

ANNUAL BUDGET OF

AMATHOLE DISTRICT MUNICIPALITY

2013/14 TO 2015/16
MEDIUM TERM REVENUE AND
EXPENDITURE FORECASTS

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Abbreviations and Acronyms

BTO	Budget & Treasury Office	KPI	Key Performance Indicator
CFO	Chief Financial Officer	LED	Local Economic Development
CPI	Consumer Price Index	LM	Local Municipality
DoRA	Division of Revenue Act	MEC	Member of the Executive Committee
DM	District Municipality	MFMA	Municipal Financial Management Act
DWA	Department of Water Affairs	MIG	Municipal Infrastructure Grant
EE	Employment Equity	MSA	Municipal Systems Act
EM	Executive Mayor	MTEF	Medium-term Expenditure Framework
ES	Equitable Share	MTREF	Medium-term Revenue and Expenditure Framework
FBS	Free basic services	NDPG	Neighbourhood Development Partnership Grant
GAMAP	Generally Accepted Municipal Accounting Practice	PMS	Performance Management System
GDP	Gross domestic product	PPE	Property Plant and Equipment
GFS	Government Financial Statistics	RTIG	Rural Transport Infrastructure Grant
GRAP	General Recognised Accounting Practice	RBIG	Regional Bulk Infrastructure Grant
HR	Human Resources	LRG	Levy Replacement Grant
IDP	Integrated Development Plan	SALGA	South African Local Government Association
IFP	Internally Funded Projects	SDBIP	Service Delivery Budget Implementation Plan
IT	Information Technology	SMME	Small Micro and Medium Enterprises
kℓ	kilolitre		
km	kilometre		
KPA	Key Performance Area		
ADM	Amathole District Municipality		

Part 1 – Annual Budget

1.1 Mayor's Report

The State of the District Address delivered by Her Worship Executive Mayor of the Amathole District Municipality Councillor Nomasikizi Konza ON FRIDAY, 31 MAY 2011.

All protocols observed

Because of our struggles, uprisings and challenges; the world is damaged.

Ngeziphithi-phithizethu; yonakeleimihlaba.

Bona izwelakowethu.Uxolel'izonozalo.

Ungathob'ingqumboyakho.Luzeluf'usapholwalo.

YaalaNkosi, singadeli; iimfundisozezwilakho.

Uzeusivuselele.Siveinyanisoyakho.

20 years ago, when this country was in the brink of collapse and civil war, our leadership stood fast in their call for non-violence and this led to the awarding of the Nobel Peace Prize to our former President, Isithwalandwe Nelson Mandela, who remains a symbol of peace, unity and reconciliation in our country.

As we gather here today, sifunakesithabatheelithubasiyalezeuTatauMadibasimceleleimpilo.

Amazwi endiwavule ngayo lendibano, ayeliculo lokuvula nokomeleza rhoqo isigqeba sika Nkosi Albert Luthulinezinye,xeshikweni babesongamela uxanduva lokulwela inkululekoyethu.

Ngamazwi kaMfundisiu Tiyo Soga noyinzalelwaneyalapha e-Amathole; eyathi emveni kokuba ifunde eLovedale Mission yangomnye wabantu bokuqala kweli ukutolika ibhayibhile ngesintu.

Ibalulekile into yokuxabisa imbali neyimvelaphi yakho; ukwenzela ukuba uyazi intsingiselo yakho; kuba indel endlela esiyihambayo.

Yiyo lonto singakhange sithandabuze singulomzi walapha e-Amathole; senjenjeya ukuyaeRobben Island ukuyokulanda umoya wekrothi uMakhanda kuleNyanga iphelileyo.Sabuyanaye uNxele, sizama ukomeleza abantubakuthi.

Asithandabuzi kwananjalo, kwiphulo lethu lokuququzelela nokuphakamisa imbali yabo bathi balwela inkululeko yelilizwe.

Through the National Liberation Route, we are not only lobbying support towards ensuring that the Armed Struggle Living Museum is a reality but we are also training military veterans on skills like Musicology and Tour Guiding. We are pleased to make public that the concept of the museum has been endorsed at provincial level and we look forward to the fruition of the ideologies of the UmkhontoWesizwe (MK) and Azanian People's Liberation Army Military Veterans Associations (APLA).

Iyandigcobisa kwayendiyonwabele into yokuba lentlangano ibanjelwe apha kwiholo nelithiwe ngo NcumisaKondlo.

uNcumisa Kondlo yinzalelwane yalapha eNgqushwa neziqaqambisileyo de yaphuma intsiba izenza isichenge sokulwela inkululeko yelilizwe. Ngumama owayekwazi ukukhokela xa kufuneka ekhokele, ze angabinayo nengxaki yokulawuleka xa kufuneka ekhokelwe.

Council Speaker; this State of the Amathole District Municipality Address takes place during a significant year in the history of our country; just after the Centenary of the ruling party; the African National Congress; the oldest liberation movement on the continent, which brought about freedom and democracy in our country.

At the 53rd national conference of the ruling party, the African National Congress; which has termed this; the year of Unity in action towards socio-economic freedom; we declared that we must not be apologetic when we engage in vigorous and searching debates on the persistence of the legacy of apartheid colonialism, reflected in the triple challenges of poverty, inequality and unemployment.

We declared that this phase of our freedom will be characterised by decisive action to effect economic transformation and democratic consolidation, critical both to improve the quality of life of all South Africans and to promote nation-building and social cohesion.

At that gathering in Mangaung, we embraced Vision 2030 and the National Development Plan as a platform for united action by all South Africans to eradicate poverty, create full employment and reduce inequality.

As we enter the second phase of the transition from apartheid colonialism to a national democratic society, we commit ourselves to a programme of action that will speed up the elimination of this legacy and bring about socio-economic freedom in our lifetime.

As Honourable Councillors would be aware, the economic growth trends in the Amathole District have largely mirrored those of the Eastern Cape and the rest of South Africa. In line with these trends the economy in the Amathole Region has grown by an average of 3% per year since 2009.

The latest figures released by Statistics South Africa for the first quarter of 2013 reveal that the unemployment in the country is currently at around 25%. These figures become much higher for the Eastern Cape (30%) and the Amathole Region (40%).

Poverty levels in the Amathole Region are at forty four percent (44 %) which is higher than the Eastern Cape's forty three percent (43) and the National picture of thirty seven percent (37%).

Phantsengaphakwamashumiamathandathuanesithathukwabalikhuluabantu – 63 percent – abahlalaapha – baphilangendodlaesukaku-Rhulumente.

These figures disclose the extent of the problem we have in our hands and concerted efforts will be required from all stakeholders to ensure that we improve the socio-economic conditions of our people.

Furthermore, the Census 2011 results, which were released in October 2012 showed a decline in the population of the Province as a result of outward migration to other provinces.

The Population of ADM declined from 968 920 people in 2001 to 892 637 people in 2011. This represents a 13.6 % decline in the population during the 10 year period. Consequently, this has had a negative impact on the equitable share and budget allocation of the District.

As a water service authority it is inevitable that water and sanitation provisioning is the key focus of the 2013/14 budget allocations, reflected in:

- 66.72% of total budget allocated to Engineering Services for water & sanitation
- 93.77 % of total capital budget allocated to Engineering Services for water & sanitation
- The Municipal Infrastructure Grant allocation 46% is allocated to water projects and 52% to sanitation projects
- The total capital amount of over R523 million represents the institutions expenditure on desk, chairs, computers, vehicles and other such capital item, as well as the MIG infrastructure expenditure, Regional Bulk Infrastructure grant and the Rural Roads Assets Management Grant
- Our total budget allocation is about R1, 7 million

Honourable Speaker; we are inspired by the Freedom Charter and the principles enshrined in the constitution and our vision, hence we will continue unabated, with our social transformation programme, informed by the democratic principles of the people-centred and people-driven state and a value system based on human solidarity.

Like a foot soldier, deployed to tackle poverty on the ground head on, our developmental agency Aspire is using corridor development by stimulating high potential economic sectors along the Amathole primary routes, namely the N2, N6, R63 and R72. In line with this, the small town regeneration program is also implemented to create a vital and vibrant town that is competitive, and enhances social cohesion. In pursuit of these goals, various interventions have been implemented over the last five (5) years.

Allow me therefore Council Speaker, to be more detailed in respect of progress on these interventions: We are spending approximately R54.7m on the N2 Corridor.

Nakuke esikwenzayoeGcuwa as part of the Butterworth Regeneration

- For the Gcuwa Dam development, the Mquma Local Municipality made an amount of R3m available to partner and support the outcomes of the technical studies performed by Aspire. This node is positioned as an entertainment and leisure development node and private sector interest is to be arranged.
- Further planning work will be undertaken to strengthen the concept of the Ibika Industrial Park.
- In cooperation with the Eastern Cape Development Corporation, bamboo has been identified as an alternative crop for the N2 corridor area.

Investigations have been made and a potential site for a trial of 100 ha of bamboo for intercropping with maize and cattle herding has been identified at the outskirts of Butterworth town.

Moving on to the iDutywa Regeneration

- Half a million rands (R500 000) was raised in respect of the improvement of the municipal systems initiative in iDutywa. A task team lead by the Mbashe Municipality has also been established to oversee the implementation of the improvement.

- The business plan for the proposed CBD upgrade was submitted to the Neighbourhood Development Partnership Grant. Detailed designs are in the process of being finalised, and these will be submitted to Mbhashe Municipality for approval of the identified projects.

On the Friendly N6 Corridor, we are spending about R198.9 million

Our plans for the Stutterheim regeneration relate to

- The Cumakala Bridge, including the access road and street lighting which was handed over to Amahlathi Local Municipality and a maintenance agreement concluded with them, at a handover ceremony.
- The construction of the Mlungisi Community Commercial Park is almost complete, with 62% of the available tenant space allocated to various businesses. Work is continuing with the local municipality to enable them to produce a viable facilities management model for the centre. A branding process is underway as a final name of the centre has not been approved.
- The CBD upgrade has been completed and a launching ceremony was held to officially hand over the upgraded CBD to the local municipality. An urban management document was developed to provide guidance on the roles and responsibilities of the various stakeholders.

In Keiskammahoek (eQoboqobo)

- A funding proposal for a sports precinct has been submitted to the National Lotto.
- A proposal for the upgrade of the existing dairy processing plant is being investigated and Aspire is working with various partners to facilitate the proposal to be forwarded to the DTI Co-Op Fund.

Around the Keiskammahoek blueberry large out growers:

- Further hectares of blueberries will be planted once the funding from the DTI has been received, bring the total amount to 20 hectares.
- Aspire is facilitating the development of a training manual which may be utilised in blueberry production. This would enable these out-growers to expand their operations in the future.
- The private sector has indicated an interest in the Gxulu Berries concept and they will be approached to ascertain their possible involvement in the future

Amabele / Ndakana villages' development

- The final layout plan for the Amabele village development was circulated to relevant stakeholders for comment, and has now been submitted to the municipality for approval
- The Ndakana agro-ecological cooperative is operational with sales facilitated in local shops and a farmers market

We are spending R45.9m on the R63 Corridor

Alice Regeneration

- The construction of the pedestrian bridge is underway
- A proposal has been submitted to SASCOC – the South African Sports Confederation and Olympic Committee for the development of social amenities in the town.
- We are in the process of facilitating the provision of a service provider to develop a Local Spatial Development Framework for Nxuba Municipality.
- An amount of R3 million has been raised for an agro-processing facility to assist the citrus industry

- The envisaged investment is about R40million

With regards to Essential Oils

- A business and implementation plan has been developed for up streaming activities of co-ops in the industry, and once finalised will enable the co-ops to have access to R500 000 to expand on this concept.

On the R72 Corridor, we are spending nearly R86.6m

The Hamburg Regeneration

- Final decision on the Environmental Impact Assessment (EIA) was received and work has started on implementing the identified interventions.
- A service provider has been appointed who will shortly begin construction of the various facilities. The total investment is R17m
- An amount of about R1,8 million was raised from the National Lotto for the upgrade of the Music Academy.

Here in the Peddie regeneration

- The Local Spatial Development Framework for Peddie was approved by the council and draft feasibility studies are in the process of being finalised for identified interventions in the town.

Hamburg Artist Retreat

- The construction of the Hamburg Artists Retreat (R38m) was finalised and the launch and naming of the facility was well attended by many stakeholders.
- The business and operational model has been implemented and key staff has been appointed.
- Business development support is in the process of being implemented to ensure sustainability of the facility in the future.

Aspire's continued goal to conduct the agency with integrity and in accordance with generally accepted good corporate practices has resulted in the agency receiving an unqualified audit for the 8th year.

The new Board of Directors ended their first year on a high note, with the review of the current Aspire strategy document which ends in 2013/14. The finalisation of this new strategy document will provide important insights into the way forward, and establish a path consistent with Aspire's mandate.

