997	34,515	33,130	
Vote 9 - WASTE MANAGEMENT		2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	33,697	35,609	37,484	
Vote 10 - ROADS TRANSPORT		1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,876	22,519	23,141	23,857	
Vote 11 - WATER		6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	81,764	85,344	89,124	
Vote 12 - ELECTRICITY		18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	222,446	248,472	273,900	
Vote 13 - OTHER		11	11	11	11	11	11	11	11	11	11	10	126	129	134	
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - IPED		-	-	-	-	-	-	-	-	-	-	2,534	2,534	2,613	2,696	
<b>Total Expenditure by Vote</b>		<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>44,460</b>	<b>46,993</b>	<b>536,056</b>	<b>578,803</b>	<b>614,812</b>	
<b>Surplus/(Deficit) before assoc.</b>		<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>1,596</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>	
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit)</b>	<b>1</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>4,131</b>	<b>1,596</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>	

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA27 Consolidated budgeted monthly revenue and expenditure (standard classification)

Description	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue - Standard</b>																
<i>Governance and administration</i>		15,406	15,406	15,406	15,406	15,406	15,406	15,406	15,406	15,406	15,406	15,406	15,405	184,868	206,785	212,816
Executive and council		8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,119	8,118	97,422	113,342	112,917
Budget and treasury office		7,093	7,093	7,093	7,093	7,093	7,093	7,093	7,093	7,093	7,093	7,093	7,093	85,116	91,097	97,554
Corporate services		194	194	194	194	194	194	194	194	194	194	194	194	2,330	2,345	2,345
<i>Community and public safety</i>		2,791	2,791	2,791	2,791	2,791	2,791	2,791	2,791	2,791	2,791	2,791	2,792	33,494	29,349	23,458
Community and social services		1,541	1,541	1,541	1,541	1,541	1,541	1,541	1,541	1,541	1,541	1,541	1,541	18,491	12,336	8,436
Sport and recreation		435	435	435	435	435	435	435	435	435	435	435	435	5,214	7,214	5,214
Public safety		816	816	816	816	816	816	816	816	816	816	816	816	9,789	9,798	9,807
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		2,904	2,904	2,904	2,904	2,904	2,904	2,904	2,904	2,904	2,904	2,904	2,904	34,852	41,737	46,590
Planning and development		327	327	327	327	327	327	327	327	327	327	327	326	3,921	4,621	4,621
Road transport		2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,578	2,577	30,932	37,117	41,970	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		27,490	27,490	27,490	27,490	27,490	27,490	27,490	27,490	27,490	27,490	27,490	27,489	329,876	355,583	386,260
Electricity		14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,952	14,953	179,425	197,975	221,046
Water		6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	6,438	77,257	80,640	84,216
Waste water management		2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	2,869	34,432	35,948	37,563
Waste management		3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	3,230	38,762	41,020	43,435
<i>Other</i>		0	0	0	0	0	0	0	0	0	0	0	0	3	3	3
<b>Total Revenue - Standard</b>		<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,591</b>	<b>48,590</b>	<b>583,093</b>	<b>633,457</b>	<b>669,127</b>	
<b>Expenditure - Standard</b>																
<i>Governance and administration</i>		7,017	7,017	7,017	7,017	7,017	7,017	7,017	7,017	7,017	7,017	7,016	84,198	87,090	90,017	
Executive and council		3,891	3,891	3,891	3,891	3,891	3,891	3,891	3,891	3,891	3,891	3,891	3,891	46,693	48,235	49,741
Budget and treasury office		2,142	2,142	2,142	2,142	2,142	2,142	2,142	2,142	2,142	2,142	2,141	25,702	26,799	27,955	
Corporate services		984	984	984	984	984	984	984	984	984	984	983	11,804	12,056	12,321	
<i>Community and public safety</i>		4,112	4,112	4,112	4,112	4,112	4,112	4,112	4,112	4,112	4,112	4,112	49,343	51,408	53,620	
Community and social services		995	995	995	995	995	995	995	995	995	995	995	11,938	12,402	12,930	
Sport and recreation		969	969	969	969	969	969	969	969	969	969	969	11,632	12,196	12,790	
Public safety		2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	2,148	25,773	26,810	27,900	
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<i>Economic and environmental services</i>		2,874	2,874	2,874	2,874	2,874	2,874	2,874	2,874	2,874	2,874	2,873	34,484	36,236	37,403	
Planning and development		997	997	997	997	997	997	997	997	997	997	997	11,966	13,095	13,546	
Road transport		1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,876	22,519	23,141	23,857	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<i>Trading services</i>		30,659	30,659	30,659	30,659	30,659	30,659	30,659	30,659	30,659	30,659	30,660	367,905	403,941	433,638	
Electricity		18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	18,537	222,446	248,472	273,900	
Water		6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	6,814	81,764	85,344	89,124	
Waste water management		2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	29,997	34,515	33,130	
Waste management		2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	2,808	33,697	35,609	37,484	
<i>Other</i>		11	11	11	11	11	11	11	11	11	11	10	126	129	134	
<b>Total Expenditure - Standard</b>		<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,671</b>	<b>44,670</b>	<b>536,056</b>	<b>578,803</b>	<b>614,812</b>	
<b>Surplus/(Deficit) before assoc.</b>		<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>	
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit)</b>	1	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>3,920</b>	<b>47,037</b>	<b>54,654</b>	<b>54,315</b>	

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA28 Consolidated budgeted monthly capital expenditure (municipal vote)														Medium Term Revenue and Expenditure Framework		
Description	Ref	Budget Year 2013/14												Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June			
<b>Multi-year expenditure to be appropriated</b>	1															
Vote 1 - EXECUTIVE AND COUNCIL														-	-	-
Vote 2 - FINANCE AND ADMINISTRATION														-	-	-
Vote 3 - PLANNING AND DEVELOPMENT														-	-	-
Vote 4 - HEALTH														-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		560	1,880	2,400	720	980	2,300	1,040	650	840	900		930	13,200	6,900	3,000
Vote 6 - COMMUNITY SAFETY														-	-	-
Vote 7 - SPORT AND RECREATION		520	750	250	650	200	450	560	200	300	250	300	343	4,773	7,000	5,000
Vote 8 - WASTE WATER MANAGEMENT														-	-	-
Vote 9 - WASTE MANAGEMENT														-	-	-
Vote 10 - ROADS TRANSPORT		800	2,300	2,000	1,600	1,800	1,500	780	2,500	2,500	3,200	2,500	2,327	23,807	30,500	35,200
Vote 11 - WATER														-	-	-
Vote 15 - IPED														-	-	-
<b>Capital multi-year expenditure sub-total</b>	2	<b>1,880</b>	<b>4,930</b>	<b>4,650</b>	<b>2,970</b>	<b>2,980</b>	<b>4,250</b>	<b>2,380</b>	<b>3,350</b>	<b>3,640</b>	<b>4,350</b>	<b>2,800</b>	<b>3,600</b>	<b>41,780</b>	<b>44,400</b>	<b>43,200</b>
<b>Single-year expenditure to be appropriated</b>																
Vote 1 - EXECUTIVE AND COUNCIL		-	300	280	180	100			230	90	140	260	147	1,727	1,317	2,000
Vote 2 - FINANCE AND ADMINISTRATION														-	-	-
Vote 3 - PLANNING AND DEVELOPMENT				200					150				280	630	1,400	1,290
Vote 4 - HEALTH														-	-	-
Vote 11 - WATER														-	-	-
Vote 12 - ELECTRICITY		240	240	800		560		200	250	260	150	104	96	2,900	3,000	6,200
Vote 13 - OTHER														-	-	-
Vote 14 - HOUSING														-	-	-
Vote 15 - IPED														-	-	-
<b>Capital single-year expenditure sub-total</b>	2	<b>240</b>	<b>540</b>	<b>1,280</b>	<b>180</b>	<b>660</b>	<b>-</b>	<b>200</b>	<b>630</b>	<b>350</b>	<b>290</b>	<b>364</b>	<b>523</b>	<b>5,257</b>	<b>5,717</b>	<b>9,490</b>
<b>Total Capital Expenditure</b>	2	<b>2,120</b>	<b>5,470</b>	<b>5,930</b>	<b>3,150</b>	<b>3,640</b>	<b>4,250</b>	<b>2,580</b>	<b>3,980</b>	<b>3,990</b>	<b>4,640</b>	<b>3,164</b>	<b>4,123</b>	<b>47,037</b>	<b>50,117</b>	<b>52,690</b>

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA29 Consolidated budgeted monthly capital expenditure (standard classification)

Description	Ref	Budget Year 2013/14											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Capital Expenditure - Standard</b>	1															
<i><b>Governance and administration</b></i>		-	300	280	180	100	-	-	230	90	140	260	147	1,727	1,881	2,010
Executive and council		-	300	280	180	100			230	90	140	260	147	1,727	1,881	2,010
Budget and treasury office													-	-	-	-
Corporate services													-	-	-	-
<i><b>Community and public safety</b></i>		1,080	2,630	2,650	1,370	1,180	2,750	1,600	850	1,140	1,150	300	1,273	17,973	8,000	6,500
Community and social services		560	1,880	2,400	720	980	2,300	1,040	650	840	900		930	13,200	3,000	5,500
Sport and recreation		520	750	250	650	200	450	560	200	300	250	300	343	4,773	5,000	1,000
Public safety													-	-	-	-
Housing													-	-	-	-
Health													-	-	-	-
<i><b>Economic and environmental services</b></i>		800	2,300	2,200	1,600	1,800	1,500	780	2,650	2,500	3,200	2,500	2,607	24,437	22,900	24,290
Planning and development				200					150				280	630	1,400	1,290
Road transport		800	2,300	2,000	1,600	1,800	1,500	780	2,500	2,500	3,200	2,500	2,327	23,807	21,500	23,000
Environmental protection													-	-	-	-
<i><b>Trading services</b></i>		240	240	800	-	560	-	200	250	260	150	104	96	2,900	3,600	6,000
Electricity		240	240	800		560		200	250	260	150	104	96	2,900	3,600	6,000
Water													-	-	-	-
Waste water management													-	-	-	-
Waste management													-	-	-	-
<i><b>Other</b></i>													-	-	-	-
<b>Total Capital Expenditure - Standard</b>	2	2,120	5,470	5,930	3,150	3,640	4,250	2,580	3,980	3,990	4,640	3,164	4,123	47,037	36,381	38,800