Aspire continues to be ambitious in its endeavours to stimulate rural economies of the ADM. In the new financial year, the plan is to focus on rural communities through agriculture, capacity building, heritage and tourism as well as small town regeneration in an effort to advance integrated rural development.

Council Speaker; as the President has alluded during the ANC January 08th Statement; we are meeting, a 100 years since the promulgation of the 1913 Land Act, which dramatically robbed the indigenous people of our country of 87 percent of their land, and turned them into pariahs and wanderers in the land of their birth.

Whilst we acknowledge that land reform is a specific functional competency of the National Department of Rural Development and Land Reform, the key challenge for the ADM in Land Reform process is to deal effectively with the injustices of land dispossession, equitable distribution of ownership, reduction of poverty and economic growth.

We have progressed very well with the land restitution projects in areas such as Cata; in nine (9) Keiskammahoek Villages and Dwesa-Cwebe.

Various land parcels were accessed for benefit of communities who previously did not have access to land in Amahlathi. These are farm properties in Kubusieat Amahlathi and Mooiplaas in Great Kei. These parcels of land are aimed at assisting both settlement and commonage purposes for the communities.

A total of 2061 individual title deeds are being issued to various beneficiaries in Nxuba, Nkonkobe, Great Kei and Amahlathi. In all these, a total amount of R1m was expended.

Settlement upgrading of 20 village areas for the benefit of various households is being realised in five local Municipalities including the villages of Lewis and Mavathulana here in Ngqushwa. All these are funded by Provincial Department of Local Government at a total amount of R11m.

Our Spatial Development Framework (SDF) is an expression of the IDP, being a tool aimed at identifying Key Spatial Development areas, Main Nodes and Zones for potential development. As part of the implementation of the Spatial Development dimensions, planning projects have been embarked upon in 2012/13. These are in the areas of Mnquma; Mbhashe, Nkonkobe, Nxuba and Ngqushwa at a cost of R2, 3 million.

We have developed both climate change strategy and environmental management plan. One of the priority programs of the environmental management plan is the environmental empowerment of communities through environmental education and awareness campaigns. In this financial year we held a Climate change symposium in Nxuba and Environmental Week in Ngqushwa.

Before June 2013, both the Renewable Energy study which culminated from the Climate Change Strategy and Air Quality Management plan will be complete. Renewable Energy study will position the ADM strategically into the new Green agenda as well as creating conducive environment for investment purposes. The Air quality Management plan will give the Ambient air quality standard of the ADM in line with the national and international standards.

The Amathole Mountain is one of the most bio diverse regions in the Eastern Cape. In order to make good use of this advantage, ADM has developed Amathole Mountain Biosphere reserve (AMBR) feasibility study. The council adopted the feasibility study recommended that the concepts of the AMBR is viable and should be pursued.

As such, the Council resolved to embark on a consultative process in line with the UNESCO guidelines. The first draft is expected to be completed in the current financial year.

Somlomo; we welcome the announcement by Honourable Edna Molewa, Minister of Water and Environmental Affairs two weeks ago on water projects that will be receiving huge cash injections.

These are the Idutywa East Bulk Water Supply Scheme which will provide bulk domestic water supply to communities in the Idutywa East area to RDP standards of at-least 25 litres a head a day and this will translate to 32943 beneficiaries in 6589 households in 30 villages (Funded by MIG).

Other projects to benefit are as follows: the Ngqamakhwe Water Supply (only Phase 1 to be done the rest is still waiting for DWA approval); the Great Kei Basin Regional Water Supply in Komga (Feasibility studies done still waiting DWA approval for implementation); and the Sundwana Water Supply (Funded by MIG). The projects are expected to take between 24 months and 84 months to be completed.

We further note and welcome the announcements by State President Jacob Zuma to have been named as one of the 23 poorest districts in the country where strategic projects will be implemented upon. The projects focusing on the 23 districts will ensure the provision of water, electricity and sanitation and will change the lives of approximately 19 million people including Amathole.

19 years in a democratic dispensation is a very long time for there to be people in our District who are unable to access clean quality water and a toilet.

Equally so, let me take this opportunity to render an apology to those communities around Stutterheim and Fort Beaufort who experienced water shortages during the December holiday period due to various challenges.

During this current financial year, the Project Management Unit is implementing 54 water and sanitation related projects which are spread out in 7 local municipalities respectively as part of ADM's powers and functions of being the Water Services Authority.

We are having lots of challenges in bringing clean drinking water to our communities. Our aging infrastructure impedes efforts to tackle water and sanitation backlogs and also assist in the improvement of the revenue base. Except for the Municipal Infrastructure Grant; the slow pace of expenditure in projects is a cause for concern.

And then, very importantly, there is a huge funding deficit of some R1.1 Billion to meet the National Water Services eradication target of 2014 and the Provision of adequate, potable and sustainable water services infrastructure by 2018.

One of the biggest challenges facing the Municipal Infrastructure Grant programme is the poor performance of Service Providers appointed. This is a serious challenge that the ADM is facing as our cash-flows are based on the projects planning but due to the poor performance some do not start in time.

In response to this we have introduced pre-qualification on tenders before the evaluation process to assist in appointing the good quality of the contractors with relevant expertise.

After the three years of serious drought experienced in 2008-2010, we have learnt valuable lessons and have set aside R40 million from own internal reserve funds to develop Special Water Security Initiatives. The ADM has also embarked on a process of water conservation and water demand management. The designs and bid documentation for the drought interventions are complete and ready for implementation.

The retrofitting programme is at its initial stages and sites were handed over in the Nkonkobe, Nxuba and Amahlathi areas in the beginning of April 2013. This is a 12 months programme estimated to be completed by the end of March 2014.

We are well set to meet our Adelaide and Bedford Bucket Eradication Programme (BEP) Phase 4 Project, for formal erven to be completed by July 2013. However, because informal settlements keep expanding, we are holding bilateral with Nxuba Local Municipality for informal erven in terms of housing plans. For this program, we have put aside R5 million.

We have allocated R 2 m for water tanks throughout the District for the upcoming financial year.

Our funding allocation and bulk infrastructural projects for water and sanitation reflect the demographics of this district wherein over half of the ADM population reside in Mnquma and Mbhashe area.

These are the Mncwasa water scheme which is about R26, 5 million; the Xhora East Water Supply which is about R25 million and the Ibika water scheme which is R5 million.

Completed Projects for the financial year 2012/13 in this area are over R36 million. The total amount of completed projects throughout the District is over R96 million.

In NXUBA Municipality, the R5 million upgrading of the existing Wastewater Treatment Works is nearly completed with only the Mechanical & Electrical works are outstanding. This is to increase its capacity in order to cater for the connection of the converted bucket eradication into full water-borne sanitation.

The upgrading of Wastewater Treatment Works in Bedford to serve the areas of Bedford town, Goodwin Park, Nyarha and Ndlovini is scheduled for completion on 31 July 2013. The project is worth R5 million.

We have started with processes towards the provision of services for the Wortel Drift Housing Development and Nxuba towns Water Treatment Works.

The sub total of our Municipal Infrastructure Grant in Nxuba including new still to be registered projects to MIG is R19, 1 million.

eNGQUSHWA Municipality, the sanitation project to the rural areas in ward 12 which was initiated by the Department of Water Affairs and Forestry (DWAf) on the construction of Ventilated Pit Latrines (VIP) to seven (7) rural villages has been completed in March 2013 but there has since been a growth in number of households to be served and these households will be served through the Accelerated Sanitation Program. The villages are Upper Mgwala, Lower Mgwala, Gwala, Lower Qeto, Upper Qeto, Ngqowa and Cheletyuma.

The existing package plant in Peddie is operating at full capacity and is now overflowing and polluting the environment. This is due to new Peddie extensions developing. The new Peddie Waste Water Treatment Works Upgrade will serve Peddie town and the surrounding areas including the hospital and the old age home. The R2, 5 million project is still at preliminary stages and will benefit over twelve thousand (12 000) people from 2017 households in the Peddie town and surrounding areas.

The sub total of our Municipal Infrastructure Grant in Ngqushwa including new still to be registered projects to MIG is R20, 6 million.

In AMAHLATHI Municipality, the R5 million Zingcuka water supply project will be addressing five (5) villages (Jojweni, Izingcuka, Sixhotyeni, Magadla and Ngxondorheni). The project is waiting for MIG approval and its target completion is June 2014.

The Mgwali Church Tenants will be providing water and sanitation to the Mgwali Mission village(6) with the budget of R3 million for the Financial year, and it is situated within Ward 16 in Amahlathi Local Municipality. The village comprises of approximately 44 households with an estimated population of 266.

Extension of the Water Treatment Works plant and reticulation of Amabele, Nonkululeko, Freshwaters, Stanhope and Jerseyvale in ward nine (9) villages is complete. The upgrade of the weir and pumping main to supply Stutterheim Water Treatment Works was completed in August 2012.

160 units have been complete, and an additional 120 units was also completed in August 2012 as part of the Gubevu Sanitation scheme. These are Gubevu, Mbaxa, Nothenga and Mxhalanga.

Under the Tsomo Water Supply, the following villages are being handled under Chris Hani District Municipality contract...they are eJojweni, Cenyu, Kensington, Mchewula A&B, Magwatyuzeni and Luxomo.

Sadly, due to poor performance, we have terminated services of the contractor and a new contractor has just been appointed to do Ngxalawa B, Matolweni C, Fubu, Moyeni A, KwaMfula A, KwaJack A&B, Xoloba). We have done design for Phase 1B and have gone to tender in May 2013 for villages in ward 13 namely Bongweni, Gugwini, Lumphindweni, Hlotsheni, Mantanjeni, Twisheni and Elalini.

The sub total of our Municipal Infrastructure Grant in Amahlathi including new unregistered projects is R 40, 4 million.

In Great Kei Municipality

We have a budget of R8, 5 million for the Komga commonage settlement services and we will be undertaking a new Waste Treatment Works for the 590 households in Morgan's Bay.

The sub total of our Municipal Infrastructure Grant in Great Kei including new still to be registered projects to MIG is R20,2 million. These include the upgrade of the Komga's new Water Treatment Works and the Kei Mouth Reticulation.

In NKONKOBÉ Municipality we are spending R5, 5 million towards water supply on the West Victoria East project. Amongst the villages to be served are Bulura-Sheshegu, Gunyeni/Lower-Sheshegu, Gxwedera, Jani, Joe, Khayamnandi, Khwali-Sheshegu, Kwezana and Mjilo.

The Ekuphumleni and nine surrounding (9) villages water supply will cost R1 million while the Region one (1) Nkonkobe area wide sanitation program has been budgeted for R9 million,

The phase five (5) of the Bhofolo and Newtown Bucket Eradication project has a budget of R2 million.

About R9 million will be spent on Nkonkobe Area Wide Sanitation Project which will be supplying and installing Ventilated Pit Latrines to the households.

We have budgeted a R2,5 million for Fort Beaufort Bulk Water Service Upgrading - Phase 1A. The aim of this phase is to refurbish the Water Treatment Works with a view to increasing flow through the works in order to alleviate some of the problems encountered by Bhofolo of inconsistent water supply.

In MNQUMA Municipality we have just completed 32 Million project called Myoyo Water supply project in Ward 31. This project is providing potable water to 21 Villages with a total of 2628 Household or 15768 people.

We will be spending R55 million on the Centane Sanitation Project which is located in ward 23, 24, 25, 26, 27, 28, 29, 30 and 31. This will supply and install 17 307 New Ventilated Improved Pit Latrines (VIP's) in the vicinity of Centane with a total population of 103 851 predominantly traditional dwellings without basic sanitation services.

We will be implementing the Ngcizele Water Supply with an area that is bounded by the Qolora River (West) and Khobonqaba River (East), the Ocean (South), and this will be serving a total of 779 households (population of 5028) with a budget of R4 million for phase 2.

R19 million will be spent in Ibika-centane Water Supply Scheme stretching from N2 route in the north, Xholani on the west and Gosaxi in the east down to the coastal area of Mazepa. The area is home to a total of now more than 32,574 people dwelling in 6,515 households made of mainly low income earners. The project also extends to Centane Town which has both urban and rural dwellers.

In MBHASHE Municipality, about R15 million will be used to implement Mncwasa Water Supply Project, which starts North of the Xora River and ends at the Mpaka River near Hole in the Wall. Presently 46 villages have been serviced with a total of 4587 Households and an estimated population of 27,522 people, Four more phases are ready for implementation and they will service 15 villages with a total of 1865 Households and an estimated population of 11,190 people.

Close to R5 million will be spent on KumbangaCwebe Sanitation project located approximately 40km Southeast of Elliotdale near the mouth of Mbasheriver. This project involves the supply and erection of 240 Ventilated Improved Pit (VIP) latrines on Desi (ward 16) – 117 household ;Mncwabe (ward 20) – 39 households and Nyandeni (ward 20) – 84 households.

Xhora Water Supply Scheme has a budget of R23,8 million and will be supplying 133 rural villages with a population of about 66,900 in 8,082 households. The project area covers Ward 15, 16, 20,21 and 26 of the Mbhashe Local Municipality.

We have set aside around R3 million to complete the Mbhashe North Water Supply which covers 77 villages with about 63,245 population in Ward 1, 3, 5, 6, 7, 8, 10 and 11 to benefit from the scheme.

Honourable Speaker; we want to promote a promote holistic sustainable regional economic development by 2030.

As a follow up to our investor conference, we are currently conducting research on an Investor Incentive Framework for the District. Some of the spin offs include international engagements with the business community in Singapore on possible partnerships in the fields of agriculture plus the business community of Belgium in Brussels on issues of tourism, heritage and agriculture.

Engagements have been held between DEDEAT, Aspire and the ADM towards mobilisation of funding for more high impact projects which will benefit our communities. We have also started engagements with the Minister of Rural Development and Land Reform and the MEC DEDEAT on the Wild Coast meander project. The employment prospects and economic spin off that this project holds is enormous.

We are in partnership with the EL IDZ on the Target Economic Empowerment Program and have held engagements with a Development Economist from Belgium on Investment Opportunities and areas of collaborations. We also participated in the EC-EU Renewable Energy Investor Networking Dinner as part of lobbying for investment and marketing the district as investor friendly.

Council Speaker; In terms of ADM's policy, if a household earns less than two times the old age government social grant, they qualify to register as an indigent. Our new changes in our attempts to ease the burden off our people are that

Indigents will no longer pay re-connection fee; disconnection fee for non-payment and property clearance application fee.

Furthermore, Indigents will receive 10kl free water a month, 6 kl of which will be towards drinking water and 4 kl towards sanitation. We will also establish indigent committees.

After careful consideration and various inputs, tariff increases for 2013/14 will be capped at 6% - in line with average CPI and maximum growth prescribed by National Treasury. Domestic consumers – will get the first 6kl free –and this is a form of relief for domestic consumers which is a R86.73 saving.

The fire levy where fire services are readily available are R16.83 for domestics and R22.45 for non-domestics. The Fire availability fee - where reaction time is greater than 30 minutes – is at a cost of R11.23 for domestics and R16.83 for non-domestics.

In Centane, Ngqamakwe, Elliotdale, Willowvale, Kei Mouth, Morgans Bay, HagaHaga, Mooiplaas, Bluewaters, Kwelera, Hamburg and Wesley where the service is not readily available due to the vast distance, a fire availability levy of R11.23 for domestic and R16.83 for non-domestic will be charged.

The IDP roadshows we conducted allowed our communities to make comments on the draft IDP and Budget. Comments received in the 2013/14 IDP road-shows, were assessed and investigations were conducted.

Depending on the availability of funds and whether an issue could be immediately addressed; issues were categorised as being operational or strategic with operational issues being channelled through departments for action. Mechanisms to address issues that could not be immediately resolved during the road-shows and have an effect on future budgets, were communicated to communities during Council Open Day; and some of these have influenced the budget that we adopted on Tuesday 28 May 2013.

Council Speaker, we want to create a caring society and it beckons us to forge a social compact - made up of all races - that has, as its central objective of social policy, the preservation and development of human resources and ensuring social cohesion.

And central to the task of social transformation is the role of the ANC in Government to confront the challenges of poverty and underdevelopment.

One of the responsibilities we have been entrusted with is that of health and protection. Sonke isothusile ukuba ukuba inyama esizityayo azithembekalanga kwaye aziqondakali.

That is why we have inspected routinely Four hundred and sixty (460) food premises to ensure that, food consumed by our people is safe. About three hundred and twenty (320) food premises have been found to be in compliance with the national legislation. About 300 Food Handlers were capacitated to impart necessary skills that would contribute to the reduction of foodborne illnesses throughout Amathole District Municipality.

Sibalulekile isidima somntu sele ebhubhile kwaye kubuhlungu iukubona indlela abaphetheke ngayo abantu bakuthi sebelele emkhenceni.

To enforce compliance, fifty six (56) mortuaries were inspected and 37 were found to be in compliance while 19 non-compliant business owners were issued with notices advising them to rectify the issues of non-compliance. Both these issues are a standing item in the agenda of the District mayors Forum.

Workshops were held in all the seven Local Municipalities to sensitise the communities about the services that ADM is conducting in relation to the Disposal of the dead policy.

At the IDP and Budget roadshows last year we received calls for a Kei Mouth Fire Satellite Station. I am pleased to report that the station has reached practical completion and is currently being furnished for occupation. The Hamburg and Willowvale Fire Satellite Stations will be completed in the financial years of 2013/2014. The people of Centane and Chintsa will be aware that in 2011 we opened Satellite Fire stations in their areas. Those have been resourced with staff and fire engines and are operating 24 hours a day. Two new fire engines worth R4, 5 million were procured and delivered at the end of the 2011/2012 financial year; and a third one is due for delivery in June 2013.

Honourable Speaker and Chief Whip; as we are gearing up towards the completion of our second decade of freedom and the fifth democratic and non-racial elections next year; we would like to see a more coordinated planning and solidified process between the ADM and its Local Municipalities.

We made pledges during the good governance framework, committing that we would like to see synergies in the processes that lead to the tabling of both Annual Report and the IDP; we want to be witnesses to less fragmented public participation processes and more unified service delivery programs.

Local government is rife with demonstrations; implications of corruption; lack of service delivery; instability, in-fighting and lack of accountability.

When Councils start prioritising interdicts and motions, they lose their oversight roles and service delivery becomes a mystery.

A dent to an ANC led Council; is a huge set back to the lifespan of the African National Congress. We need stable local Municipalities; all seven of them.

This is why the effectiveness of our Intergovernmentalrelations structures like the District Mayors Forum, the Speakers Forum, Whips Forum, Municipal Managers Forum and IDP Rep Forum is vital. Equally, we will be restructuring our Intergovernmentalrelations structures so that we work together as the District with our local Municipalities we need to take a coordinated approach to structures like Munimec. And this is where it becomes critically important that ourcentre, which is the SouthAfrican Local Government Association (Salga), must play a meaningful role.

We are exploring to strengthen relations and capacity building sessions with municipalities like Sedibeng, Chris Hani and Nkangala.

Both the national and provincial government have a legislative responsibility to support and strengthen the capacity of Municipalities. As the District, we also play our role of assisting and building the capacity to local municipalities through the Municipal Support Unit.

Areas of support include finance, engineering, land and human settlements; information technology and corporate services.

To respond to the issues raised by the Auditor General, we spent R900 000 in Nxuba; and R250 000 to assist Ngqushwa Municipality with their audit issues which, among others were the inability of AG to verify the existence, completeness and valuation of the fixed assets which resulted in a disclaimer.

We are assisting Mphashe LM on Data Cleansing and allocated funding of R616 500 for this on-going project. We have allocated R300 000 for the on-going project towards Mphashe LM with their Supply Chain Management processes.

We established a GIS Shared Service Centre to assist our local municipalities with this rare and scarce skill, not forgetting this is a fairly new technology where land administration is the base of this system. As part of this initiative we undertaken land audits for all our local municipalities and audited our cadastral in terms of ownership. Our spinoff is linked to revenue management and verification of our consumers thus linking it to our indigent programme.

We welcome the continued support received from the Department of Local Government and Traditional Affairs especially in ensuring stability in our local Municipalities.

In February 2013, the Department of Local Government and Traditional Affairs organised the annual Vuna awards with the aim of encouraging governance and service delivery within the local government sphere, ADM was awarded two awards.

Amathole District Municipality was announced as one of six municipalities throughout the Eastern Cape that maintained an unqualified audit opinion during the 2011/12 financial year audit period and another award for financial management and viability. The reward amount will assist towards rectifying some of the areas that are preventing us from obtaining a Clean Audit and train our staff in financial management. We commend Ngqushwa Municipality and Amahlathi Municipality who also walked away with awards for their hard work.

The Audits as at June 2012, the municipality received an unqualified audit opinion on its financial statements, without any emphasis of matter.

This implies that the municipality has fairly presented its financial affairs for the year under review. However to receive a clean audit, the current status quo must be maintained and all matters of non-compliance with laws and regulations must be resolved. This will be achieved through improved internal controls and increasing capacity.

In this regard, Mnquma Municipality is a prime example having maintained a good audit in the last few financial years. We trust that the new Audit committee approved by Council will play this oversight role diligently.

In our quest to attain economic freedom in our lifetime, Our Supply Chain Management (SCM) policies seek to promote an innovative form of targeted procurement, which will encourage socio-economic transformation within its region.

We must continue to redress the skewed distribution of wealth and assist in achieving the goals of poverty alleviation and job creation within our region.

This can be achieved by providing employment opportunities to historically disadvantaged individuals [HDI's] and disadvantaged communities, enabling socio-economic transformation objectives to be linked to fair, transparent, equitable, competitive and cost effective procurement practices.

During the 2010/2011 financial year, Capital projects over R1m allocated to HDI owned companies constituted 88.31% which is well above the 60% target.

Capital Projects less than R1 million allocated to HDI owned companies. The target is set at 75%. 94.48% was achieved. Non-Capital Projects allocated to HDI owned companies. The target is set at 65%. Council achieved 89.13%.

Council's overall performance stands at 89.04% of projects allocated to HDI owned companies. The target has been set at 65%.

Council awarded projects to a total value of about R485 million. An amount of nearly R215 million was allocated to HDI owned companies, with about R53 million allocated to non-HDI owned companies. During the same period last year, Council awarded projects to the total value of close to R409 million, this is a difference of about R76 million. The total amount allocated to HDI owned companies since the financial year 2004/2005 is about R1, 7 bn.

I am pleased to announce that; of the R485 million awarded projects, 14.94% was awarded to female owned companies.

This amounts to R72 million. The total amount allocated to female owned companies since the financial year 2004/2005 is about R240 million.

Through our SCM Policy our Job Creation statistics reflect that as at the end of the 2011/2012 financial year, 846 jobs were created (labour intensive projects) of which 101 were woman, 349 male, 407 youth and 2 people with disabilities. Since the financial year 2005/2006; we have created a total number of 11315 jobs through our infrastructure projects

During the past 10 years the Amathole District Municipality has awarded a total number of 2 696 projects.

Kubalulekile singu Rhulumente olawulayo ukuba senze kangangoko sinakho ukukhawulelana nabantu bakuthi kwezengqesho ntoleyo ekhokelele sibe yinxalenye yenkqubo ye-EPWP (Expanded Public works Programme).

We submitted a business plan to provincial Department of Public Works and we were granted R3.5 million upfront to spend it on EPWP compliance projects.

We will be creating about 500 jobs throughout the district. These will be in the form of bush clearing; the rehabilitation of roads; the removal of alien vegetation; and town cleaning.

We are responding to the notorious issue of rape in Tholeni by employing about 100 workers to clear the bushes that have contributed towards many women falling victim. Other areas where the program will be rolled out in Nxuba, Amahlathi, Mbhashe and Mquma.

We also engaged young people who are graduates who are unemployed in the District and gave them an experiential learning experience on the job in various fields. About 126 young people will be getting valuable experience with ADM departments for the next two years.

As most of us present would know, we - in Amathole - are very fortunate to have a number of tourism and historic structures that have added immeasurably to the cultural life of the District. The Eastern Cape has six tourism routes and four of these routes start and/or end at Amathole District.

As part of recognizing the Amathole District Municipality's contribution towards heritage preservation, when the Golden Heritage Awards organized by the National Heritage Council were held in 2012; we won this award.

As part of tourism development, which is inspired by our Tourism Master Plan, we will continue to enhance empowering tour operators; trip operators; tourist guides; professional conference organisers; and event organisers.

We must explore the opportunities that our people can exploit in community tourism, domestic tourism and ecotourism.

We have identified tourism promotion and development as one of the priority sectors which have a potential in contributing towards economic development.

7 Crafters Associations based on our 7 local municipalities were assisted with the following; marketing material, sewing material and access to markets through trade shows such as ADM tourism events and national events such as Easter Rand

Show and we are currently preparing to assist them to attend the National Grahamstown Arts Festival. Sports tourism events we supported include the Africa Open –

ADM Charity Golf Day, SA feather weight Boxing Tournament held in Nkonkobe LM and Isizwe Boxing Tournament held in Mquma LM.

I would like to challenge all of you to take part in the Mayor's challenge, which is an annual event aimed at promoting eco-tourism, involved a hike along the Amathole Mountain Escape and MaqomaHeritage Route.

Together with the Eastern Cape Film Commission, we have hosted workshop/ training programme for more than 100 emerging filmmakers where the National Film Commission, SABC, E-TV, DTI, SEDA and other institutions that are able to financial support them.

Having identified that our Agricultural potential does not appear to be optimally utilized, we have made strides to ensure that we turn this around.

Chief amongst them is the Memorandum of Understanding that we have signed with Fort Cox Agricultural College.

The MOU entails the exploration of the ADM facilitating a process for the provision of bursaries for deserving children in Fort Cox; the ADM being represented on Fort Cox's board of directors; and the Utilization of Fort Cox to host major ADM events.