# Lukhanji Adopted Draft Budget



# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA30 Consolidated budgeted monthly cash flow																
MONTHLY CASH FLOWS	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework			
	R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Cash Receipts By Source</b>														1		
Property rates	4,012	3,196	9,746	13,155	5,110	4,533	5,049	4,481	4,064	3,366	4,440	4,637	65,789	72,696	78,512	
Property rates - penalties & collection charges																
Service charges - electricity revenue	8,544	12,236	14,916	12,422	9,533	11,467	10,067	10,266	8,626	11,594	11,594	14,574	135,841	148,318	163,979	
Service charges - water revenue	1,084	1,720	1,908	2,077	1,313	1,941	1,591	1,559	1,394	1,829	2,058	1,235	19,710	16,123	17,233	
Service charges - sanitation revenue													15,241	15,241	7,694	
Service charges - refuse revenue	1,268	1,024	2,285	1,734	1,643	1,174	1,611	1,507	1,465	1,234	1,574	1,799	18,317	14,578	15,598	
Service charges - other																
Rental of facilities and equipment	44	44	44	44	44	44	44	44	44	44	44	44	527	527	527	
Interest earned - external investments	455	455	455	455	455	455	455	455	455	455	455	455	5,460	5,460	5,460	
Interest earned - outstanding debtors	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	1,471	17,655	18,957	20,356	
Dividends received																
Fines	29	29	29	29	29	29	29	29	29	29	29	29	347	347	347	
Licences and permits	324	324	324	324	324	324	324	324	324	324	324	324	3,889	3,889	3,889	
Agency services	315	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	5,036	55,712	56,474	57,235	
Transfer receipts - operational	52,330	314	314	314	38,123	314	314	314	26,570	314	314	2,003	121,536	137,985	137,491	
Other revenue	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	12,122	11,614	11,767	
<b>Cash Receipts by Source</b>	<b>70,886</b>	<b>26,859</b>	<b>37,539</b>	<b>38,071</b>	<b>64,091</b>	<b>27,799</b>	<b>27,001</b>	<b>26,497</b>	<b>50,489</b>	<b>26,706</b>	<b>28,349</b>	<b>47,859</b>	<b>472,146</b>	<b>494,164</b>	<b>520,089</b>	
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital	14,050				9,287				11,200				34,537	37,617	40,190	
Contributions recognised - capital & Contributed a	12,500												12,500	12,500	12,500	
Proceeds on disposal of PPE																
<b>Total Cash Receipts by Source</b>	<b>97,436</b>	<b>26,859</b>	<b>37,539</b>	<b>38,071</b>	<b>73,378</b>	<b>27,799</b>	<b>27,001</b>	<b>26,497</b>	<b>61,689</b>	<b>26,706</b>	<b>28,349</b>	<b>47,859</b>	<b>519,183</b>	<b>544,281</b>	<b>572,779</b>	
<b>Cash Payments by Type</b>																
Employee related costs	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	11,818	141,819	148,345	155,407	
Remuneration of councillors	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	1,566	18,795	19,569	20,382	
Finance charges	108	108	108	108	108	108	108	108	108	108	108	108	1,293	964	5,597	
Bulk purchases - Electricity	20,807	23,080	16,325	10,534	10,600	10,357	9,785	10,719	9,962	10,422	11,094	18,211	161,897	183,731	204,513	
Bulk purchases - Water & Sewer																
Other materials																
Contracted services	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	3,662	43,942	45,988	45,988	
Transfers and grants - other municipalities																
Transfers and grants - other	395	395	395	395	395	395	395	395	395	395	395	395	4,740			
Other expenditure																
<b>Cash Payments by Type</b>	<b>38,356</b>	<b>40,629</b>	<b>33,874</b>	<b>28,083</b>	<b>28,149</b>	<b>27,906</b>	<b>27,335</b>	<b>28,268</b>	<b>27,511</b>	<b>27,971</b>	<b>28,643</b>	<b>35,760</b>	<b>372,485</b>	<b>398,597</b>	<b>431,887</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	2,120	5,470	5,930	3,150	3,640	4,250	2,580	3,980	3,990	4,640	3,164	4,123	47,037	54,654	54,315	
Repayment of borrowing																
Other Cash Flow s/Payments	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	20,995	22,045	23,147	
<b>Total Cash Payments by Type</b>	<b>42,226</b>	<b>47,849</b>	<b>41,554</b>	<b>32,982</b>	<b>33,539</b>	<b>33,905</b>	<b>31,664</b>	<b>33,998</b>	<b>33,251</b>	<b>34,360</b>	<b>33,556</b>	<b>41,632</b>	<b>440,517</b>	<b>475,296</b>	<b>509,349</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>55,210</b>	<b>(20,990)</b>	<b>(4,015)</b>	<b>5,089</b>	<b>39,839</b>	<b>(6,107)</b>	<b>(4,663)</b>	<b>(7,501)</b>	<b>28,438</b>	<b>(7,654)</b>	<b>(5,207)</b>	<b>6,226</b>	<b>78,666</b>	<b>68,985</b>	<b>63,430</b>	
Cash/cash equivalents at the month/year begin:	162,648	217,858	196,868	192,853	197,941	237,781	231,674	227,011	219,510	247,948	240,294	235,087	162,648	241,314	310,299	
Cash/cash equivalents at the month/year end:	217,858	196,868	192,853	197,941	237,781	231,674	227,011	219,510	247,948	240,294	235,087	241,314	241,314	310,299	373,728	

## Lukhanji Adopted Draft Budget

### **15 Measurable Performance Objectives (Revenue Source and Vote)**

Provided in the following pages are summaries of annual measurable performance objectives for each vote. Also included is revenue by source and vote in Table 10. Annual performance objectives must be converted into quarterly targets for the Service Delivery and Budget Implementation Plan (SDBIP) and will be audited in terms of the annual performance report required by the Systems Act (refer also to chapters 2 and 5 of the annual report as per MFMA circular 11).

# Lukhanji Adopted Draft Budget

## **Lukhanji Adopted Draft Budget**

### **16 Disclosure on Implementation of MFMA & Other Legislation**

The MFMA (Municipal Finance Management Act) became effective July 1<sup>st</sup> of 2004. Most of the requirements of the act took effect immediately; however, various delays were given to certain sections of the act based on the 'capacity' of the municipality as was determined by National Treasury. All local municipalities were classified as either a high, medium or low capacity municipality with each level given different implementation dates for the various delayed sections.

Lukhanji is classified as a medium capacity municipality and was required to meet the implementation dates put forth for medium capacity municipalities.

A MFMA implementation plan was developed to assist the municipality in implementing the required changes by the deadlines given. With only a few exceptions all sections of the MFMA were required to be implemented by Lukhanji by July 1<sup>st</sup> of 2006.

Many of the major changes required by the act have already been implemented by the municipality. Some of these include adoption and implementation of a new supply chain policy and establishment of a supply chain unit, the establishment of a budget and treasury office within the finance directorate, the adoption of various policies and procedures including policies for cash and investments, delegations within the organization, establishment of a new audit committee, policy on unforeseen and unexpected expenditures and other administrative requirements.

The budget and how it must be designed, funded and reported on is a very big part of MFMA implementation. Requirements include funding the budget only from realistic revenue, surplus cash or borrowing (but only for capital projects). The budget must also be prepared and tabled to council much earlier than was previously required (by March 31<sup>st</sup>) and must be voted on in its final form before the end of May.

Much of the implementation of the MFMA involves new and sometimes complex budgetary and financial reporting requirements. Detailed monthly budgetary reports must be delivered to the Mayor along with quarterly performance indicators. The Mayor is required to make quarterly reports to the council on all aspects of the budgets implementation and any problems that need to be addressed. A mid year performance report is to be delivered to council along with recommendations on needed mid year adjustments that need to be made. Annual, quarterly and monthly reports are required to be delivered to National Treasury in very specific formats. All of these reporting requirements are already being met.

## **Lukhanji Adopted Draft Budget**

### **17 Budgets and SDBIPs – Departmental / Functional (internal)**

A summary of each functional SDBIP within each directorate is provided in the following pages showing the information set out in MFMA Circular 13 under the section “Format of Departmental SDBIPs”:

- Purpose (outcomes);
- Service delivery description (outputs);
- Resources utilised (inputs);
- Inputs to detailed sector capital plans; and
- The link between performance measures in the SDBIP and performance contracts.

The summary of the Directorate SDBIP contain in the following pages gives performance targets and indicators for the 2012/13 year.

These are based on the draft SDBIP.

### **TO BE INCLUDED IN FINAL BUDGET**

### **18 Budgets and SDBIPs - Entities & Other External Mechanisms**

The municipality has no entities.

### **19 Summary of Detailed Capital Plans**

*Detailed capital plans, aligned to national and provincial sector plans, will be contained in the SDBIP as per MFMA Circular No 13. These should be summarised and referenced here. The detailed plans must be submitted to National Treasury with the budget documentation. Capital programmes should be approved as an overall comprehensive capital budget to ensure that projects can be executed in terms of the implementation plans. The summary of the detailed capital plan should reflect:*

- *Information by programme and municipal ward*
- *The source of the funding for the capital programme*

## **Lukhanji Adopted Draft Budget**

- 19.2 – Table SA 34a - Capital expenditure by asset category**  
**Table SA 35 - Future financial implications of capital budget**

The following pages contain the listing of capital by category.

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA34a Consolidated capital expenditure on new assets by asset class										
Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		<b>194,302</b>	<b>211,511</b>	<b>-</b>	<b>18,820</b>	<b>15,854</b>	<b>15,854</b>	<b>9,400</b>	<b>12,000</b>	<b>18,200</b>
Infrastructure - Road transport		102,213	119,096	-	-	-	-	-	-	-
<i>Roads, Pavements &amp; Bridges</i>		102,213	119,096							
<i>Storm water</i>										
Infrastructure - Electricity		83,849	84,212	-	4,929	4,929	4,929	2,900	3,000	6,000
<i>Generation</i>		83,849	84,212							
<i>Transmission &amp; Reticulation</i>					2,189	2,189	2,189	2,900	3,000	6,000
<i>Street Lighting</i>					2,741	2,741	2,741			
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>										
<i>Sewerage purification</i>										
Infrastructure - Other		8,240	8,203	-	13,891	10,925	10,925	6,500	9,000	12,200
<i>Waste Management</i>						-	-			
<i>Transportation</i>	2				7,147	7,400	7,400	6,500	9,000	12,200
<i>Gas</i>						-	-			
<i>Other</i>	3	8,240	8,203		6,743	3,525	3,525			
<b>Community</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>31,897</b>	<b>10,861</b>	<b>10,861</b>	<b>19,700</b>	<b>15,217</b>	<b>10,200</b>
Parks & gardens						-	-			
Sportsfields & stadia					15,278	4,818	4,818	4,773	7,000	5,000
Swimming pools						-	-			
Community halls					13,731	2,265	2,265	9,600	3,000	3,200
Libraries					189	175	175			
Recreational facilities						-	-			
Fire, safety & emergency					285	313	313			
Security and policing						-	-			
Buses	7					-	-			
Clinics						-	-			
Museums & Art Galleries						-	-			
Cemeteries					1,111	2,500	2,500	3,600	3,900	
Social rental housing	8					-	-			
Other					1,302	789	789	1,727	1,317	2,000

# Lukhanji Adopted Draft Budget

EC134 Lukhanji - Supporting Table SA34a Consolidated capital expenditure on new assets by asset class (Table SA34A Cont'd)

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	
<b>R thousand</b>	1										
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-	
Buildings	9										
Other											
<b>Investment properties</b>		91,284	91,284	-	-	-	-	-	-	-	
Housing development		91,284	91,284								
Other											
<b>Other assets</b>		504,109	499,200	-	13,500	13,785	13,785	630	1,400	1,290	
General vehicles	10										
Specialised vehicles			-	-	-	-	-	-	-	-	
Plant & equipment						13,500	13,500	13,500			
Computers - hardware/equipment											
Furniture and other office equipment											
Abattoirs											
Markets											
Civic Land and Buildings											
Other Buildings											
Other Land											
Surplus Assets - (Investment or Inventory)											
Other			504,109	499,200			285	285	630	1,400	1,290
<b>Agricultural assets</b>			-	-	-	-	-	-	-	-	-
<i>List sub-class</i>											
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	
<i>List sub-class</i>											
<b>Intangibles</b>		-	8	-	-	-	-	-	-	-	
Computers - software & programming			8								
Other ( <i>list sub-class</i> )											
<b>Total Capital Expenditure on new assets</b>	1	789,694	802,003	-	64,217	40,500	40,500	29,730	28,617	29,690	
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-	-	
Refuse											
Fire											
Conservancy											
Ambulances											