We have also adopted a comprehensive five year reviewed Agricultural development plan by council.

The plan recommends seven priority areas on which ADM should focus, as it has been declared an Agricultural district. The priority areas are Enabling environment; Livestock services; Small holder irrigated enterprises; Emerging farmer support; Household food security; Agro processing and Community forestry development.

Somlomo,xa kugqejwa kusabelwana ngemali engaka, ibamininzi imicelimngeni. Kulapho ke ibaluleke nangakumbi indima yooceba kwakunye neminatha esinokuyifakela, ukuzama ukulwa urhwaphilizo.

During the State Of The District Address on May 25 last year, I made an announcement that financially committed us into making the Chairperson of MPAC as a full time councillor; the appointment of Traditional Leaders; and the cost of creating a new department Legislature and Executive Support Services. This we have done.

We have also taken a stride as the District to resource our political offices; including that of the MPAC chairperson, the Speaker; the Chief Whip; the Executive Mayor.

The collective ideology behind this is very simple and clear; and that is to ensure that Councillors are capacitated fully and holistically; in order to do their mandates.

The role of Councillors in local government cannot be over emphasised and at every platform; it must be clearly stated and revisited.

Councillors have an important oversight and policy setting role, and a wide range of responsibilities that include community leadership, representing citizens, and making decisions about the provision of services for the betterment of communities.

Collectively, councillors are responsible for decisions that affect the lives and livelihoods of individuals, organisations and businesses.

Lomzabalazo siwukhokelayo ufuneka sithi nokuba siyathandana sibe kodwa singathembani de sivaleke amehlo. Xa kubhalwe kwathiwa kwakhiwe ichibi lamanzi kwilaliethile; mandingathi kuba lonto ibhalwe mboje-mboje; ndiyithathe njenge nyani. Mandiphume ndiphathe izixhobo ndiyokuhlola ndiyokuqondisisa inkcukacha zayo.

That is called being an accountable employee that puts the people's interest first, more than anyone. That is exercising oversight and monitoring. That is respecting the organisation and the people we serve. And when there are irregularities or misleading facts; actions must be decisive and corrective.

In our efforts to be in-touch with our public and ensure that they participate in governance, I will be leading Mayoral Imbizos in the next financial year, with at least one held every term. The first one will be in a village called Mente in Mnquma.

Council has approved a civic education program to be driven by the Office of the Speaker wherein we will be embarking on civic education process an effort to capacitate communities and community organizations on governance.

We are also in the process of implementing an integrated Customer Care system, wherein all customer related queries will be centralised. This approach is meant to ensure that community concerns receive the adequate attention within the system, as they deserve.

The Customer Care Centre will be located at Whelan Centre, the current Disaster Management centre, with dedicated staff who will attend to all queries, monitor and report on these. The services to be catered for at the centre are Disaster Management, Fire services, Water and sanitation services and general community concerns.

Honourable Speaker; I am very pleased with the transformation agenda, a by-product of institutional reengineering processes, which the municipality has embarked on.

While local government legislation has provided processes and systems to assist municipalities in the provision of services to communities; we have identified the transformation of certain institutional processes as an additional critical success factor in the provision of the much needed services.

This process of reengineering, redesigning and redefining business systems within our organization will indeed position the ADM as a "caring employer".

We will continue to support this agenda as it seeks to create an environment and culture that will ensure that our employees are proud to be associated with us and in turn this will have positive effect on the services we deliver to our people. It will also assist in the retention of skilled employees.

In the same vein, the establishment and resourcing of our IDP and Performance Management System Unit, means that we will be able to effectively coordinate the development and review of the Integrated Development Plan. We will also be able to coordinate the development and review of the Performance Management Framework; as well as coordinate the development, monitoring and reporting of the Service Delivery and Budget Implementation Plan.

This will ultimately result in the coordination of the development of the Annual Performance and Annual Reports.

The Clusters that are aligned to the municipality's IDP and PMS resemble the five key performance areas of local government.

These clusters assist in aligning the IDP, budget processes and SDBIP which makes it easier for reporting purposes and for the development of the Annual Report. It is also going to monitor performance progress and curb under spending by Departments.

The Municipality's relations with organised labour continues to be warm despite isolated challenges of misunderstanding relating to the job evaluation process, a process that afflicts local government nationally.

Municipalities are required to be innovative whilst at the same time sticking to Collective Agreements and the law. The environment is expected to be further affected by the Wage Curve Labour Appeal Court proceedings and the parallel process of negotiating same, that parties at the South African Local Government Bargaining Council agreed to engage in. The dispute has to do with the implementation of the Wage Curve for local government employees across the country, which pitted SALGA against Organised Labour. The outcome of either the court process or the negotiations carries substantial financial implications for municipalities, including ADM. It has been found necessary to heal whatever wounds there might be, owing to the processes I have mentioned above, and to chart a future of trust between ADM and Organised labour. In this regard, we will hold some retreat for members of the Local Labour Forum and bring in experts to further bring parties closer together. As at 31 March 2013, which is the last quarter, the ADM had a staff complement of 1 480 which is an increase of 3% from the staff complement of the last financial year.

As one of the designated employers in the country, ADM is expected to comply with the Employment Equity Act 55 of 1998. We do not have a challenge in terms of race. Two major concerns that we face is the under representation of females and the gross under representation of people with disabilities. Of the 1 480 employees, only 528 which is 36% are females and 952 which is 64% are males. The percentage of females has increased from 34 in June 2012 to 36 in March 2013. There are 5 people with disabilities and that constitutes only 0.3%.

In terms of the gender equity, the investigation conducted revealed that females do not apply for jobs that require hard labour like trench digging and others. All these positions are in the Engineering Services Department. It has also been noticed that very few females apply for the top management positions ADM is advertising from time to time. In trying to address this, we have put aside R600 000 to look into implementing women empowerment programmes.

In rolling out our Human Resources Development Strategy, we will make bursaries available for Rare Skills; Experiential Training and Internship Programs. Our Employee Study Assistance Scheme has given assistance to two hundred and twenty five (225) employed candidates who have enrolled for various educational qualifications with numerous Universities in South Africa.

Consistent with the emphasis on appointing skilled and qualified personnel, as provided in the Amended Municipal Systems Act, we have taken a rather serious look on what human capital development interventions we institutionalise so that we can qualitatively enhance our institutional performance. Equally, it remains a strategic target that we sustain a competitive advantage on talent requisition and retention.

On this note, Honourable Speaker, we are pleased to announce that we have issued 143 bursaries to our staff members as in an attempt to invest in the human capital. In the same vein, we have applied to National Treasury to extend the 31st January 2013 timeline for completion of Minimum Competency Framework applicable to Municipal Managers and Managers reporting directly to the Municipal Manager. We have further deemed it appropriate to include the other levels of managers below the Directors to enrol with this programme as a way of ensuring that we reinforce our second and third layers of our management echelons.

Council Speaker; we will be rolling out our Special Programmes strategy to ensure that we capacitate vulnerable groups. These include capacity building sessions for youth, women, children, people with disabilities

and people living with HIV/Aids. As we did this year when we capacitated women and people with disabilities in business plus school children on career endeavours; we will ensure that these people in our society are looked after.

The tragedy of eTholeni has given us valuable lessons and besides the bush clearing and high mass lights that we have put up in that area, we have uncovered even more disturbing statistics when it comes to the rape of children. This is why we decided to come here in Ngqushwa – as this place is rife with the raping of children – and hold awareness campaigns with school children plus door to door campaigns. Nelson Mandela once said there can be no keener revelation of a society's soul than the way in which it treats its children. We will actively participate in the plans to revive the Local Municipal HIV/AIDS Councils, inducting and ensuring that every local council is assisted with developing a strategy to deal with the pandemic in its area of focus.

A youth summit is planned where we will elect a fully-fledged youth Council and come out with a clear program of action towards empowering young people. To keep young people active and focussed, we will continue to roll out the Amathole District Municipality Mayor's Cup which weren't very well in Nxuba recently. Sporting codes include soccer, rugby, boxing and netball. The inclusion of people with disabilities in sport activities is vital hence we hope that with the trials we currently holding with goalball, we will include this in the 2014 Mayors Cup.

A few months ago I held a session with the Premier with the aim of getting support for our The Adopt-A-School and Back-to-School Programs. Starting with members of the Mayoral committee, I wish to urge councillors to personally adopt schools and make a difference in the lives of our children.

I am pleased to announce that refurbishments are almost complete in the school of Elethu Primary School Nkonkobe, which we adopted and held a clean during the 2012 Mandela Day.

Equally, this year's Mandela Day should see all our ADM community from Councillors, Traditional leaders, the Executive and staff playing a role.

Let us congratulate our artists including the likes of Berita and ZolaniMkiva who have placed us on the map through music and arts.

We salute the ADM soccer team for getting silver medals in the 2012 SALGA Municipal Games 2012 held in the O. R Tambo District Municipality. The same accolades we also bestow on the under 19 boxing team getting silver at the same games.

At the same games, we wish to note with pride all the athletes who have represented us with flying colours. Congratulations to the 2012 Mayors Cup Winners in netball; boxing; rugby and soccer.

Council Speaker; I would like to take this opportunity to thank all our Councillors, Traditional Leaders and staff for their support and hard work over the past year and in providing services to our communities. Your endeavours have not been in vain and are much appreciated, and we will need your leadership even more as we forge ahead to partner with our people in bringing about service delivery.

Remember uTata Nelson Mandela once said...and I quote: "It is better to lead from behind and to put others in front, especially when you celebrate victory when nice things occur. You take the front line when there is danger. Then people will appreciate your leadership."....unquote.

Let us be true ambassadors of our vision and remain commitment towards selfless, excellent and sustainable service to all our communities.

For uMfundisiTiyo Soga, as for many of our icons who have led us, the likes of Nelson Mandela, JohnLangalibalele Dube, SefakoMakgatho, ZacMahabane, Josiah Gumede, PixleykalsakaSeme, ABXuma, JS Moroka, Chief Albert Luthuli, Oliver Tambo, Thabo Mbeki and Jacob Zuma; the new South Africa has to be fundamentally different from the old South Africa -in the same way as the Light is different from the Darkness.

We must be able to look back with pride; look around our accomplishments with satisfaction; look beneath us for ancestral spiritual guidance and look up for divine intervention and proclaim...

Fullfill your promise; Lizalis' idingalaKho,
Zonk'iintlanga, zonk'izizwe, mazizuzeusindiso
AmadoloKwelilizwe, Makagobephambikwakho
Zidezithizonk'ilwimi
Ziluxel'udumolwakho
Law'la, law'la, nKosiYesu
Kozangaweukonwaba

Working together, through our people, we can do more to fight poverty and become partners in bringing service delivery to our communities.

I thank you.

Ndiyabulela.

1.2 Council Resolutions

On 30th May 2013, the Council of Amathole District Municipality will meet at the Ncumisa Kondlo Community hall in Ngqushwa Municipality to consider the annual budget of the municipality for the financial year 2011/12. The Council will approve and adopt the following resolutions

- [a]** The Final reviewed 2013 – 2014 Integrated Development Plan: Annexure “A”;
- [b]** That the following Sector Plans be adopted as part of the IDP Annexure “B”;

Final Sector Plans (Newly developed)

- Environmental Pollution Control Plan
- Risk Management Plan
- Business Continuity Plan
- Compensation Strategy
- Occupational Health & Safety Plan

Final Sector Plan (Reviewed)

- Communicable Diseases Control and Prevention Strategy
- Health Care Waste Management Plan
- Fire Risk Management Plan
- Community Safety Plan
- 7 LM Community Safety Strategies
- Disaster Management Framework

- 7 LM Disaster Contingency Plans
- Risk and Vulnerability Assessment
- Land Reform and Settlement Plan
- Housing Strategy
- Rural Development Strategy
- Tourism Master Plan
- Heritage Resources Management Plan
- SMME Strategy
- Cooperatives Strategy
- Environmental Management Plan
- Agricultural Development Plan
- Film Development Strategy
- Amathole Regional Economic Development Strategy
- Industrial Development Strategy
- Informal Trade Strategy
- Spatial Development Framework
- Human Resources Development Strategy
- Water Services Development Plan
- Solid Waste Management Plan
- Integrated Transport Plan
- Revenue Enhancement Strategy
- Supply Chain Management Strategy
- Asset Management Strategy

[c] That the 2013/14 Final Draft Service Delivery and budget Implementation Plan be noted Annexure "B2".