# Lukhanji Adopted Draft Budget

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EC134 Lukhanji - Supporting Table SA35 Consolidated future financial implications of the capital budget

Vote Description	Ref	2013/14 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19	Present value
<b>R thousand</b>								
<b>Capital expenditure</b>	1							
Vote 1 - EXECUTIVE AND COUNCIL		1,727	1,317	2,000	2,211	24,321	2,675	
Vote 2 - FINANCE AND ADMINISTRATION		—	—	—	—	—	—	
Vote 3 - PLANNING AND DEVELOPMENT		630	1,400	1,290	—	—	—	
Vote 4 - HEALTH		—	—	—	—	—	—	
Vote 5 - COMMUNITY AND SOCIAL SERVICES		13,200	6,900	3,000	9,800	1,020	1,200	
Vote 6 - COMMUNITY SAFETY		—	—	—	—	—	—	
Vote 7 - SPORT AND RECREATION		4,773	7,000	5,000	3,000	4,500	12,000	
Vote 8 - WASTE WATER MANAGEMENT		—	—	—	—	—	—	
Vote 9 - WASTE MANAGEMENT		—	—	—	2,500	—	2,500	
Vote 10 - ROADS TRANSPORT		23,807	30,500	35,200	15,500	12,700	22,000	
Vote 11 - WATER		—	—	—	—	—	—	
Vote 12 - ELECTRICITY		2,900	3,000	6,200	7,000	14,500	9,500	
Vote 13 - OTHER		—	—	—	—	—	—	
Vote 14 - HOUSING		—	—	—	—	—	—	
Vote 15 - IPED		—	—	—	—	—	—	
<i>List entity summary if applicable</i>								
<b>Total Capital Expenditure</b>		<b>47,037</b>	<b>50,117</b>	<b>52,690</b>	<b>40,011</b>	<b>57,041</b>	<b>49,875</b>	<b>—</b>
<b>Future operational costs by vote</b>	2							
Vote 1 - EXECUTIVE AND COUNCIL								
Vote 2 - FINANCE AND ADMINISTRATION								
Vote 3 - PLANNING AND DEVELOPMENT								
Vote 4 - HEALTH								
Vote 5 - COMMUNITY AND SOCIAL SERVICES								
Vote 6 - COMMUNITY SAFETY								
Vote 7 - SPORT AND RECREATION								
Vote 8 - WASTE WATER MANAGEMENT								
Vote 9 - WASTE MANAGEMENT								
Vote 10 - ROADS TRANSPORT								
Vote 11 - WATER								
Vote 12 - ELECTRICITY								
Vote 13 - OTHER								
Vote 14 - HOUSING								
Vote 15 - IPED								
<i>List entity summary if applicable</i>								
<b>Total future operational costs</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Future revenue by source</b>	3							
Property rates								
Property rates - penalties & collection charges								
Service charges - electricity revenue								
Service charges - water revenue								
Service charges - sanitation revenue								
Service charges - refuse revenue								
Service charges - other								
Rental of facilities and equipment								
<i>List other revenues sources if applicable</i>								
<i>List entity summary if applicable</i>								
<b>Total future revenue</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Net Financial Implications</b>		<b>47,037</b>	<b>50,117</b>	<b>52,690</b>	<b>40,011</b>	<b>57,041</b>	<b>49,875</b>	<b>—</b>

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EC134 Lukhanji - Supporting Table SA36 Consolidated detailed capital budget																
Municipal Vote/Capital project	Ref	Program/Project description	Project number	IDP Goal code 2	Individually Approved (Yes/No)	Asset Class	Asset Sub-Class	GPS co-ordinates	Total Project Estimate	Prior year outcomes		2013/14 Medium Term Revenue & Expenditure Framework			Project information	
										Audited Outcome 2011/12	Current Year 2012/13 Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	Ward location	New or renewal
R thousand	4				6	3	3	5								
<b>Parent municipality:</b>																
<i>List all capital projects grouped by Municipal Vote</i>																
Vote 10 - ROADS TRANSPORT		Upgrade of Gravel Roads - Cluster 1			Yes	Infrastructure - Road transport	Roads, Pavements & Bridges					1,602	3,000	3,500		Renewal
Vote 10 - ROADS TRANSPORT		Upgrade of Gravel Roads - Cluster 2			Yes	Infrastructure - Road transport	Roads, Pavements & Bridges					1,602	3,000	3,500		Renewal
Vote 10 - ROADS TRANSPORT		Upgrade of Gravel Roads - Cluster 3			Yes	Infrastructure - Road transport	Roads, Pavements & Bridges					1,602	3,000	3,500		Renewal
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls			Yes	Community	Community halls					2,400	-			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls			Yes	Community	Community halls					2,400	-			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls			Yes	Community	Community halls					2,400	-			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls			Yes	Community	Community halls					2,400	-			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		linge Cemetery			Yes	Community	Cemeteries					1,200	1,300			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Lesseyton Cemetery			Yes	Community	Cemeteries					1,200	1,300			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Whittlesea Cemetery			Yes	Community	Cemeteries					1,200	1,300			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		linge Sport fields			Yes	Community	Sportsfields & stadia					2,773	3,000	1,200		New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Sada Sport Stadium			Yes	Community	Sportsfields & stadia					2,000	2,000	2,000		New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Ezibeleni Sport stadium					Sportsfields & stadia						2,000	2,000		
Vote 10 - ROADS TRANSPORT		Inter modal Taxi Rank			Yes	Infrastructure - Road transport	Other					6,500	9,000	12,200		New
Vote 10 - ROADS TRANSPORT		Repairs to surfaced roads			Yes	Infrastructure - Road transport	Roads, Pavements & Bridges					12,500	12,500	12,500		Renewal
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls					Community halls						3,000			New
Vote 5 - COMMUNITY AND SOCIAL SERVICES		Community Halls					Community halls							3,000		New
Vote 3 - Planning & Development		PMU fees & Retention					Other					630	1,400	1,290		New
		Macibini Shearing Shed				Infrastructure - Other	Other					600				New
		Fencing of Grazing Camps				Community	Other					1,127	1,317	2,000		New
Vote 12 - ELECTRICITY		Community Lighting				Infrastructure - Electricity	Street Lighting					2,900	3,600	6,000		New
<b>Parent Capital expenditure</b>	<b>1</b>											<b>47,037</b>	<b>50,717</b>	<b>52,690</b>		
<b>Entities:</b>																
<i>List all capital projects grouped by Entity</i>																
<b>Entity A</b>																
Water project A																
<b>Entity B</b>																
Electricity project B																
<b>Entity Capital expenditure</b>												-	-	-		
<b>Total Capital expenditure</b>												-	-	47,037	50,717	52,690

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## GRANT / OTHER FUNDING FOR CAPITAL PROJECTS 2013/14 BY SOURCE

WARD(s) ) EFFECTED	Function	Sub Function	Directorate	Department	DESCRIPTION OF PROJECT	New - N Existing - E	DRAFT BUDGET EXPENDITURE 013/14	BASELINE BUDGET EXPENDITURE 2014/15	BASELINE BUDGET EXPENDITURE 2015/16
<b>FUNDING FROM SOURCES:</b>									
<b>Own Funds</b>									
All	1 2	1	TS	1130-20	Upgrade Lukhanji Roads	N	12,500,000	12,500,000	12,500,000
<b>Grand Total Own Funds</b>							<b>12,500,000</b>	<b>12,500,000</b>	<b>12,500,000</b>
<b>Borrowing</b>									
<b>Grand Total Own Funds</b>						N	-	-	-
<b>From National Government:</b>									
<b>Municipal Infrastructure Grant (MIG):</b>									
All	1 2	1	TS	1130-20	Lukhanji Upgrading Gravel Roads Cluster 1	E	1,602,333	3,000,000	3,500,000
9,10	1 2	1	TS	1130-20	Lukhanji Upgrading Gravel Roads Cluster 2	E	1,602,333	3,000,000	3,500,000
	1 2	1	TS	1130-20	Lukhanji Upgrading Gravel Roads Cluster 3	E	1,602,334	3,000,000	3,500,000
All	1 2	1	TS	1130-20	Inter modal Taxi Rank	N	6,500,000	9,000,000	12,200,000
1		1	HS	1160-20	Community Hall	N	2,400,000		
11,13,14		1	HS	1160-20	Community Hall	N	2,400,000		
All	1	1	HS	1160-20	Community Hall	N	2,400,000		

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	2									
All	1 2	1	HS	1160-20	Community Hall	N	2,400,000			
27	5	4	CS	1125-02	New Cemetery - Lesseyton	N	1,200,000	1,300,000		
1-2	5	4	CS	1125-02	New Cemetery - Ilinge	N	1,200,000	1,300,000		
5,9,10,1 7	5	4	CS	1125-02	New Cemetery - Whittlesea	N	1,200,000	1,300,000		
0	1 4	1	TS	1130-06	Community Lighting in Sabata, Ezibeleni, Ilinge, Nomzamo and Whittlesea	N	2,900,000	3,000,000	6,000,000	
5	5	3	HS	1160-20	Community Hall	N			3,000,000	
1	5	3	HS	1160-20	Community Hall	N		3,000,000		
5,9- 14,16-17	5	3	MM	1105-00	Machibini shearing shed	N	600,000			
9,10	8	1	CS	1125-60	Sada Stadium (Phase 1 & Phase 2)	N	2,000,000	2,000,000	2,000,000	
1-2	8	1	CS	1125-60	Ilinge Stadium	N	2,773,150	3,000,000	1,000,000	
4,6,7,8,1 5	8	1	CS	1125-60	Ezibeleni Stadium	E		2,000,000	2,000,000	
19-25	8	1	CS	1125-60	Recreational Facilities - Dumpy Adams Sportfields					
Various Wards	3	1	MM	1105-00	Fencing of Grazing Camps	N	1,126,850	1,317,000	2,000,000	
All	3	1	TS	1130-10	PMU Fees		630,000	1,400,000	1,490,000	
<b>Total MIG</b>								<b>34,537,000</b>	<b>37,617,000</b>	<b>40,190,000</b>
<b>GRAND TOTAL NEW AND EXISTING CAPITAL GRANTS</b>								<b>47,037,000</b>	<b>50,117,000</b>	<b>52,690,000</b>

# Lukhanji Adopted Draft Budget



**Lukhanji Municipality**  
**BUDGET**  
**APPENDIX A**  
**RATES AND TARIFFS**  
**2013/14 – 2015/16**

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Tariff Ref #	Sub #	Listing of Adopted Tariffs		2012/13	2012/13	2013/14	2013/14
		ALL TARIFFS ARE EXCLUSIVE OF VAT					
<b>TECHNICAL SERVICES</b>							
1	<b>AVAILABILITY FEES</b>						
	Monthly availability fee for electricity, water or sewerage	<u>Commercial :</u>	R 56.00		R 56.00		
	point not connected to the reticulation network	<u>Domestic :</u>	R 45.00		R 45.00		
2	<b>STORMWATER PIPES ACROSS FOOTPATHS : RESIDENTIAL BUILDINGS</b>						
	That a stormwater pipe across a footpath be done by the Council at a labour only basis where the owner of the property will provide all material. The aforesaid to be to the discretion of the Director : Technical Services.						
3	<b>PAVING OF SIDEWALKS : COMMERCIAL AND BUSINESS PREMISES</b>						
	In the event that the owner/operator of a commercial or business concern wishes to improve his premises						



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	by means of paving the sidewalk adjacent to the premises, the owner/operator shall provide all material and the municipality shall provide labour only.				
<b>4</b>	<b>SEWERAGE</b>				
	Per point			R 678.82	R 719.55
<b>5</b>	<b>DOMESTIC WATER CONNECTION</b>				
	Connection	Long		R 5,960.70	R 6,318.34
	Connection	Short		R 2,921.36	R 3,096.64
<b>6</b>	<b>DEFECTIVE WATER METER</b>				
	Testing of water meter on written request by consumer			R 196.63	R 208.43
<b>7</b>	<b>WATER TARIFFS</b>			<b>NORMAL TARIFF</b>	<b>IN DROUGHT SEASON</b>
	<b>TYPE</b>	<b>CATEGORY</b>			
<b>a</b>	<b>DOMESTIC/FLATS</b>	0 KL TO	BASIC	R 31.68	R 63.35
				<b>NORMAL TARIFF</b>	<b>IN DROUGHT SEASON</b>
				R 33.58	R 67.15

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<b>b</b>	<b>BUSINESS AND INDUSTRIAL</b>	20 KL					
		0 KL					
		TO	PER				
		20 KL	KL	R 3.90	R 7.80	R 4.13	R 8.27
		21 KL TO	BASI		R		R
		50 KL	C	R 49.80	99.61	R 52.79	105.58
		21 KL TO	PER				
		50 KL	KL	R 4.63	R 9.26	R 4.91	R 9.82
		51 KL					
		AND	BASI		R		R
		MORE	C	R 72.42	144.83	R 76.76	153.52
		51 KL					
		AND	PER		R		R
		MORE	KL	R 5.43	10.87	R 5.76	11.52
<b>c</b>	<b>UNPURIFIED WATER</b>	0 KL TO	BASI		R		
		100 KL	C	R 45.26	90.52	R 47.98	95.95
		0 KL TO	PER				
		100 KL	KL	R 3.79	R 7.58	R 4.02	R 8.04
		101 KL					
		TO 500	BASI		R		R
		KL	C	R 72.42	144.83	R 76.76	153.52
		101 KL					
		TO 500	PER				
		KL	KL	R 4.07	R 8.13	R 4.31	R 8.62
		500 KL					
		AND	BASI		R		R
		MORE	C	R 226.29	452.58	R 239.87	479.73
		500 KL					
AND	PER						
MORE	KL	R 4.18	R 8.36	R 4.43	R 8.86		
	PER						
	KL	R 0.25	R 0.51	R 0.27	R 0.54		

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		PER KL	R 0.11	R 0.22	R 0.12	R 0.24
<b>d</b>	<b>GOLF CLUB</b>					
	<b>BUILDING PLAN AND PLAN PRINTING FEES</b>					
	Building fees to be determined on the minimum value of alterations on existing buildings or the construction of new buildings be increased, as set out hereunder :					
	Building under tile		R 2,337.30		R 2,454.17	
	Building under iron		R 2,337.30		R 2,454.17	
	Outbuildings Open buildings (verandahs etc.)		R 2,337.30		R 2,454.17	
	Shell buildings		R 1,257.69		R 1,320.57	
	Internal alterations		R 1,836.45		R 1,928.27	
	Underground tanks		R 801.36		R 841.43	
	Porta pools		R 6,232.80		R 6,544.44	
	Swimming pools		R 6,232.80		R 6,544.44	
	Carports		R 9,282.42		R 9,746.54	
	Scrutiny fee (Excluding Government Housing Projects) - Minimum		R 389.55		R 409.03	
	Basic		R 45.63		R 47.91	

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	Charge							
	Fee - m2 x rate x 0.00275 + basic charge							
<b>9</b>	<b>Plan printing fees :</b>							
	Paper A2		R 16.54			R 16.54		
	Paper A1		R 19.48			R 19.48		
	Paper A0		R 31.84			R 31.84		
	Paper A3		R 3.22			R 3.22		
	Paper A4		R 0.95			R 0.95		
<b>10</b>	<b>ROAD PATCHING</b>							
	To replace Kerbing - Zone 1			R 228.17	/m2	R 228.17	/m2	
	To replace Kerbing - Zone 2			R 283.82	/m2	R 283.82	/m2	
	Road patching on work done by WSSA and the Post Office be as follows : Zone 1			R 395.12	/m2	R 395.12	/m2	
	Road patching on work done by WSSA and the Post Office be as follows : Zone 2			R 473.03	/m2	R 473.03	/m2	
<b>11</b>	<b>PLANT AND VEHICLES</b>							
<b>11</b>	<b>C A T</b>	<b>DESCRIPTION</b>	<b>2006/2007</b>	<b>PRIV ATE USE (VAT EXC L)</b>	<b>2012/13</b>	<b>PR IV AT E US E</b>	<b>2012/13</b>	<b>PR IV AT E US E</b>

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						(V AT EX CL )		(V AT EX CL )
<b>a</b>	MOTOR CARS	R / 1.80 K M	R / 3.61 K M	R 2.00 /KM	R / 4.1 K 5 M	R 2.00 /KM	R / 4.1 K 5 M	
<b>b</b>	1/2 TON LDVS	R / 1.80 K M	R / 3.61 K M	R 2.00 /KM	R / 4.1 K 5 M	R 2.00 /KM	R / 4.1 K 5 M	
<b>c</b>	1 TON LDVS	R / 2.42 K M	R / 4.85 K M	R 2.69 /KM	R / 5.6 K 0 M	R 2.69 /KM	R / 5.6 K 0 M	
<b>d</b>	2 - 3 TON TRUCKS	R / 4.81 K M	R / 9.63 K M	R 5.36 /KM	R / 11. K 00 M	R 5.36 /KM	R / 11. K 00 M	
<b>e</b>	4 - 7 TON TRUCKS	R +/- 8.00 K M	R +/- 16.0 K 0 M	R 8.90 /KM	R +/- 18. K 00 M	R 8.90 /KM	R +/- 18. K 00 M	
		R / 82.00 H	R / 130. / 00 H	R 91.27 /KM	R / 19 8.0 / 0 H	R 91.27 /KM	R / 19 8.0 / 0 H	
<b>f</b>	REFUSE TRUCKS	R 9.00		R 10.02 /KM		R 10.02 /KM		
<b>g</b>	TRAILERS	R / 13.91 K M	R / 20.8 K 6 M	R 15.48 /KM	R / 24. K 00 M	R 15.48 /KM	R / 24. K 00 M	
<b>h</b>	TRACTORS	R / 102.1 K	R / 203. K	R 113.69 /KM	R / 26 K	R 113.69 /KM	R / 26 K	

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			5 M	30 M		5.0 M		5.0 M
						0		0
i	FIRE BRIGADE VEHICLES F1			R +/- 8.00 K M		R +/- 10.00 K M		R +/- 10.00 K M
				R 198.00		R 228.00		R 228.00
	F2			R +/- 4.60 K M		R +/- 5.30 K M		R +/- 5.30 K M
				R 198.00		R 228.00		R 228.00
	F3			R +/- 4.60 K M		R +/- 5.30 K M		R +/- 5.30 K M
				R 198.00		R 228.00		R 228.00
	F4			R +/- 9.63 K M		R +/- 11.00 K M		R +/- 11.00 K M
				R 214.70		R 247.00		R 247.00
j	MOTOR CYCLES			R +/- 10.00 K M		R +/- 1.15 K M		R +/- 1.15 K M
k	TRACTOR DRAWN MOTORS		R / 18.45 H	R / 27.6 H	R 20.54 /H	R / 32. H	R 20.54 /H	R / 32. H

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				0		00		00
<b>i</b>		WATER TRAILERS (TANKERS)	R / 14.13 H	R / 20.8 / 6 H		R / 24. / 00 H	R 15.73 /H	R / 24. / 00 H
<b>m</b>		DUMPERS	R / 50.68 H	R / 73.8 / 3 H		R / 75. / 00 H	R 56.41 /H	R / 75. / 00 H
<b>n</b>		TLB	R / 146.2 / 8 H	R / 353. / 10 H		R / 40 / 6.0 / 0 H	R 162.81 /H	R / 40 / 6.0 / 0 H
<b>o</b>		COMPRESSORS	R / 166.0 / 0 H	R / 160. / 50 H		R / 18 / 5.0 / 0 H	R 184.76 /H	R / 18 / 5.0 / 0 H
<b>p</b>		CONCRETE MIXERS	R / 62.11 H	R / 160. / 50 H		R / 18 / 5.0 / 0 H	R 69.13 /H	R / 18 / 5.0 / 0 H
<b>q</b>		FRONT END LOADERS	R / 176.3 / 5 H	R / 353. / 10 H		R / 40 / 6.0 / 0 H	R 196.28 /H	R / 40 / 6.0 / 0 H
<b>r</b>		WATER PUMPS AND GEN SETS	R / 19.80 H	R / 29.4 / 2 H		R / 34. / 00 H	R 22.04 /H	R / 34. / 00 H
<b>s</b>		CHAIN SAWS	R / 31.09 H	R / 16.0 / 0 H		R / 18. / 00 H	R 34.61 /H	R / 18. / 00 H

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t		GRADERS	R 283.0 4 H	R 374. / 50 H	R 315.02 /H	R 43 0.0 / 0 H	R 315.02 /H	R 43 0.0 / 0 H
u		ROLLERS	R / 80.25 H	R 160. / 50 H	R 89.32 /H	R 18 5.0 / 0 H	R 89.32 /H	R 18 5.0 / 0 H
v		SEWER JET CLEANING MACHINES	R 130.2 / 1 H	R 260. / 00 H	R 144.92 /H	R 30 0.0 / 0 H	R 144.92 /H	R 30 0.0 / 0 H
w		VIBRATORS AND COMPACTORS	R / 21.07 H	R 42.1 / 5 H	R 23.45 /H	R 48. / 00 H	R 23.45 /H	R 48. / 00 H
x		LAWN MOWERS	R / 14.84 H	R 13.1 / 8 H	R 16.52 /H	R 15. / 00 H	R 16.52 /H	R 15. / 00 H
y		TANAKA BRUSH CUTTERS	R / 14.84 H	R 13.1 / 8 H	R 16.52 /H	R 15. / 00 H	R 16.52 /H	R 15. / 00 H
z		TAR CUTTER	R / 30.39 H	R 73.8 / 3 H	R 33.82 /H	R 85. / 00 H	R 33.82 /H	R 85. / 00 H
<b>ELECTRICITY CONNECTION FEES</b>								
a		TYPE	A1		R 306.08		R 306.08	
		KVA Range	0 - 5					
		Type of Consumer	Sate					