[d] The Final Annual Budget of the Amathole District Municipality for the financial year 2013/14 and the multi and single year capital appropriations as set out in the following schedules be approved:

- Budgeted Financial Performance - Revenue and expenditure by standard classification as contained in Annexure R1 to R3
- Budgeted Financial Performance- Revenue and expenditure by municipal vote as contained in Annexure S1 to S3
- Budgeted Financial Performance - Revenue by source and expenditure by type as contained in Annexure C1 to C3 and graphically in D1 to D3 and E1 to E3
- Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Annexure F1 to F3 and graphically in G1 to G3, H1 to H3 and graphically in I1 to I3 and Annexure K detailing the three year MIG capital programme

[e] The Council of Amathole District Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approve and adopt with effect from 1 July 2013:

- The tariffs for the supply of water – as set out in Annexure T1 to T4
- The tariffs for sanitation services – as set out in Annexure U1
- The tariffs for Building Plan Fees and Solid Waste Services – as set out in Annexure V
- The tariffs for Calgary Museum & Conference Centre as set out in Annexure W
- The tariffs for ADM Fire Services – as set out in Annexure X1 to X3
- The tariffs for Fines & Offences: Air Pollution Control, Waste Management & Municipal Health as set out in Annexure Y1 to Y 28

[f] That the budget and related policies listed below be approved with the following Amendments: .

- Budget policy (including virements) (not amended) Annexure Z
- Indigent policy Annexure AA1 to AA2
- Tariff policy Annexure AB
- Credit Control and Debt Collection policy Annexure AC
- Supply Chain Policy (not amended) Annexure AD
- Banking & Investment Policy (not amended) Annexure AE
- ASPIRE budget Annexure AI
-

[g] That the Council notes the inclusion of the below mentioned information as contained in Schedule A Annexure:

- Measureable Performance objectives
- Cash flow projection
- Investments
- Allocation to the entity ASPIRE
- Proposed cost to the municipality for the budget year of the salary allowance and benefits
- Approval of the 2013/14 overall budget of R1 761 626 737

1.3 Executive Summary

The development of the budget is informed by the key service delivery priorities as reflected in the IDP to ensure that services provided are sustainably, economically and equitably to all communities and the need to maintain the Municipality's financial sustainability.

The Municipality is implementing specific range of revenue collection strategies, such as appointment of a debt collector to assist in collecting outstanding debts from businesses and domestic consumers. The intention of the strategy is to streamline the revenue value chain by ensuring accurate billing, customer service, and credit control and debt collection in order to improve the collection of outstanding consumer debt.

National Treasury's MFMA Circulars No. 66, 51, 54 and 55 were used to guide the compilation of the 2013/14 MTREF.

The Municipality faced the following significant challenges during the compilation of the 2013/14 MTREF:

- ADM continues to be a grant dependant institution
- Internal revenue collection remains at low levels
- The increased costs associated with bulk water and electricity, placing upward pressure on tariff increases to consumers. High costs associated with providing of services to the community had resulted in tariff increases that may soon render municipal services financially unaffordable to the consumer and unsustainable by the Municipality
- Salary increases for municipal staff exceeding consumer inflation, and the requirement to fill vacant, critical and essential positions in accordance with the Salary and Wage Collective Agreement
- No specific funding allocated for non-core mandates such as building & services planning land & housing
- Refurbishment budget funded from prior year surpluses
- MIG currently focused on new infrastructure – 90% of allocation to new

- Depleted Capital Replacement Reserve, impacting on the Municipality's ability to fund capital expenditure from internal sources

An overall budget allocation for the 2012/2013 financial year amounts to R1 761 626 737, representing a 15.0309% growth on the overall 2013/13 budget.

Total operating expenditure for the 2013/14 financial year amounts to R1 237 649 with a break even budget. Operational expenditure for 2014/15 is R1 268 702 a growth of 2.5 per cent on prior year, and 2015/16 operating expenditure if R1 370 687, representing a 8 cent growth on prior year. All year's present balanced budgets, with no surpluses being anticipated to replenish the ever depleting reserves.

The capital budget of R523 978 for 2013/14 represents a 6.13 per cent growth on the 2011/12 capital budget, due to an increased allocation in terms of DoRA. This amount of R523 978 058 represents the institutions expenditure on desk, chairs, computers, vehicles and other such capital item, as well as the MIG infrastructure expenditure, Regional Bulk Infrastructure grant and the Rural Roads Assets Management Grant.

The capital budget increases to R710 831 in the 2014/15 financial year and then increases to R999 105 in 2015/16 financial year, directly linked to the amount of capital grants gazetted in DoRA. ADM has not yet entered into any loan agreements to fund capital programmes, as the municipality currently has just sufficient capacity to fully spend the annual DoRA allocations.

In view of the aforementioned, the following table is a consolidated overview of the proposed 2013/14 Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2013/14 MTREF

R thousands	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Total Revenue (excluding capital transfers and contributions)	-1 761 627	-1 979 533	-2 369 792
Total Expenditure	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)	523 978	710 831	999 105
Total Capital Expenditure	523 978	710 831	999 105

1.4 Operating Revenue Framework

The district faces a huge challenge in terms of generating own revenue. A large percentage of consumers are either indigent, (also a reluctance amongst the consumers to officially register as indigents, which equates in the inability to properly quantify the number of indigent consumers) or receive water from standpipes. There is no financial recovery for ADM from these consumers. Consumer base information is very inaccurate and constantly changing. Water losses also pose a problem. Of the billed amounts in the 2012/2013 financial year, for the first 8 months of the year, only 31.3per cent of billing is recovered. For Amathole District Municipality to improve the quality of services provided to its citizens, it needs to generate the required revenue. ADM is faced with development backlogs and extreme poverty. The expenditure required to address these challenges continues to exceed available funding, with equitable share being utilised to subsidize the service.

The following table is a summary of the 2013/14 MTREF (classified by main revenue source):

Table 2 A4 Summary of revenue classified by main revenue source

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	1										
Revenue By Source											
Property rates	2	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	51 997	71 094	99 732	89 551	89 551	89 551	89 551	162 281	170 737	178 663
Service charges - sanitation revenue	2	33 018	43 762	69 772	68 772	68 772	68 772	68 772	74 984	78 658	82 621
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - other		1 824	1 851	3 142	3 280	3 280	3 280	3 280	3 259	3 419	3 576
Rental of facilities and equipment		233	269	311	272	272	272	272	277	290	290
Interest earned - external investments		50 034	40 141	37 947	17 716	27 416	27 416	27 416	25 155	24 536	26 000
Interest earned - outstanding debtors		13 674	22 839	27 187	26 978	26 978	26 978	26 978	29 318	30 802	32 311
Dividends received											
Fines		-	-	-	10	10	10	10	10	10	10
Licences and permits											
Agency services		2 177	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		714 358	795 609	562 193	617 617	617 617	617 617	617 617	639 696	677 003	710 492
Other revenue	2	35 035	47 280	47 505	240 985	349 339	349 339	349 339	355 650	327 050	377 877
Gains on disposal of PPE		414	321	1 975							
Total Revenue (excluding capital transfers and contributions)		902 764	1 023 167	849 765	1 065 181	1 183 235	1 183 235	1 183 235	1 290 629	1 312 504	1 411 840
Expenditure By Type											
Employee related costs	2	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990
Remuneration of councillors		10 185	11 307	10 538	11 504	12 421	12 421	12 421	14 015	15 066	15 788
Debt impairment	3	49 733	91 901	157 094	64 224	64 224	64 224	64 224	46 309	47 029	51 190
Depreciation & asset impairment	2	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133
Finance charges		92	194	115	32	32	32	32	106	110	114
Bulk purchases	2	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505
Other materials	8										
Contracted services		-	48 136	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598
Transfers and grants		(2 943)	1 967	254	11 199	11 199	11 199	11 199	4 319	1 284	1 267
Other expenditure	4, 5	396 452	322 861	340 986	310 265	423 138	423 138	423 138	460 077	445 508	510 102
Loss on disposal of PPE											
Total Expenditure		780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)		122 433	181 860	(165 787)	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Transfers recognised - capital		-	-	312 560	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets											
Surplus/(Deficit) after capital transfers & contributions		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105

Table 3 Percentage growth in revenue by main revenue source

Details	2013/14	2012/13	% change
Service Charges: Water & Sewerage	-240 523 621	-161 603 024	48.84%
Interest Earned - Outstanding Debtors	-29 318 216	-26 978 020	8.67%
Rent of Facilities and Equipment	-276 504	-271 807	1.73%
Interest Earned - External Investments	-36 104 772	-27 416 422	31.69%
Other Income	-332 655 156	-231 294 831	43.82%
Grants and Subsidies			
Equitable Share	-373 527 000	-355 922 000	4.95%
Levy Replacement Grant	-248 104 000	-227 618 000	9.00%
FMG Funding	-1 250 000	-1 096 491	14.00%
PMU Subsidy	-6 500 000	-3 500 000	85.71%
Water Services Operating Subsidy	-6 000 000	-18 281 000	-67.18%
Neighbourhood Development Partnership Grant	-10 000 000	-64 156 000	-84.41%
EPWP Incentive Grant	-3 125 000	-6 022 000	-48.11%
Municipal Systems Improvement Grant	-890 000	-877 193	1.46%
Rural Roads Assets Management Grant	-2 347 000	-1 557 895	50.65%
Neighbourhood Development Partnership Grant in	-1 500 000	-4 000 000	-62.50%
Regional Bulk Infrastructure Grant in kind	-56 504 000	-51 929 000	8.81%
Water Services Operating Subsidy	-300 000	-300 000	0.00%
Municipal Infrastructure Grant	-412 147 000	-341 917 544	20.54%
TOTAL INCOME	-1 761 072 269	-1 524 741 227	

In
line

with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the overall picture.

Revenue generated from service charges in 2012/13 amounts to R240 523 621, representing only 13.66 per cent of operating revenue. In the 2012/13 financial year, revenue from services charges totalled R161 603 024, representing 10.59 per cent of overall revenue. District is faced with a major challenge of implementing cost reflective tariffs to ensure financial sustainability of the district versus tariffs which are affordable to it's consumers.

Operating grants and transfers totals R639 696 000 in the 2013/14 financial year and steadily increases to R710 492 000 by 2015/16. The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term:

Table 4 Operating 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
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		2 370	2 040	8 325		12 640	12 640			
Current year receipts		433 827	477 327	539 984	617 617	617 617	617 617	639 696	677 003	710 492
Conditions met - transferred to revenue		434 157	471 041	535 670	617 617	630 256	630 256	639 696	677 003	710 492
Conditions still to be met - transferred to liabilities		2 040	8 325	12 640				-	-	-
Provincial Government:										
Balance unspent at beginning of the year		135 662	135 635	94 768		80 824	80 824			
Current year receipts		19 352	33 327	10 862						
Conditions met - transferred to revenue		19 380	74 194	24 805	-	80 824	80 824	-	-	-
Conditions still to be met - transferred to liabilities		135 635	94 768	80 824						
District Municipality:										
Balance unspent at beginning of the year		-	-	-						
Current year receipts		-	-	-						
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-						
Other grant providers:										
Balance unspent at beginning of the year		5 992	2 539	2 044						
Current year receipts		4 448	1 969	1 538						
Conditions met - transferred to revenue		7 901	2 463	1 718	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		2 539	2 044	1 864						
Total operating transfers and grants revenue		461 437	547 699	562 193	617 617	711 081	711 081	639 696	677 003	710 492
Total operating transfers and grants - CTBM	2	140 213	105 137	95 327	-	-	-	-	-	-
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		55 017	3 573	15 860		74 507	74 507	-	-	-
Current year receipts		147 096	233 848	364 262	459 560	459 560	459 560	470 998	667 029	957 952
Conditions met - transferred to revenue		198 540	221 560	305 615	459 560	534 067	534 067	470 998	667 029	957 952
Conditions still to be met - transferred to liabilities		3 573	15 860	74 507	-	-	-	-	-	-
Provincial Government:										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-						
District Municipality:										
Balance unspent at beginning of the year		-	-	-						
Current year receipts		-	-	-						
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-						
Other grant providers:										
Balance unspent at beginning of the year		-	-	-						
Current year receipts		-	-	-						
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-						
Total capital transfers and grants revenue		198 540	221 560	305 615	459 560	534 067	534 067	470 998	667 029	957 952
Total capital transfers and grants - CTBM	2	3 573	15 860	74 507	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		659 978	769 259	867 809	1 077 177	1 245 148	1 245 148	1 110 694	1 344 032	1 668 444
TOTAL TRANSFERS AND GRANTS - CTBM		143 785	120 997	169 834	-	-	-	-	-	-

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When tariffs and other charges were revised, affordability of services was paramount in determining increases, as well as local economic conditions and existing payment trends. The tariff model that is applied in calculating the 2013/14 tariffs has been improved from the previous year's model; it is now largely based on the tariff guidelines set out in the Department of Water Affairs Tariff Guideline document. The guideline template takes into consideration the number of consumer, consumption and water services budget. In setting tariffs, the template takes into account the different consumer groups in order to set different tariffs for each group in terms of Regulation 4 of section 10 of Water Services Act.

The model calculates the cost of production per kℓ using the total projected cost on projected water production. Other additional sources of funding such as the equitable share allocation are deducted from the cost of production to determine the funding (tariff to be charged) that is required from users in order to be able cover the cost of production.