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1 2			Assisted						
		Type of Connection	From existing low voltage (lv) reticulation to the consumers distribution board mounted in the interior of dwelling						
	<b>b</b>	TYPE	B1	R	4,118.10	(i)	R	4,118.10	(i)
		KVA Range	0 - 15						
		Type of Consumer	Pre-Payment metering (Single Phase)						
		Type of Connection	From existing low voltage (lv) reticulation to an underground two way cable box, supplied at consumers boundary, via a pole mounted box						
	<b>c</b>	TYPE	B2	Actual Cost	(i)	Actual Cost	(i)		
		KVA Range	15 - 50						
		Type of Consumer	Pre-Payment metering (3 Phase)						
		Type of Connection	From existing low voltage (lv) reticulation meter pillar box supplied at consumers boundary						
<b>d</b>	TYPE	C1	Actual Cost	(i)	Actual Cost	(i)			
	KVA Range	15 - 20							
	Type of Consumer	Domestic/Commercial (1 Phase)							

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			Government Supplies Only					
		Type of Connection	From existing low voltage (lv) reticulation to the consumers point of supply at a pillar mounted meter box positioned on the boundary of the consumers premises (includes meter and circuit breaker)					
<b>1</b>				Actual Cost			Actual Cost	
<b>2</b>	<b>e</b>	TYPE	C2					
		KVA Range	15 - 50					
		Type of Consumer	Domestic/Commercial (3 Phase)(Pre-Payment)					
		Type of Connection	From existing low voltage (lv) reticulation to the consumers point of supply at a pillar mounted meter box positioned on the boundary of the consumers premises (includes meter and circuit breaker)					
	<b>f</b>	TYPE	D1	Actual Cost			Actual Cost	
		KVA Range	51 - 80					
		Type of Consumer	Commercial					
		Type of Connection	From existing low voltage (lv) reticulation to the consumers point of supply at a meter cubicle mounted on the boundary of the consumers premises or cubicle or a meter room					

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<b>g</b>	TYPE		D2	Actual Cost			Actual Cost	
	KVA Range		50 - 200					
	Type of Consumer		Commercial/Industrial					
	Type of Connection		From existing substation to the low voltage (lv) reticulation supply point at a meter cubicle mounted on the boundary of the consumers premises or a cubicle on the consumers premises or a meter room					
<b>h</b>	TYPE		D3	Actual Cost	(i)		Actual Cost	(i)
	KVA Range		151 - 315					
	Type of Consumer		Commercial					
	Type of Connection		Miniature substation to be supplied by the Municipality, positioned either on the consumers premises or outside his boundary fence					
<b>i</b>	TYPE		D4	Actual Cost	(i)		Actual Cost	(i)
	KVA Range		315 - 500					
	Type of Consumer		Commercial					
	Type of Connection		Miniature substation to be supplied by the Municipality, positioned either on the consumers					

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			premises or outside his boundary fence					
<b>j</b>	TYPE		D5	Actual Cost	(i)		Actual Cost	(i)
	KVA Range		500 - 700					
	Type of Consumer		Commercial					
	Type of Connection		Point of supply situated adjacent to or in integral with the substation building on the consumers premises					
<b>k</b>	TYPE		E1	Actual Cost			Actual Cost	
	KVA Range		800 - 3500					
	Type of Consumer		LARGE					
<b>1</b>								
<b>2</b>	Type of Connection		11kv supply from the Municipality's metered circuit breaker to the consumers 11kv switchgear					
<b>l</b>	TYPE		E2	Actual Cost			Actual Cost	
	KVA Range		<3500					
	Type of Consumer		LARGE					
	Type of Connection		11kv supply from the Municipality's metered circuit breaker to the consumers 11kv switchgear					
<b>m</b>	TYPE		F1	Actual Cost			Actual Cost	
	KVA Range		0 - 500					

# Lukhanji Adopted 2013/14 Budget Report

	Type of Consumer	Farm Supplies							
	Type of Connection	11kv overhead line from nearest point of supply, including transformer, metering, low voltage equipment and cabling							
<b>n</b>	TYPE	F2	Actual Cost				Actual Cost		
	KVA Range	0 - 500							
	Type of Consumer	Temporarily Connection							
	Type of Connection	Nearest to point of supply							
<b>o</b>	Enermet Ripple Relay	All electrical geysers to be fitted with a ripple relay, supplied by the Municipality.			Free (ii)			Free (ii)	
<b>NOTES</b>									
(i)	All material required to make the supply available is normally supplied by the Municipality. A customer could however, supply all material and carry out the entire work, but on the day of commissioning of the supply point, the entire installation gets handed over to the Municipality. The assets now belong to the Municipality who will be responsible for all maintenance and repairs in future. The customer only needs to pay the normal deposit fee.								
(i)	A ripple relay is fitted in an electrical geyser in order for the Municipality to restrict its maximum demand drawn from Eskom, by switching the geyser on or off. Hence there is no benefit to the customer, therefore the Municipality is responsible for								

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	supplying the relay free of charge.			
(i ii )	No conventional metering will be allowed for any single phase domestic and or commercial supplies, except for government installations.			
(i v )	Indigents will qualify in accordance with the Indigent Policy.			
( v )	A 60/40 percent ratio for the collection of arrears on the purchase of pre-paid electricity by customers.			
<b>ATTENDANCE TO FAILURE OF SUPPLY COMPLAINTS</b>				
1 3	Call-out during office hours : Rural			
	Call-out during office hours : Town	R 122.43		R 122.43
	Call-out after office hours : Rural			
	Call-out after office hours : Town	R 144.69		R 144.69
<b>FEE FOR DISCONNECTION FOR NON-PAYMENT</b>				
1 4	Additional deposit	R 166.95		R 166.95
	Administration fee	R 55.65		R 55.65
	Paper Cut - Administration fee	R 55.65		R 55.65

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1 5	<b>TESTING OF ELECTRICITY METERS</b>		
	Single Phase	R 183.65	R 183.65
	Three Phase	R 294.95	R 294.95
	MD meter (KVA/KWH combination meter)	R 500.85	R 500.85
1 6	<b>SPECIAL METER READINGS</b>		
	Town	R 94.61	R 94.61
	Rural		
1 7	<b>ALTERATIONS AND ADDITIONS TO EXISTING SERVICES</b>	Actual Cost	Actual Cost
1 8	<b>FAILURE TO KEEP APPOINTMENTS FOR INSPECTION AND FAILURE TO SUBMITT COMMENCEMENT FORMS</b>		
		R 55.65	R 55.65
		R 55.65	R 55.65
1 9	<b>EQUIPMENT USAGE FEES</b>		
	Pipe Bender	N/A	N/A
	Bending Brake (Folding Machine)	N/A	N/A
	Engraving of Labels	N/A	N/A

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	Testing of Transformer oil	N/A	N/A
	Testing of pressure vessels, air compressor - general inspection	N/A	N/A
	Any other inspections	N/A	N/A
	Hydraulic Pumps	N/A	N/A
	Block and Tackle	N/A	N/A
	Labour (Minimum of 1 hour)	N/A	N/A
<b>ELECTRICITY TARIFFS</b>			
<b>20</b>	<b>T a 1 DOMESTIC QUEENSTOWN SERVICE CHARGE</b>	R 129.11	R 129.11
	Block 1 (0-50KWh)	R 0.66	R 0.66
	Block 2 (51-350KWh)	R 0.82	R 0.82
	Block 3 (351-600KWh)	R 1.09	R 1.09
	Block 4 (>600KWh)	R 1.29	R 1.29
	<b>T b 2 PREPAYMENT</b>		
	Block 1 (0-50KWh)	R 0.66	R 0.66
	Block 2 (51-350KWh)	R 0.82	R 0.82
	Block 3 (351-600KWh)	R 1.09	R 1.09
	Block 4 (>600KWh)	R 1.29	R 1.29
	<b>T c 3 SMALL USERS (CONSUMPTION NOT EXCEEDING 80</b>		



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	KVA OR 20 000 KWH PER MONTH)		
	SERVICE CHARGE	R 466.35	R 517.64
	KWH<=500	R 1.3500	R 1.3500
	KWH>=500	R 1.0500	R 1.0500
<b>d</b>	<b>T 4 PREPAYMENT - BUSINESS</b>		
	KWH (Inclusive of Vat)	R 1.3500	R 1.3500
<b>e</b>	<b>T 5 NON DOMESTIC LARGE POWER USERS CONSUMPTION NOT EXCEEDING 40 (KVA)</b>		
	SERVICE CHARGE	R 879.76	R 976.53
	KWH	R 0.6039	R 0.6704
	KVA	R 163.40	R 163.40
	MINIMUM KVA	R 6,536.00	R 6,536.00
<b>f</b>	<b>T X TIME OF USE</b> (MINIMUM CONSUMPTION OF 100 000 KWH PER MONTH/ABOVE 80 KW-MAX)		
	<b>LOW DEMAND</b>		
	BASIC	R 421.90	R 468.30
	PEAK 07:00 - 10:00; 18:00 - 20:00	R 2.1405	R 2.3760
	STANDARD 06:00 - 07:00; 10:00 - 18:00; 20:00 - 22:00 SAT 07:00 - 12:00; 18:00 - 20:00	R 0.9315	R 1.0340
	OFF PEAK 22:00 - 06:00;	R 0.4823	R 0.5353
	SUNDAY = OFF PEAK	R 0.8276	R 0.9186
	kvaRH (only applicable for KvaRh)		

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	exceeding 30% of TOTAL kvh 0.96pf)		
	<b>HIGH DEMAND</b>		
	BASIC	R 421.90	R 468.30
	PEAK 07:00 - 10:00; 18:00 - 20:00	R 2.1800	R 2.1800
	STANDARD 06:00 - 07:00; 10:00 - 18:00; 20:00 - 22:00	R 0.9700	R 0.9700
	OFF PEAK 22:00 - 06:00; SUNDAY = OFF PEAK	R 0.4800	R 0.4800
	kvaRH (only applicable for KvaRh exceeding 30% of TOTAL kvh 0.96pf)	R 0.1023	R 0.1135
<b>T</b>			
<b>g 7</b>	<b>TIME OF USE</b> (MINIMUM CONSUMPTION OF 200 000 KWH PER MONTH/ABOVE 150 KVA)		
	<b>LOW DEMAND</b>		
	BASIC	R 809.02	R 898.01
	DEMAND KW	R 65.45	R 65.45
	PEAK 07:00 - 10:00; 18:00 - 20:00	R 1.2769	R 1.4173
	STANDARD 06:00 - 07:00; 10:00 - 18:00; 20:00 - 22:00 SAT 07:00 - 12:00; 18:00 - 20:00	R 0.7935	R 0.8808
	OFF PEAK 22:00 - 06:00; SUNDAY = OFF PEAK	R 0.4478	R 0.4970
	kvaRH (only applicable for KvaRh exceeding 30% of TOTAL kvh 0.96pf)	R 0.1023	R 0.1135
	<b>HIGH DEMAND</b>		
	BASIC	R 809.02	R 898.01
	DEMAND KW	R 69.96	R 77.65
	PEAK 07:00 -	R 1.4151	R 1.5708

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<p>10:00; 18:00 - 20:00                  STANDARD 06:00 - 07:00; 10:00 - 18:00; 20:00 - 22:00                  OFF PEAK 22:00 - 06:00;                  SUNDAY = OFF PEAK                  kvaRH (only applicable for KvaRh exceeding 30% of TOTAL kvh 0.96pf)                  All units include an additional 1.5 cent charge approved by the NER for upgrading the electrical network.                  This tariff is not applicable to consumers receiving 50kw free electricity.</p>			
		R 0.7935	R 0.8808
		R 0.4823	R 0.5353
		R 0.1023	R 0.1135
<p><b>Note :</b>                  The municipality increased its tariff only by 11% from 1 July 2012 to 30 June 2013 with no increase for indigents using 50 KW. The proposed tariff increase from 1 July 2012 to 30 June 2013 amounts to 11% and the following increases will be applicable to indigent consumers.</p>			
Registered indigents first 50KW	Free	Free	Free

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	51-100KW	22% Increase	As per Nersa	As per Nersa
	In excess of 100 KW	28% Increase	As per Nersa	As per Nersa
<b>INFRASTRUCTURE DEVELOPMENT UNIT</b>				
2 1	<b>PERSONNEL CHARGES</b>			
	Senior Professional/Technical/Management staff		R 607.70	R 607.70
	Professional/Technical/Management staff		R 353.93	R 353.93
	Supervisory staff		R 271.57	R 271.57
	Clerical and administrative staff		R 205.90	R 205.90
2 2	<b>DISBURSEMENTS CHARGES</b>			
	Typing		R 20.59	R 20.59
	Duplication		R 0.84	R 0.84
	Duplication		R 2.05	R 2.05
	Binding and Documents		R 8.30	R 8.30
	Plan Plotting (Mono)		R 3.34	R 3.34
	Plan Plotting (Colour)		R 5.90	R 5.90
	Telephone Calls		R 4.12	R 4.12
	Faxes (Outgoing)		R 0.44	R 0.44
	Faxes (Incoming)		R 0.56	R 0.56
2 3	<b>TRANSPORT</b>		As per AA table	As per AA table

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2 4	<b>LABOUR (Skilled/Semi Silled)</b>	Statutory minimum rate plus 10%	Statutory minimum rate plus 10%																																				
2 5	<b>OUTSIDE DISBURSEMENTS</b>	Actual Cost plus 10%	Actual Cost plus 10%																																				
2 6	<b>BULK SERVICES CONTRIBUTION LEVY</b> For any rezoning, subdivision and departure application approvals, as calculated Additional Vehicle Trips /day @ Additional Stormwater /HA*Runoff Factor @ Additional kl Sewerage /day @ Additional kl Water /day @  Additional Waste collection services /week @	<table border="1"> <tr> <td>R</td> <td>Rand/t rip/day</td> </tr> <tr> <td>1,106.63</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/HA*C</td> </tr> <tr> <td>67,099.17</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/k l/day</td> </tr> <tr> <td>2,982.69</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/k l/day</td> </tr> <tr> <td>4,344.90</td> <td></td> </tr> <tr> <td>R 796.91</td> <td>Rand/s ervice/ week</td> </tr> </table>	R	Rand/t rip/day	1,106.63		R	Rand/HA*C	67,099.17		R	Rand/k l/day	2,982.69		R	Rand/k l/day	4,344.90		R 796.91	Rand/s ervice/ week	<table border="1"> <tr> <td>R</td> <td>Rand/t rip/day</td> </tr> <tr> <td>1,106.63</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/HA*C</td> </tr> <tr> <td>67,099.17</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/k l/day</td> </tr> <tr> <td>2,982.69</td> <td></td> </tr> <tr> <td>R</td> <td>Rand/k l/day</td> </tr> <tr> <td>4,344.90</td> <td></td> </tr> <tr> <td>R 796.91</td> <td>Rand/s ervice/ week</td> </tr> </table>	R	Rand/t rip/day	1,106.63		R	Rand/HA*C	67,099.17		R	Rand/k l/day	2,982.69		R	Rand/k l/day	4,344.90		R 796.91	Rand/s ervice/ week
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DESCRIPTION	S PER WE EK	PER BIN	BIN S	PER BIN	BINS	PER BIN	BINS
		R	R				
DOMESTIC	1	40.64	40.6 4	R 75.85	R 75.85	R 81.16	R 81.16
BUSINESS/OTHER	2	63.34	R 47.5 2	R 118.21	R 88.70	R 126.49	R 94.90
BUSINESS/OTHER	3	95.01	R 71.2 8	R 177.35	R 133.04	R 189.76	R 142.36
BUSINESS/OTHER	4	126.7 0	R 95.0 1	R 236.48	R 177.35	R 253.04	R 189.76
BUSINESS/OTHER	5	158.3 8	R 118. 76	R 295.60	R 221.68	R 316.30	R 237.19
BUSINESS/OTHER	6	190.0 3	R 142. 51	R 354.68	R 265.99	R 379.51	R 284.61
INDIGENTS	1			R 0.00	R 0.00	R 0.00	R 0.00
OLD AGE HOMES	1	40.64	R 40.6 4	R 75.85	R 75.85	R 81.16	R 81.16
BULK CONTAINER - SMALL	2	112.8	R 75.2 1	R 210.58	R 140.38	R 225.32	R 150.21
BULK CONTAINER - LARGE	3	159.8	R 75.2 1	R 298.32	R 140.38	R 319.20	R 150.21
4.5M CONTAINERS	0	180.0	R 103. 00	R 366.79	R 208.15	R 392.46	R 222.72
18M CONTAINERS		280.0	R 150.	R 565.47	R 303.15	R 605.06	R 324.37

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		0	00				
	770 LITRE CONTAINER			R 229.24	R 114.63	R 245.29	R 122.66
<b>2 8</b>	<b>REFUSE DISPOSAL SITE</b> Tip Site Ticket (Per Load)			R 75.00		R 75.00	
<b>2 9</b>	<b>SALE OF PLANTS</b>  Seedlings Shrubs Trees (In containers) Trees (ex open grounds) Hire of Large plants Hire of Small plants Potting soil bag (small) Potting soil bag (large) Potplants 7.5cm Potplants 10cm Potplants 12.5cm Potplants 15cm Potplants 20cm			R 0.45 R 27.00 R 45.00 R 40.00 R 25.00 R 15.00 R 10.00 R 60.00 R 20.00 R 25.00 R 25.00 R 35.00 R 50.00		R 0.45 R 27.00 R 45.00 R 40.00 R 25.00 R 15.00 R 10.00 R 60.00 R 20.00 R 25.00 R 25.00 R 35.00 R 50.00	
<b>3 0</b>	<b>SEWAGE REMOVAL FEES</b>						

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	Sewage Pump	R 42.40	p/h	R 44.94	p/h
	Tractor	R 265.00	p/h	R 280.90	p/h
	Sewer Tractor	R 31.80		R 33.71	
	Driver	R 53.00	p/h	R 56.18	p/h
	Staff (1)	R 42.40	p/h	R 44.94	p/h
<b>SWIMMING POOL FEES : VAT Inclusive</b>					
3 1	Entrance fee (Adults)	R 8.00		R 8.00	
	Entrance fee (Children)	R 4.00		R 4.00	
	Season Tickets	R 120.00		R 120.00	
<b>BERRY &amp; BONKOLO DAM USAGE FEES : VAT Inclusive</b>					
3 2	Entrance fees : per vehicle with 5 people	R 35.00		R 35.00	
	Entrance fees : additional per person	R 6.00		R 6.00	
	Season Tickets	R 120.00		R 120.00	
<b>GAME RESERVE ENTRANCE FEES : VAT Inclusive</b>					
3 3	Entrance fees : per vehicle with 5 people	R 35.00		R 35.00	
	Entrance fees : additional per person	R 6.00		R 6.00	
	Season Tickets	R 120.00		R 120.00	



# Lukhanji Adopted 2013/14 Budget Report

3 4	<b>GAME RESERVE LAPA HIRE FEES</b>			
	Hire of Lapa	R 400.00	p/h  Plus Overti me Per Day Extra Per Day	R 400.00
	Deposit of Lapa (refundable under conditions)	R 300.00		R 300.00
	Overtime			
	Hire of Sunnyside during office hours	R 350.00		R 350.00
	Guided Vehicle Tour	R 120.00		R 120.00
	Caravan or Tent	R 120.00		R 120.00
Electricity Only educational tours are free of charge.	R 65.00	R 65.00		
<b>CEMETERY CHARGES EXCLUDING VAT</b>				
3 5	<b>CEMETRIES ; MLUNGISI, EZIBELENI, WHITTLESEA &amp; ILINGE</b>			
	Adult Plot	R 165.00		R 165.00
	Casket Plot	R 190.00		R 190.00
	Baby Plot	R 90.00		R 90.00
	Digging of Adult Grave	R 235.00		R 235.00
	Digging of Casket	R 260.00		R 260.00

# Lukhanji Adopted 2013/14 Budget Report

	Grave		
	Closing of Grave	R 145.00	R 145.00
	Closing of Baby Grave	R 110.00	R 110.00
<b>CEMETRIES - NEW</b>			
	BERM SECTION		
	Adult Plot	R 230.00	R 230.00
	Digging of Adult Grave	R 230.00	R 230.00
3	Digging of Casket Grave	R 238.00	R 238.00
6	Closing of Grave	R 210.00	R 210.00
	Exhumation of Body	R 955.00	R 955.00
	Funerals on Saturday additional		
	Funerals on Sunday and Public Holidays		
<b>CEMETERY - MONUMENTAL SECTION</b>			
	Digging of Adult Grave	R 470.00	R 470.00
	Single Plot	R 355.00	R 355.00
	Double Plot	R 710.00	R 710.00
	Casket Grave	R 355.00	R 355.00
	Extra Deep Grave	R 205.00	R 205.00
	Outsize Casket Grave	R 255.00	R 255.00
	Funerals on Saturday additional		
	Funerals on Sunday and Public Holidays		
3	Closing of Grave	R 210.00	R 210.00
7			

## Lukhanji Adopted 2013/14 Budget Report

	Wall of Remembrance	R 300.00	R 300.00
	Ash Grave	R 130.00	R 130.00
	Burial of Ashes in existing grave	R 130.00	R 130.00
	Erection of monuments : Single Grave	R 160.00	R 160.00
	Erection of monuments : Double Grave	R 320.00	R 320.00
	Outsize Baby Grave		
	Closing of Baby Grave		
<b>38</b>	<b>CEMETERY - BABY SECTION</b>		
	Digging of Grave	R 210.00	R 210.00
	Baby Plot	R 165.00	R 165.00
<b>39</b>	<b>EXHUMATION OF BODY</b>		
	Exhumation	R 955.00	R 955.00
	<b>LIBRARY FEES</b>		
	<b>LIBRARIES FINES : VAT Inclusive</b>		
<b>40</b>	1. Books, CD's, Art prints	R 1.00	R 1.00
	2. Video's	R 6.50	R 6.50
	3. Lost member pocket	R 3.00	R 3.00