The percentage increases of Eskom of 1 cent and 8per cent for DWA are far beyond the inflation target, and were major cost drivers in the overall cost of water production

1.4.1 Property Rates

Table 5 Comparison of proposed rates to levied for the 2013/14 financial year

Property rates are the competency of the Local Municipality's within ADM, and therefore are not applicable to the District Municipality.

1.4.2 Sale of Water and Impact of Tariff Increases

- Water tariffs within the district are currently cost-reflective.
- Water tariffs are structured to protect basic levels of service and ensure the provision of free water to the poorest of the poor (indigent); and
- Water tariffs are designed to encourage efficient and sustainable consumption via stepped tariff approach

The district will be in a position to ensure that the water tariff structures are cost reflective by 2014, as this will ensure financial sustainability for the provision of water and sanitation services to ADM communities.

The tariff model that is applied in calculating the 2012/13 tariffs has been improved from the previous year's model; it is now largely based on the tariff guidelines set out in the Department of Water Affairs Tariff Guideline document. The guideline template takes into consideration the number of consumer, consumption and water services budget. In setting tariffs, the template takes into account the different consumer groups in order to set different tariffs for each group in terms of Regulation 4 of section 10 of Water Services Act.

The model calculates the cost of production per kℓ using the total projected cost on projected water production. Other additional sources of funding such as the equitable share allocation are deducted from the cost of production to determine the funding (tariff to be charged) that is required from users in order to be able cover the cost of production.

The cost of providing water is based on the following cost drivers:

Bulk water purchase
Employee related costs
Repairs and maintenance
Collection costs
Bad & doubtful debts
Contracted Services
General Expenses
Institutional Costs
Depreciation
Finance charges

Tariff increases are reflected in the tables below. 6kl free water is given to all domestic consumers, an additional 4kl free is provided to Indigent consumers which takes their free basic water to 10kl per month . Major change this year being that the model aims at getting to a break-even point.

Table 6 Proposed Water Tariffs

KL	Tariffs 2012/13	Tariffs 2013/14
0-10	R 11.96	Free
10-15	R 15.94	R 16.90
15-25	R 19.93	R 21.13
25-40	R 23.92	R 25.36
40-500	R 25.91	R 27.46
500+	R 27.90	R 29.57

Residential Domestic Users

DOMESTIC STEP TARIFF

KL	Tariffs 2012/13	Tariffs 2013/14
0-6	R 11.96	Free
6-15	R 15.94	R 16.90
15-25	R 19.93	R 21.13
25-40	R 23.92	R 25.36
40-500	R 25.91	R 27.46
500+	R 27.90	R 29.57

CHURCHES STEP TARIFF

KL	Tariffs 2012/13	Tariffs 2013/14
0-6	R 11.96	R 12.68
7-15	R 15.94	R 16.90
16-25	R 19.93	R 21.13
26-40	R 23.92	R 25.36
41-500	R 25.91	R 27.46
500+	R 27.90	R 29.57

SPORTS CLUBS STEP TARIFF

KL	Tariffs 2012/13	Tariffs 2013/14
0-6	R 11.96	R 12.68
7-15	R 15.94	R 16.90
16-25	R 19.93	R 21.13
26-40	R 23.92	R 25.36
41-500	R 25.91	R 27.46
500+	R 27.90	R 29.57

NON-GOVERNMENTAL ORGANIZATIONS STEP TARIFF

KL	Tariffs 2012/13	Tariffs 2013/14
0-6	R 11.96	R 12.68
7-15	R 15.94	R 16.90
16-25	R 19.93	R 21.13
26-40	R 23.92	R 25.36
41-500	R 25.91	R 27.46
500+	R 27.90	R 29.57

**COMMERCIAL AND
BUSINESS - FLAT RATE
PER KILOLITRE**

*** (Mixed Use include Domestic and Non Domestic users , excluding Industrial and Agriculture)

No Basic Service Charge on Indigent and Pre Paid Metered Customers

For single bulk meters: owner liable for basic charges per individual tenant

WATER AVAILABILITY FEE VACANT PLOT 2013/14

Service Type	2012/13 Monthly Charge	2013/14 Monthly Charge
Water Availability Fee	72.57	76.92

WATER FLAT RATE (This relates to unmetered households, Businesses and Institutions)

Category	2012/13 monthly Charge	2013/14 Monthly Charge
Residential/Domestic, Churches, Sports Club, Old Age & NGO's	R 26.75	R 76.08
Commercial and Business	R 232.98	R 246.96
Industrial and Agriculture	R 976.90	R 1 035.51
Institutional	R 334.97	R 355.07
Mixed Use	R 334.97	R 355.07

Sundry Water Charges

Annexure F3

Service	Domestic 2012/13	Domestic 2013/14	Indigent 2012/13	Indigent 2013/14	Commercial, Industrial, Agricultural, Institution & Mixed Use 2012/13	Commercial, Industrial, Agricultural, Institution & Mixed Use 2013/14
Water Deposit	R 516.39	547.37	R 156.12	R 165.49	R 1 110.84	R 1 177.49
New Connection	R 1 236.93	1311.15	R 0.00	R 0.00	R 2 545.92	R 2 698.68
Re-Connection	R 420.32	445.54	R 420.32	N/A	R 413.96	R 438.80
Conversion to Pre-paid system	R 2 756.08	2921.44	R 2 756.08	R 2 921.44	R 2 756.08	R 2 921.44
Fine: Unauthorised connection	R 3 602.74	3818.90	R 3 602.72	R 3 818.88	R 3 602.72	R 3 818.88
Disconnection: non payment	R 420.32	445.54	R 420.32	N/A	R 420.32	R 445.54
Emergency tanked water	R 20.42	21.65	R 20.42	R 21.65	R 20.42	R 21.65
Property Clearance Application	R 144.11	152.76	R 144.11	N/A	R 144.11	R 152.76
Retrofit tariff (Plumbing repairs and maintenance inside the household conducted by ADM)	R 120.00	127.20	N/A	R 127.20	N/A	N/A

SUNDRY WATER CHARGES

ANNEXURE F3

DESCRIPTION	DOMESTIC 2011/2012	DOMESTIC 2012/2013	INDIGENT 2011/2012	INDIGENT 2012/2013	COMMERCIAL 2011/2012	COMMERCIAL 2012/2013	5.9% Increase Domestic	5.9% Increase Indigent	5.9% Increase Commercial
Water Deposit	487.62	516.39	147.42	156.12	1 048.95	1 110.84	28.77	8.70	61.89
New Connection *	1 168.02	1 236.93	-	-	2 404.08	2 545.92	68.91	-	141.84
Re-Connection	396.90	420.32	396.90	420.32	396.90	420.32	23.42	23.42	23.42
Conversion to Prepaid System	2 602.53	2 756.08	2 602.53	2 756.08	2 602.53	2 756.08	153.55	153.55	153.55
Replacement of prepaid token	71.44	75.65	71.44	75.65	71.44	75.65	4.21	4.21	4.21
Fine: Unauthorised connection	3 402.00	3 602.72	3 402.00	3 602.72	3 402.00	3 602.72	200.72	200.72	200.72
Disconnection: Non Payment	396.90	420.32	396.90	420.32	396.90	420.32	23.42	23.42	23.42
Emergency tanked Water	19.28	20.42	19.28	20.42	19.28	20.42	1.14	1.14	1.14
Property Clearance Application	136.08	144.11	136.08	144.11	136.08	144.11	8.03	8.03	8.03
Retrofit tariff	-	120.00	-	-	-	-	-	-	-

The following table shows the impact of the proposed increases in water tariffs on the water charges for a single dwelling-house:

Monthly consumption m ³	Current amount payable R	Proposed amount payable R	Difference (Increase) R	Percentage change
5	21.05	59.80	38.75	184%
12	86.50	191.20	104.60	121%
20	168.38	398.60	230.22	137%
30	288.65	717.60	428.95	149%
400	4 233.50	10 364.00	6 130.50	145%
500	5 821.07	13 950.00	8 128.93	140%

Table 7 Comparison between current water charges and increases (Domestic)

Monthly consumption kℓ	Current amount payable R	Proposed amount payable R	Difference (Increase) R	Percentage change
5	21.05	59.80	38.75	184%
12	86.59	191.28	104.69	121%
20	168.38	398.60	230.22	137%
30	288.65	717.60	428.95	149%
400	4 233.50	10 364.00	6 130.50	145%
500	5 821.07	13 950.00	8 128.93	140%

The stepped tariff approach penalises the high volume water uses. Increase of 5per cent applicable to users in the 5, 12 and 20 kl category, with large increases of 30per cent for domestics that use an excessive amount of 400 kl.

1.4.3 Sale of Electricity and Impact of Tariff Increases

Electricity is the competency of the LM's with ADM's district and therefore not applicable to ADM.

1.4.4 Sanitation and Impact of Tariff Increases

The sanitation tariffs are once again not volumetric based, but based on a fixed monthly fee according to the category of consumer, as reflected below, with an 8per cent increase across the board:

Table 8 Comparison between current electricity charges and increases (Domestic)

Monthly consumption kWh	Current amount payable R	Proposed amount payable R	Difference (Increase) R	Percentage change

Table 9 Comparison between current sanitation charges and increases

Service Type	New Tariff 2012/13	New Tariff 2013/14
Availability Fee Vacant Erven	R 68.95	R 73.09
Residential Domestic User	R 137.24	R 145.47
Indigent	R 114.37	R 121.23
Commercial and Business	R 388.86	R 412.19
Industrial and Agriculture	R 1 930.60	R 2 046.44
Institutions	R 1 612.64	R 1 709.40
Institutional Sub Categories		R 0.00
Clinics	R 194.43	R 206.10
Churches	R 97.22	R 103.05
Old Age Home & Non- Governmental Organizations	R 97.22	R 103.05
Sport Fields	R 114.37	R 121.23
Mixed Use (Domestic and Non Domestic, excluding industrial and Agriculture)	R 388.86	R 412.19
Effluent Removal / Conservancy Tanks Per Load	R 223.45	R 236.86
Special Effluent tariff - Institutions Clearing their own tanks	N/A	R 100.00

Table 10 Comparison between current sanitation charges and increases, single dwelling- houses

Services	Monthly 2011/2012	2012/ 2013 Proposed Monthly Tariff	2012/ 2013 Proposed Annual Tariff		5.9% increase
Availability Fee / Vacant Erven	65.11	68.95	827.36	3.84	3.84
Residential Domestic Users	129.60	137.25	1 646.96	7.65	7.65
Indigent	108.00	114.37	1 372.46	6.37	6.37
Comercial and Business	367.20	388.86	4 666.38	21.66	21.66
Industrial and Agriculture	1 823.04	1 930.60	23 167.19	107.56	107.56
Institutions	1 522.80	1 612.65	19 351.74	89.85	89.85
- Clinics	183.60	194.43	2 333.19	10.83	10.83
- Churches	91.80	97.22	1 166.59	5.42	5.42
- Old age Homes	91.80	97.22	1 166.59	5.42	5.42
- Sport Fields	108.00	114.37	1 372.46	6.37	6.37

Monthly sanitation consumption kℓ	Current amount payable R	Proposed amount payable R	Difference (11% increase) R
5	15,19	16,86	1,67
10	33,35	37,02	3,67
20	71,80	79,79	7,90
30	101,72	112,91	11,19
40	107,14	118,93	11,79
50	108,66	120,61	11,95
80	110,28	122,42	12,14
100	111,37	123,62	12,25

1.4.5 Solid Waste

The proposed tariffs remain constant for 2013/14, being a service charge of R53 000 for Mnquma for a maximum of 3194 tons and R14 454.16 for Mbashe for a maximum of 224 tons. Should their tonnage exceed these levels, a rate of R365.70 per ton will be charged.

Table 11 Comparison between current sanitation charges and increases, single dwelling- houses

SERVICE OUTSIDE MUNICIPAL JURISDICTION	CURRENT TARIFFS IMPLEMENTED DURING 2012/13	PRPOSED TARIFFS FROM 01 JULY 2013/14
1. Major Pumper/hour	R741.30 plus R4.00/km	R742.00 plus R4.24/km
2. Medium Pumper	R635.40 plus R4.00/km	R636.00 plus R4.24/km
3. Auxiliary appliance (Skid unit)/Hazmat-Rescue vehicle/hour	R423.60 plus R4.00/km	R449.02 plus R4.24/km
4. Service vehicle (e.g. VW Golf)/hour	R211.80 plus R4.00/km	R224.51 plus R4.24/km
5. Rescue involving public safety of humanitarian nature	No Charge	No Charge
6. Specialized extinguishing materials	Cost plus 35%	Cost plus 35%
7. Fire involving informal, domestic structure as per indigenous policy	No Charge	No Charge
8. Water deliveries (Emergency internal)	R10.03/km plus water charges	R10.63/km plus water charges

1.4.6 Building Plan Fees

Building plan fees set to increase by 6%. Fees will be based on 0.5% of project value, with the minimum charge being R502.90, except for the R123.48 fee applicable to low cost, RDP housing, with the owner being liable for this fee. The rates are per m². To illustrate, if you submit plans for a dwelling of 100m², you will pay: (100m² x R1 818.51) x 0.5% = R909.26.

1.4.7 Calgary Museum & Conference Centre

These tariffs for 2013/14, also represent a 6% increase, are as follows:

Internal Rate: R305.28 for 1st 15 people then R30.74 a head

External Rate: R373.12 for 1st 15 people then R43.46 a head with a R475.94 refundable deposit.

Museum entrance fee of R8.48 an adult and R4.24 a child.

1.4.8 Fire Service Tariffs

Tariffs for fire services have increased with 6%, with varying rates for different class of vehicles ranging from the most expensive of R785.78 per hour for a major pumper to R2124.51 per hour for a service vehicle. For incidents outside ADM's municipal jurisdiction, an additional rate per km is to be levied equivalent to the ruling AA rate.

The Fire levy of R16.83 for domestics and R22.45 for non domestics, in Idutywa, Butterworth, Komga, Cintsa and Peddie, where the fire service is readily available.

In Centane, Ngqamakwe, Elliotdale, Willowvale, Kei Mouth, Morgans Bay, Haga Haga, Mooiplaas, Bluewaters, Kwelera, Hamburg and Wesley where the service is not readily available due to the vast distance, a fire availability levy of R11.23 for domestic and R16.83 for non domestic will be charged. The abovementioned levies will be amended as and when fire satellite stations are established. This will also be proposed if the Fire Services function of Amahlathi, Nxuba and Nkonkobe is moved to ADM.

AREA	FIRE LEVY	FIRE AVAILABILITY FEE
Dutywa	R16.83 Per household R22.45 per business	NA
Butterworth	R16.83 Per household R22.45 per business	NA
Komga	R16.83 Per household R22.45 per business	NA
Peddie	R16.83 Per household R22.45 per business	NA
Centane	NA	R11.23 per household R16.83per business
Ngqamakwe	NA	R11.23 per household R16.83per business
Elliotdale	NA	R11.23 per household R16.83per business
Willowvale	NA	R11.23 per household R16.83per business
Chintsa East	R16.83 Per household R22.45 per business	NA
Chintsa West	R16.83 Per household R22.45 per business	NA
Kei Mouth	NA	R11.23 per household R16.83per business
Morgans Bay	NA	R11.23 per household R16.83per business
Haga Haga	NA	R11.23 per household R16.83per business
Mooiplaas	NA	R11.23 per household R16.83per business
Bluewaters	NA	R11.23 per household R16.83per business
Kwelera	NA	R11.23 per household R16.83per business
Hamburg	NA	R11.23 per household R16.83per business
Wesley	NA	R11.23 per household R16.83per business

1.4.9 Air Pollution Control Offences and Fines

By-law published in extraordinary Provincial Gazette number 2378 dated 9 June 2010 details fines applicable ranging from R500 for failure to produce records for inspection to R2 000 for installing, altering any fuel burning equipment without written approval.

1.4.10 Waste Management Offences & fines

By-law published in extraordinary Provincial Gazette number 2378 dated 9 June 2010 details fines ranging from R500 for failing to provide receptacles for the reception of waste that accumulate on the property during a period of seven days, to R1 500 for failing to ensure that receptacle, vehicle or conveyance has a body of adequate size and construction for the type of waste being transported

1.4.11 Violation of Municipal Health By Laws

By-law published in extraordinary Provincial Gazette number 2378 dated 9 June 2010 ranging from R500 for allowing an erf to be overgrown with bush, weeds, grass or other vegetation, to R2000 for failing to prevent the occurrence of a health nuisance by failing to observe standard health practices/regulations

1.4.12 Overall impact of tariff increases on households

The following table shows the overall expected impact of the tariff increases on large and small households, as well as an indigent household receiving free basic services. Assuming that the large household consumes 30 kl of water, small household consumes 25 kl and free basic service refers to indigents receiving 6 kl free.

Table 12 MBRR Table SA14 – Household bills

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 % incr.	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Rand/cent											
<u>Range'</u>	1										
Rates and services charges:											
Property rates		-	-								
Electricity: Basic levy		-	-								
Electricity: Consumption		-	-								
Water: Basic levy		-	25.00	36.15	38.28	38.28	38.28	6.0%	40.58	43.01	45.60
Water: Consumption		240.10	185.00	222.50	534.12	534.12	534.12	6.0%	566.17	600.14	636.15
Sanitation		222.56	120.00	129.60	137.24	137.24	137.24	6.0%	145.47	154.20	163.45
Refuse removal		-	-								
Other		-	-								
sub-total		462.66	330.00	388.25	709.64	709.64	709.64	6.0%	752.22	797.35	845.20
VAT on Services		-	-								
Total large household bill:		462.66	330.00	388.25	709.64	709.64	709.64	6.0%	752.22	797.35	845.20
% increase/decrease			(28.7%)	17.7%	82.8%	-	-	6.0%	6.0%	6.0%	6.0%
<u>Monthly Account for Household - 'Affordable Range'</u>	2										
Rates and services charges:											
Property rates		-	-								
Electricity: Basic levy		-	-								
Electricity: Consumption		-	-								
Water: Basic levy		-	25.00	36.15	38.28	38.28	38.28	6.0%	40.58	43.01	45.60
Water: Consumption		196.24	145.00	174.39	414.52	414.52	414.52	6.0%	439.39	465.75	493.70
Sanitation		181.70	120.00	129.60	137.24	137.24	137.24	6.0%	145.47	154.20	163.45
Refuse removal		-	-								
Other		-	-								
sub-total		377.94	290.00	340.14	590.04	590.04	590.04	6.0%	625.44	662.96	702.75
VAT on Services		-	-								
Total small household bill:		377.94	290.00	340.14	590.04	590.04	590.04	6.0%	625.44	662.96	702.75
% increase/decrease			(23.3%)	17.3%	73.5%	-	-	6.0%	6.0%	6.0%	6.0%
				-1.74	3.25	-1.00	-				
<u>Monthly Account for Household - 'Indigent' Household receiving free basic services</u>	3										
Rates and services charges:											
Property rates		-	-								
Electricity: Basic levy		-	-								
Electricity: Consumption		-	-								
Water: Basic levy		-	25.00	36.16	38.28	38.28	38.28	6.0%	40.58	43.01	45.60
Water: Consumption		51.24	21.00	25.26	71.76	71.76	71.76	6.0%	76.07	80.63	85.45
Sanitation		39.42	100.00	108.00	114.37	114.37	114.37	6.0%	121.23	128.51	136.22
Refuse removal		-	-								
Other		-	-								
sub-total		90.66	146.00	169.42	224.41	224.41	224.41	6.0%	237.88	252.15	267.27
VAT on Services		-	-								
Total small household bill:		90.66	146.00	169.42	224.41	224.41	224.41	6.0%	237.88	252.15	267.27
% increase/decrease			61.0%	16.0%	32.5%	-	-	6.0%	6.0%	6.0%	6.0%

1.5 Operating Expenditure Framework

The municipality's expenditure framework for the 2013/14 budget and MTREF is informed by the following:

- Balanced budget constraint (committed cash-backed reserves to the tune of R6 million were used to balance the budget);
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned to the level of MIG funding and the backlog eradication plan;
- Internally funded projects to the tune of R58 493 525 were prioritised

The following table is a high level summary of the 2013/14 budget and MTREF (classified per main type of operating expenditure):

Table 13 Summary of operating expenditure by standard classification item

Expenditure By Type											
Employee related costs	2	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990
Remuneration of councillors		10 185	11 307	10 538	11 504	12 421	12 421	12 421	14 015	15 066	15 788
Debt impairment	3	49 733	91 901	157 094	64 224	64 224	64 224	64 224	46 309	47 029	51 190
Depreciation & asset impairment	2	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133
Finance charges		92	194	115	32	32	32	32	106	110	114
Bulk purchases	2	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505
Other materials	8										
Contracted services		-	48 136	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598
Transfers and grants		(2 943)	1 967	254	11 199	11 199	11 199	11 199	4 319	1 284	1 267
Other expenditure	4, 5	396 452	322 861	340 986	310 265	423 138	423 138	423 138	460 077	445 508	510 102
Loss on disposal of PPE											
Total Expenditure		780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)		(130 488)	(66 048)	(165 787)	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Transfers recognised - capital		252 921	247 909	312 560	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets											
Surplus/(Deficit) after capital transfers & contributions		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105

The budgeted allocation for employee related costs for the 2013/14 financial year totals R502 540 114.15 which equals 28.53 per cent of the total expenditure. From the initial stages of the budgeting process, an overall 7.5% increase was applied to salaries, to accommodate the possible proposed wage increase, with CPI average from February 2011 to January 2012 being 5.2%. Current organograms were assessed, vacant posts identified. No new posts per say have been included in the 2013/14 budget, but rather a pool of R10 million, from which departments will make applications based on motivations and job descriptions for any additions to the existing organogram.

The remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the District's budget. The 7.5 per cent has been budgeted for the councillors and section 57 employees.

The value of the debtor's book was assessed and the tool provided by NT and by the AG was used to estimate the required Provision of Bad debts for 2013/14. This lead to a top up of the provision of R46 309 046 for the 2013/14 financial period

Provision for depreciation has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. As this is

a non cash item, this has no overall budget, as it is financed by prior year surpluses Depreciation budget for 2013/14 is set at R104 174 070.

This year all bulk purchases, which in ADM's case is only water, is reflected here instead of under general expenses, as per guidance from National Treasury, totaling R57 606 145

Included in these general expenses are R89 400 000 worth of internally funded projects identified during the budgeting process, linked to the Strategies & objectives formulated at the Strategic Session, as well as a R15 000 000 allocation to ASPIRE.

Other significant amounts included under General Expenses

Audit fees of R4.95 million. Amount based on actual costs incurred for the 2011/2012 audit.

Electricity costs of R33.1.8 million, which reflect Eskom's proposed increase of 14%

Conference expenses of R3 097 290 for individuals to attend conferences

Consultants costs of R6 191 000

Indigent Support Rebates of an anticipated R5.17 million with new campaigning initiatives

Insurance premium for insuring all of ADM's assets R6.1 million

Membership fees R4 735 874 in terms of council's approval to pay for professional affiliation fees, including payment to SALGA

Printing and Stationery costs for the institution amount to R5.154 million

Rental of office space amounts to R18.977 million

Security Services fees for safeguarding of ADM's properties amounts to R18.3 million

Operation of the solid waste facility at Ibika in Mnquma R4.3 million

Subsistence, travel, car hire and accommodation amounts to R7.72 million for the entire institution

Hiring of tankers for water & sanitation services R13.96 million

Telephone expenses including rentals R4.11 million

Training Costs per department and overall provision by Corporate Services R6.097 million

Fuel costs R18.1 million for the entire ADM fleet

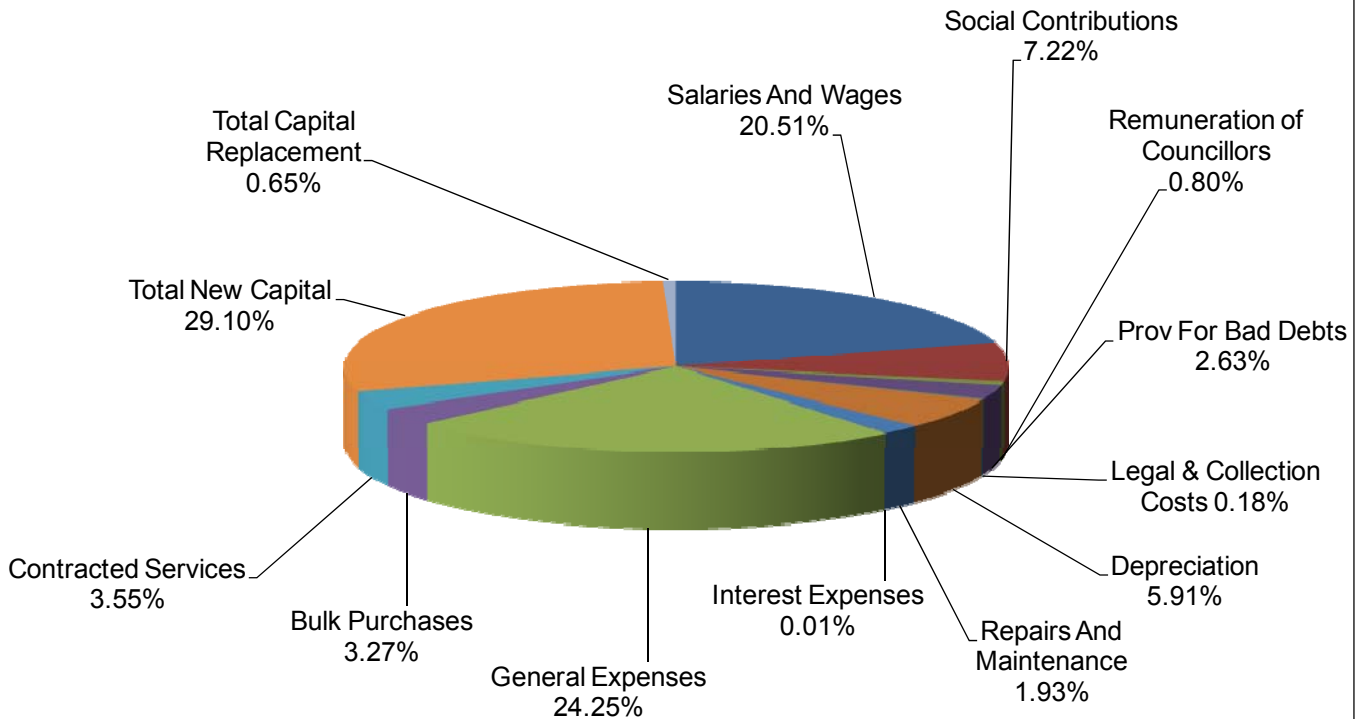
R10 million for the pool for new staffing requirements

R89.4 million for the pool for new projects

The following graph gives a breakdown of the main expenditure categories for the 2013/14 financial year.