# Lukhanji Adopted 2013/14 Budget Report

	3 Lost member card (PALS)	R 10.00		R 10.00	
	4. Visitors	R 50.00		R 50.00	
	5. Internet				
	6. Printing from Internet				
	7. Photocopies & Printing	R 1.00	Black	R 1.00	Black
		R 2.50	Black	R 2.50	Black
		R 6.00	Colour	R 6.00	Colour
		R 13.00	Colour	R 13.00	Colour
	8. Membership fees	R 45.00		R 45.00	
<b>LIBRARY HALL HIRE FEES</b>					
	Hall hire during office hours	R 50.00	p/h	R 50.00	p/h
	After hours (plus caretakers overtime)	R 60.00		R 60.00	
	Cups & Saucers per 50 persons or part thereof)	R 40.00		R 40.00	
	Plates	R 30.00		R 30.00	
	Cleaning	R 120.00		R 120.00	
	Admin Costs	10%		10%	
	Use of Kitchen	R 100.00		R 100.00	
	Urn	R 40.00		R 40.00	
	Stove	R 60.00		R 60.00	
<b>4</b>					
<b>1</b>					

# Lukhanji Adopted 2013/14 Budget Report

<b>POUND FEES</b>			
4 2	<b>RATE OF COMPENSATION</b>		
	For animals delivered to the pouNd, whether one or more per kilometer or portion of a kilometer	R 5.50	R 5.50
	For animals transported by vehicle, per kilometer or portion of a kilometer	R 15.00	R 15.00
	Use of commonage for initiation school	R 200.00	R 200.00
	Deposit of initiation site	R 50.00	R 50.00
	Price of Lucern	Actual	Actual
<b>TRESPASSING FEE</b>			
4 3	Horses, cattle, and pigs per head	R 65.00	R 65.00
	Goats & Sheep per head	R 45.00	R 45.00
<b>POUND FEES</b>			
4 4	Horses, cattle, and pigs per head	R 75.00	R 75.00
	Goats & Sheep per head	R 45.00	R 45.00
<b>SUSTENANCE FEES</b>			
4 5	Horses, cattle, and pigs per head	R 80.00	R 80.00
	Goats & Sheep per head	R 45.00	R 45.00
<b>OTHER CHARGES</b>			
4 6	Dipping Fees - (Cattle)	R 40.00	R 40.00
	Dosing Fees -	R 35.00	R 35.00

# Lukhanji Adopted 2013/14 Budget Report

	(Goats, Sheep per Head)																																											
<b>4</b> <b>7</b>	<b>CALL OUTS</b> 18H00 to 06H00 and over weekends per call out to impound (To be paid by owner of animals)	R 370.00		R 370.00																																								
<b>4</b> <b>8</b>	<b>CLINICS</b> Patient Health Books - VAT Inclusive	R 0.00		R 0.00																																								
<b>4</b> <b>9</b>	<b>THOBI KULA INDOOR SPORT CENTRE FEES</b> Actual Hire (per hall) Kitchen Stove Complete sound system Urn  Administration fee Cleaning Fees (Per Day)  Recognised Charitable Organisation Educational Organisations	<table border="1"> <tr> <td>R 75.00</td> <td>p/h</td> </tr> <tr> <td>R 95.00</td> <td>p/h</td> </tr> <tr> <td>R 65.00</td> <td>p/h</td> </tr> <tr> <td></td> <td>p/h</td> </tr> <tr> <td></td> <td>p/h</td> </tr> <tr> <td>10% of Invoice</td> <td></td> </tr> <tr> <td>R 140.00</td> <td>R65-00 o/t</td> </tr> <tr> <td></td> <td>R80-00 o/t Sunday</td> </tr> <tr> <td>On discretion of the Director</td> <td></td> </tr> <tr> <td>On discretion</td> <td></td> </tr> </table>	R 75.00	p/h	R 95.00	p/h	R 65.00	p/h		p/h		p/h	10% of Invoice		R 140.00	R65-00 o/t		R80-00 o/t Sunday	On discretion of the Director		On discretion			<table border="1"> <tr> <td>R 75.00</td> <td>p/h</td> </tr> <tr> <td>R 95.00</td> <td>p/h</td> </tr> <tr> <td>R 65.00</td> <td>p/h</td> </tr> <tr> <td></td> <td>p/h</td> </tr> <tr> <td></td> <td>p/h</td> </tr> <tr> <td>10% of Invoice</td> <td></td> </tr> <tr> <td>R 140.00</td> <td>R65-00 o/t</td> </tr> <tr> <td></td> <td>R80-00 o/t Sunda y</td> </tr> <tr> <td>On discretion of the Director</td> <td></td> </tr> <tr> <td>On discretion</td> <td></td> </tr> </table>	R 75.00	p/h	R 95.00	p/h	R 65.00	p/h		p/h		p/h	10% of Invoice		R 140.00	R65-00 o/t		R80-00 o/t Sunda y	On discretion of the Director		On discretion	
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# Lukhanji Adopted 2013/14 Budget Report

		of the Director		of the Director	
	Cultural Organisations	On discretion of the Director		On discretion of the Director	
	Sporting Related Organisations	On discretion of the Director		On discretion of the Director	
	Government Institutions	On discretion of the Director		On discretion of the Director	
	Religious Organisations	On discretion of the Director		On discretion of the Director	
	Funerals	On discretion of the Director		On discretion of the Director	
	Congress (Non Political)	On discretion of the Director		On discretion of the Director	
	Lecturers	On discretion of the Director		On discretion of the Director	
	Workshops (Non political)	On discretion of the Director		On discretion of the Director	
	Displays Repetitions /	On discretion of the Director		On discretion of the Director	
		On		On	

# Lukhanji Adopted 2013/14 Budget Report

	Rehearsals	discretion of the Director	discretion of the Director
	Political Parties	R 800.00	R 800.00
	Funtions where entrance fees are charged	R 3,000.00	R 3,000.00
	Dances / Discos	R 3,000.00	R 3,000.00
	Competitions / Contests of any nature	R 3,000.00	R 3,000.00
	Parties	R 1,600.00	R 1,600.00
	Graduation Ceremonies	R 1,600.00	R 1,600.00
	Weddings	R 1,600.00	R 1,600.00
	Use of Rugby Soccer Fields	R 70.00	R 70.00
	Other forms of entertainment	R 1,600.00	R 1,600.00
	<b>ENVIRONMENTAL HEALTH FEES</b>		
50	Business License Application fee	R 70.00	R 70.00
	Private Kitchen Application fee	R 70.00	R 70.00
	Keeping of animal Application fee	R 70.00	R 70.00
	Condemnations fee	R 250.00	R 250.00
	<b>FIRE BRIGADE FEES</b>		
51	<b>TURNOUT</b> Machines	R 275.00	R 275.00



# Lukhanji Adopted 2013/14 Budget Report

	Each service vehicle used	R 275.00	R 275.00
	Veld fire units	R 120.00	R 120.00
	Hazchem trailer	R 200.00	R 200.00
<b>TRAVELLING : KILOMETERS</b>			
5		R	R
2	Machines	1,200.00	1,200.00
	Veld fire units	R 700.00	R 700.00
	Each service vehicle	R 700.00	R 700.00
<b>OPERATING</b>			
5	Operating of pump and equipment	R 90.00	R 90.00
3	F4		
	Veld fire units	R 50.00	R 50.00
<b>STANDBY</b>			
5	All vehicles per hour	R 60.00	R 60.00
4	Service vehicles	R 60.00	R 60.00
	Fire extinguishers and foam	Foam plus 20%	Foam plus 20%
<b>TESTING OF EQUIPMENT AND INSTALLATION</b>			
5	Sprinkler system		
5	Up to five installations per premises per installation	R 90.00	R 90.00
	Over five installations per premises per installation	R 10.00	R 10.00
5	<b>Testing and Repairs :</b>		
6	<b>Hose and Couplings</b>		

# Lukhanji Adopted 2013/14 Budget Report

	Hose (All diameters)		
	Pressure testing per length	R 50.00	R 50.00
	Vulcanising per patch	R 60.00	R 60.00
	Big Suction	R 60.00	R 60.00
	Big Suction (all diameters)	R 60.00	R 60.00
	Wire bending each type	R 60.00	R 60.00
	Big Suction	R 50.00	R 50.00
	Truing couplings (all diameters)		
	Hose per pair	R 50.00	R 50.00
	Suction per pair	R 60.00	R 60.00
<b>5</b>	<b>FIRE PERSONNEL FEES</b>		
<b>7</b>	For each hour during which members of the Fire Brigade are engaged in :		
	Chief Fire Officer	R 85.00	R 85.00
	Each Officer	R 70.00	R 70.00
	Each Fireman	R 65.00	R 65.00
<b>5</b>	<b>FIRE STANDBY FEES</b>		
<b>8</b>	Chief Fire Officer	R 85.00	R 85.00
	Each Officer	R 70.00	R 70.00
	Each Fireman	R 65.00	R 65.00
<b>5</b>	<b>FIRE CASUAL FEES</b>		
<b>9</b>	Fire Fighting	R 60.00	R 60.00
		p/h	p/h
	For attendance of personnel or use of equipment and material :		

# Lukhanji Adopted 2013/14 Budget Report

60	<b>BREATHING OF APPARATUS</b>			
	Compressed air type	R 70.00 per set plus R30.00 per cylinder		R 70.00 per set plus R30.00 per cylinder
61	<b>FIRE - OTHER CHARGES</b>			
	Recharging cylinders	R 70.00		R 70.00
	Oxygen resuscitation apparatus plus cost of recharging	R 40.00		R 40.00
	Portable lighting equipment - 5kw unit per hour	R 90.00	p/h	R 90.00 p/h
	Smoke extrator - Whilst in operation	R 90.00	p/h	R 90.00 p/h
	Smoke extrator - Whilst standing per hour	R 35.00	p/h	R 35.00 p/h
	Portable foam apparatus			
	Generator or branch per hour	R 70.00	plus	R 70.00 plus
		20% Admin fee		20% Admin fee
	Medium expansion generator	R 70.00	plus	R 70.00 plus
		20% Admin fee		20% Admin fee
	Portable tank	R 70.00		R 70.00
	Chemicals			
	Water			
For each hour or part thereof during				



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		additional	additional
6 5	<b>Control over functions held on a public road</b>		
	Sport and Races		
	(a) Issuing of permit	R 200.00	R 200.00
	(b) Full time traffic assistance per person per hour	Actual Costs	Actual Costs
	(c) Tariff per km per vehicle	R 4.50	R 4.50
	The monies in (a - c) above will not be refunded if an event is cancelled for any reason. The monies in (a - c) must be paid in advance. These tariffs will not be applicable to the following : Local Schools, Welfare or non-profit making. Local sports clubs to pay R25.00 for a permit and actual overtime, where applicable.	R 45.00	R 45.00
6 6	<b>Funerals</b>		
	Per funeral (weekdays)	R 350.00	R 350.00
	Per funeral (weekends)	R 450.00	R 450.00
	Events (Fun Runs, Marathons)	per application	per application
6 7	<b>Parking meter fees</b>	R1.50 per 10 minutes	R1.50 per 10 minutes
	DPS	R 6.00 p/h	R 6.00 p/h
	Accidental Report OAR	R 132.00	R 132.00

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<b>FINANCIAL SERVICES</b>			
68	<b>VOTERS ROLL</b>		
	Per copy per ward	R 5,000.00	R 5,000.00
69	<b>INFORMATION TO THE PUBLIC</b>		
	1. Computer printout of names and addressess or portion thereof	R 5,000.00	R 5,000.00
	2. Any valuation certificate or certificate of outstanding balance against a property excluding certificates in terms of Section 96 of Ordinance 20 of 1974	R 30.00	R 30.00
70	<b>PHOTOCOPIES FOR PRIVATE PURPOSE</b>		
	A4 Size per page (Black & White)	R 1.50	R 1.50
	A3 Size per page (Black & White)	R 3.00	R 3.00
71	<b>FACSIMILE TRANSMISSIO N</b>		
	International per A4 page	R 15.00	R 15.00
	National per A4 page	R 8.00	R 8.00
	Local per A4 page	R 2.50	R 2.50
72	<b>INTEREST ON ALL OUTSTANDING FEES</b>		
	Interest will be levied in terms of the standard		

# Lukhanji Adopted 2013/14 Budget Report

	rates.		
<b>1</b>	<b>ALLOCATION TO SPCA</b> Allocation to SPCA R48000 - R150000	R 12,500.00	p/m
<b>7 3</b>	<b>PROPERTY RATES</b>  Residential Businesses, Commercial, Industrial Educational Public Service Infrastructure Vacant Land  INFRASTRUCTURE RATE (PHASE IN ON PREVIOUS NO VALUATION)	in the Rand R 0.00686  R 0.00858 R 0.00686  R 0.00173 R 0.03015  R 63.87	in the Rand R 0.00755  R 0.00944 R 0.00755  R 0.00190 R 0.03317  R 70.25
<b>7 4</b>	<b>CATEGORIES OF REBATES GRANTED</b> Telkom Residential - Annual Payers Residential - Monthly Payers Government Municipal Commercial - Annual Payers	<b>As per policy</b>	<b>As per policy</b>

# Lukhanji Adopted 2013/14 Budget Report

	Commercial - Monthly Payers Industrial - Annual Payers Industrial - Monthly Payers Businesses - Annual Payers Businesses - Monthly Payers Education Transnet Agricultural Institutional						
7 5	<b>REFUSE BAGS</b> Refuse Bags may be changed as per price increases to recover full costs.						
<b>ESTATES</b>							
<b>CIVIC CENTER RENTALS</b>							
			<b>2007 /08 100 %</b>				
7 6	CIVIC CENTRE : QUEENSTOWN	R p/ 70.00 h	80.0 p/ 0 h	R 0	R 107.75	p/h	R 107.75 p/h
	CIVIC CENTRE : ASHLEY WYNGAARDT	R p/ 62.00 h	70.0 p/ 0 h	R 0	R 96.00	p/h	R 96.00 p/h
	CIVIC CENTRE : MLUNGISI	R p/ 35.00 h	40.0 p/ 0 h	R 0	R 51.00	p/h	R 51.00 p/h
	CIVIC CENTRE : EZIBELENI	R p/ 52.00 h	R p/ 60.0 h	R 60.0	R 79.00	p/h	R 79.00 p/h



# Lukhanji Adopted 2013/14 Budget Report

				0				
				R				
	CIVIC CENTRE :	R	p/	60.0	p/			
	SKWEYIYA	52.00	h	0	h	R 85.00	p/h	R 85.00 p/h
				R				
	CIVIC CENTRE : SADA &	R	p/	70.0	p/			
	EKUPHUMLENI	52.00	h	0	h	R 85.00	p/h	R 85.00 p/h
	CIVIC CENTRE :							
	KAMASTONE,			R				
	MCEULA,	R	p/	45.0	p/			
	LESSYTON	42.00	h	0	h	R 63.00	p/effen t	R 63.00 p/effen t
	CIVIC CENTRE : ILINGE	R	p/	50.0	p/			
	& TAMBO VILLAGE	42.00	h	0	h	R 74.00	p/effen t	R 74.00 p/effen t
	<b>(NOTE; All are Excluding the Overtime Costs of the Caretaker)</b>							
	<b>DEPOSITS</b>							
						R		R
	Political Parties					2,268.00		2,268.00
	Funtions where entrance fees are charged					R		R
						2,268.00		2,268.00
						R		R
	Dances / Discos					2,268.00		2,268.00
	Competitions /							
	Contests of any nature					R		R
						2,268.00		2,268.00
						R		R
	Parties					2,268.00		2,268.00
	Graduation					R		R
	Ceremonies					1,134.00		1,134.00
						R		R
	Weddings					2,268.00		2,268.00
	Other forms of entertainment					R		R
						2,268.00		2,268.00

# Lukhanji Adopted 2013/14 Budget Report

		<b>OTHER FACILITY RENTALS</b>			
7 8	Hire of other facilities in the Town, VAN and Ezibeleni Halls				
	Side Hall (Queenstown, Ezibeleni, Skweyiya, Sada & Ekuphumleni)	R 50.00	p/h	R 50.00	p/h
	Kitchen - Queenstown	R 117.00	p/day	R 117.00	p/day
	Kitchen (Ezibeleni, Skweyiya, Ekuphumleni Ashley Wyngaardt)	R 61.00	p/day	R 61.00	p/day
	Administration fee Samro (Civic Centres of Queenstown, Ashley Wyndgaardt & Skweyiya)	10% of Total Cost		10% of Total Cost	
	Sound system	R 198.49		R 198.49	
	Urn	R 56.71		R 56.71	
	Stove	R 136.10		R 136.10	
	Bainmarie	R 73.72		R 73.72	
	Crockery Deposit (Additional to rental of crockery)	R 340.26		R 340.26	
	Cups & Saucers	R 0.79		R 0.79	
	Milk Jugs	R 0.69		R 0.69	
	Sugar Bowls	R 0.69		R 0.69	
	Serving Dishes	R 1.93		R 1.93	
	Plates	R 0.79		R 0.79	
	Side Plates	R 0.79		R 0.79	

# Lukhanji Adopted 2013/14 Budget Report

	<ul style="list-style-type: none"> <li> pudding Bowls</li> <li> Knives, Forks &amp; Spoons</li> <li> Tea Pots</li> <li> Piano</li> <li> Grand Piano</li> <li> Table Cloth Large</li> <li> Table Cloth Medium</li> <li> Table Cloth Small</li> <li> Fridge Sidehall</li> <li> Warming Tray</li> <li> Cleaning levy per function</li> <li> Monday to Friday 15H00</li> <li> Friday 15H01 to Sunday, incl. Public Holidays</li> </ul>	<ul style="list-style-type: none"> <li> R 0.79</li> <li> R 1.13</li> <li> R 1.93</li> <li> R 56.71</li> <li> R 170.13</li> <li> R 28.36</li> <li> R 19.28</li> <li> R 11.34</li> <li> R 22.68</li> <li></li> <li></li> <li> R 107.75</li> <li> R 136.10</li> </ul>	<ul style="list-style-type: none"> <li> R 0.79</li> <li> R 1.13</li> <li> R 1.93</li> <li> R 56.71</li> <li> R 170.13</li> <li> R 28.36</li> <li> R 19.28</li> <li> R 11.34</li> <li> R 22.68</li> <li></li> <li></li> <li> R 107.75</li> <li> R 136.10</li> </ul>
	<p><b>Night work allowance per hour payable in terms of Bargaining Council resolution</b></p> <p><b>Nominal Rate of R10-00 per hour</b></p> <p><b>Any Shortfall or Surplus between R25-00 be waived against administration fees.</b></p>		
	<p><b>LAND USE MATTERS</b></p>		
<p><b>7</b> <b>9</b></p>	<ul style="list-style-type: none"> <li> Administration Costs</li> <li> Rezoning fee</li> <li> Advertisement Costs</li> <li> Bed and Breakfast Applications</li> <li> House Business</li> </ul>	<ul style="list-style-type: none"> <li> R 850.65</li> <li> R 907.36</li> <li> R 737.23</li> <li> R 907.36</li> <li> R 850.65</li> </ul>	<ul style="list-style-type: none"> <li> R 850.65</li> <li> R 907.36</li> <li> R 737.23</li> <li> R 907.36</li> <li> R 850.65</li> </ul>

# Lukhanji Adopted 2013/14 Budget Report

	Land Use Penalty	R 6,238.10		R 6,238.10	
	Subdivision	R 850.65		R 850.65	
	Lease of Containers	R 226.84		R 226.84	
	Encroachment Infrastructure impact cost	R 567.10		R 567.10	
		Assess on merit in line with Council's policy		Assess on merit in line with Council's policy	
	<b>ADMINISTRATIVE MATTERS</b>				
80	Copy of Title Deed	R 22.68		R 22.68	
	Deed searches per individual search	R 22.68		R 22.68	
	Photocopies A4 Size per page (Black & White)	R 1.13		R 1.13	
	<b>MUNICIPAL BUILDINGS : RENTALS</b>				
81	Business Tariff: Queenstown	R 68.05	p/m2	R 68.05	p/m2
	Ilinge	R 28.36	p/m2	R 28.36	p/m2
	Van	R 34.03	p/m2	R 34.03	p/m2
	Other Villages	R 22.68	p/m2	R 22.68	p/m2
	Whittlesea	R 28.36	p/m2	R 28.36	p/m2
	Ezibeleni & Mlungisi	R 28.36	p/m2	R 28.36	p/m2
	Residential Tariff : Queenstown	R 39.70	p/m2	R 39.70	p/m2

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	Ilinge	R 20.42	p/m2	R 20.42	p/m2
	Van	R 22.68	p/m2	R 22.68	p/m2
	Other Villages	R 11.34	p/m2	R 11.34	p/m2
	Whittlesea	R 20.42	p/m2	R 20.42	p/m2
	Ezibeleni & Mlungisi	R 20.42	p/m2	R 20.42	p/m2
	(Working on 80% of a suggested market related rental of R50-00 p/m2)				
	Whittlesea CBD				
	(Working on 80% of a suggested market related rental of R25-00 p/m2)				
	Ezibeleni & Mlungisi				
	(Working on 80% of a suggested market related rental of R10-00 p/m2)				
	Residential Tariff :				
	Queenstown & VAN				
	(Working on 80% of a suggested market related rental of R30-00 p/m2)				
	Whittlesea				
	(Working on 80% of a suggested market related rental of R7-50 p/m2)				
	Ezibeleni & Mlungisi				
	(Working on 80% of a suggested market related rental of R7-50 p/m2)				
	Municipal Flats & Houses:				
	Uitsig Flats	R 2,551.95	p/m	R 2,551.95	p/m
	Fairview Flats	R	p/m	R	p/m

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	Municipal Houses @ 82 PA Street	3,062.34 R		3,062.34 R	
	Municipal Houses @ 1 Horwood Square	3,572.73 R	p/m	3,572.73 R	p/m
	Municipal Houses @ 1 New Street	4,083.12 R	p/m	4,083.12 R	p/m
		3,317.54 R	p/m	3,317.54 R	p/m
<b>ADMINISTRATION AND HUMAN RESOURCES</b>					
<b>8</b>	<b>ACCESS TO INFORMATION</b>				
<b>2</b>	Request fee	R 45.00		R 45.00	
<b>FEES FOR REPRODUCTI ON :</b>					
	A4 Size per page (Black & White)	R 1.00		R 1.00	
	Computer readable form - Stiffy disc				
<b>8</b>	Computer readable form - Compact disc	R 50.00		R 50.00	
<b>3</b>	Transcription of visual images, A4 or part thereof	R 35.00		R 35.00	
	Copy of visual images	R 80.00		R 80.00	
	Transcription of an audio record, A4 or part thereof	R 20.00		R 20.00	
	Copy of audio record	R 50.00		R 50.00	
	Advertising	R 800.00		R 800.00	

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