Figure 1 Main operational expenditure categories for the 2013/14 financial year

EXPENDITURE 2013/14



1.5.1 Priority given to repairs and maintenance

ADM is facing a major challenge in maintaining its infrastructure assets. Currently the MIG allocation is being used to eradicate water and sanitation backlogs in the district, with none of this funding allocated to repairs and maintenance. As mentioned previously, R26.6 million has been allocated directly for repairs & maintenance, and R26 million of the remaining allocation from the 2010/11 refurbishment grant will be used to maintain and refurbish the assets in 2013/14.

The table below provides a breakdown of the repairs and maintenance in relation to asset class:

Table 14 Operational repairs and maintenance

by Expenditure Item	8										
Employee related costs											
Other materials											
Contracted Services											
Other Expenditure		13 023	7 876	9 305	27 375	30 026	30 026	12 672	34 065	35 693	38 777
Total Repairs and Maintenance Expenditure	9	13 023	7 876	9 305	27 375	30 026	30 026	12 672	34 065	35 693	38 777

During the compilation of the 2013/14 MTREF operational repairs and maintenance was identified as a strategic imperative owing to the aging of the City's infrastructure and historic deferred maintenance. To this end, repairs and maintenance was substantially increased by 42.9 per cent in the 2010/11 financial year, from R1.1 billion to R1.6 billion. During the 2010 Adjustment Budget this allocation was adjusted slightly downwards to R1.5 billion owing to the cash flow challenges faced by the City. Notwithstanding this reduction, as part of the 2013/14 MTREF reflects a level of R34 064 640 or 1.93% of overall expenditure.

Table 15 Repairs and maintenance per asset class

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
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		5 682	4 630	6 032	15 309	16 748	16 748	19 588	20 382	21 933
Infrastructure - Road transport		-	-	162	960	2 660	2 660	2 126	2 345	2 230
<i>Roads, Pavements & Bridges</i>		-	-	162	960	2 660	2 660	2 126	2 345	2 230
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		5 682	4 630	5 870	12 322	12 462	12 462	11 662	12 156	13 274
<i>Dams & Reservoirs</i>		-	-	3 623	3 195	2 795	2 795	380	399	434
<i>Water purification</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		5 682	4 630	2 246	9 127	9 667	9 667	11 282	11 757	12 840
Infrastructure - Sanitation		-	-	-	2 028	1 626	1 626	5 800	5 881	6 429
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	-	-	2 028	1 626	1 626	5 800	5 881	6 429
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>	2	-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>	3	-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses	7	-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing	8	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other	9	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		5 553	3 188	3 262	12 006	13 268	13 268	14 476	15 311	16 844
General vehicles		-	-	-	5 139	6 207	6 207	5 602	5 807	6 365
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		3 470	1 845	1 607	2 146	2 313	2 313	1 835	2 167	3 047
Computers - hardware/equipment		339	65	93	250	240	240	100	105	120
Furniture and other office equipment		26	5	41	57	85	85	162	170	98
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		1 719	1 273	1 521	4 414	4 424	4 424	6 778	7 062	7 214
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		1 787	58	11	60	10	10	-	-	-
Computers - software & programming		1 787	58	11	60	10	10	-	-	-
Total Repairs and Maintenance Expenditure	1	13 023	7 876	9 305	27 375	30 026	30 026	34 065	35 693	38 777

For the 2013/14 financial year, 66 per cent or R17 605 293 of total repairs and maintenance will be spent on water & sanitation infrastructure assets, this excludes the R13 350 270 of repairs under contracted services.

1.5.2 Free Basic Services: Basic Social Services Package

The social package assists households that are poor or face other circumstances that limit their ability to pay for services. To receive these free services the households are required to register in terms of the District's Indigent Policy. Three months prior the expiry of the subsidy, the consumers are advised about their subsidies that are about to expire. Municipality is aiming at increasing its indigent registration, by campaigning and doing door to door registration. In terms of the Municipality's indigent policy, registered indigents are entitled to 6 kl free water, any excess is billed against the consumer, no basic water charge, no flat rate charge for water, they pay no water and sanitation connection fees, they pay a reduced water deposit, no VIP and bucket clearance fee, and no charge for fire services. The target is to register more indigent households during the 2013/14 financial year, a process reviewed annually. During the latter part of 2010/11, 16 field verification officers have been appointed to do door to door campaigning to register all qualifying indigent households. The threshold income level has also been adjusted upwards to equate to two times the government pension level, currently at R2 200.00 per month. The set target for 2012/13 was 850 for the 1st six months and we managed to register 1,850. Field Verification officers are still doing door to door campaign throughout the district

The cost of the social package of the registered indigent households is largely financed by national government through the local government equitable share received in terms of the annual Division of Revenue Act.

1.6 Capital Expenditure

The following table provides a breakdown of budgeted capital expenditure by 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	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 05 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-
Vote 06 - Engineering Department		-	-	-	395 404	395 404	395 404	-	470 998	667 029	957 952
Vote 11 - Land Human Settlement & Economic Development		-	-	-	64 156	64 156	64 156	-	-	-	-
Vote 12 - Municipal Management		-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	459 560	459 560	459 560	-	470 998	667 029	957 952
Single-year expenditure to be appropriated	2										
Vote 01 - Legislative & Executive Support Services		62	795	99	979	1 312	1 312	226	206	290	207
Vote 02 - Strategic Management		998	1 336	1 963	854	854	854	443	1 462	1 351	1 295
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		308	1 557	1 552	1 515	1 515	1 515	672	2 563	2 694	5 434
Vote 05 - Budget & Treasury		233	923	1 051	1 380	1 380	1 380	623	3 794	1 742	2 992
Vote 06 - Engineering Department		198	1 291	1 132	1 496	1 496	1 496	222	2 002	1 377	171
Vote 07 - Health & Protection Department		1 334	1 206	6 167	8 105	8 105	8 105	1 939	5 551	8 440	10 354
Vote 08 - Water & Sanitation Management		76 361	16 980	11 447	11 314	9 653	9 653	530	4 087	4 530	345
Vote 09 - Water Services		13	10 721	10 754	22 022	22 558	22 558	1 594	24 057	10 440	11 445
Vote 10 - Sanitation Services		20	2 005	137	2 560	3 685	3 685	801	6 979	7 129	6 717
Vote 11 - Land Human Settlement & Economic Development		113	443	928	1 628	1 628	1 628	130	1 417	5 421	2 035
Vote 12 - Municipal Management		173	133	434	428	428	428	226	861	389	160
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		79 813	37 388	35 665	52 281	52 614	52 614	7 406	52 980	43 802	41 153
Total Capital Expenditure - Vote		79 813	37 388	35 665	511 841	512 174	512 174	7 406	523 978	710 831	999 105

Table 16 2013/14 Medium-term capital budget per vote

For 2013/14 an amount of R523 978 058 has been budgeted for capital. this amount, this amount represents the institutions expenditure on desk, chairs, computers, vehicles and other such capital item, as well as the MIG infrastructure expenditure, NDPG capital grant, Regional Bulk Infrastructure grant and the Rural Roads Assets Management Grant related projects over the MTREF.

Project Name	2013/14 MIG	2014/15 MIG	2015/16 MIG
PROJECT SCHEDULE :WATER, SANITATION AND HOUSING			
PMU Operating Budget	6 500 000	6 500 000	6 500 000
Sub Total for All	6 500 000	6 500 000	6 500 000
Bedford & Adelaide BEP- Phase 3 (Adelaide WWTW)	3 000 000	1 500 000	-
Bedford & Adelaide BEP - Phase 4 (Bedford WWTW)	5 000 000	500 000	-
Nxuba Towns WTW and BS Upgrade (New WTW for Lingelethu and Adelaide Reservoir)	5 000 000	5 000 000	500 000
Bedford & Adelaide BEP - Phase 6	5 000 000	6 500 000	5 500 000
Wortel Drift Farm Settlement	500 000	1 000 000	1 500 000
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Area wide Sanitation Projects (Nxuba Villages Phase 1)	600 000	-	-
Sub Total for Nxuba	19 100 000	14 500 000	7 500 000
West Victoria East (Roxeni) Water Supply (Phase 3)	5 500 000	500 000	-
Ekuphumleni & 9 Villages Water Supply (Phase 4)	1 000 000	500 000	-
Bhofolo & Newtown BEP - Phase 5	2 000 000	500 000	-
Nkonkobe: Area Wide Sanitation Programme (Region 1)	9 000 000	5 000 000	2 500 000
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Nkonkobe Area Wide Sanitation Region 2	600 000	7 500 000	15 000 000
Nkonkobe Area Wide Sanitation Region 3	500 000	5 442 000	15 000 000
Gaga -Tyume Valley Region Water Supply (Phase 6)	100 000	2 000 000	5 000 000
Kolomane Bulk Water Supply : Phase 3	100 000	1 779 000	500 000
Upgrade Alice Waste Water Treatment Works	100 000	2 000 000	5 000 000
Hogsback Water Treatment Works and New Reservoir	100 000	1 000 000	1 000 000
Fort Beaufort Bulk Water Services Upgrading	2 500 000	2 000 000	1 000 000
Hogsback Settlement	100 000	500 000	1 000 000
Victoria Post Settlement	-	500 000	1 000 000
Hertzog Settlement	-	500 000	1 000 000
Upgrade Fort Beaufort Waste WTW	100 000	1 000 000	2 000 000
Fort Beaufort pipe replacement	100 000	500 000	1 000 000
Sub Total for Nkonkobe	21 800 000	31 221 000	51 000 000
Nggushwa Ward 12 Sanitation Project (New:Ward 14)	100 000	-	-
Peddie Waste Water Treatment Works Upgrade	2 500 000	5 000 000	3 000 000
Nggushwa: Area Wide Sanitation Programme(Phase 1A)	15 000 000	20 000 000	10 000 000
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Nggushwa: Area Wide Sanitation Programme (Region 2)	400 000	5 000 000	15 000 000
Nggushwa: Area Wide Sanitation Programme (Region 3)	500 000	10 000 000	20 500 000
Hamburg Sewerage Treatment Plant	100 000	3 000 000	4 000 000
Nggushwa Villages - Water Reticulation	1 000 000	2 500 000	1 000 000
Lewis Settlement	-	500 000	1 000 000
Prudhoe Housing (Bulk Water)	1 000 000	2 500 000	1 000 000
Sub Total for Ngqushwa	20 600 000	48 500 000	55 500 000
Dontsa Phase 2 Water Supply	100 000	-	-
Stutterheim Sewerage Treatment Work	100 000	-	-
Tsomo Villages Regional Water Supply	15 000 000	18 000 000	20 000 000
Zingcuka Water Supply	5 000 000	1 500 000	500 000
Mgwali Church Tenants (Village 6) Provision of Water & Sanitation	3 000 000	1 600 000	-
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Area wide Sanitation Projects (Amahlathi Phase 1A)	15 000 000	5 000 000	5 000 000
Amahlathi Area wide Sanitation Projects (Region 2)	800 000	10 000 000	5 000 000
Amahlathi Area wide Sanitation Projects (Region 3)	800 000	10 000 000	6 000 000
Rabula Phase 2 Water Supply	100 000	1 500 000	1 000 000
Kei Road Settlement	100 000	1 000 000	1 000 000
Ndlovini Settlement	100 000	1 000 000	1 000 000
Stutterheim Pipe replacement	100 000	1 000 000	1 000 000
Cathcart Infrastructure Refurbishment (Water Treatment Works Upgrade, Bulk Upgrade & Pipeline Replacement)	100 000	1 000 000	5 000 000
Cathcart Sewage Reticulation	100 000	1 000 000	5 000 000
Sub Total for Amahlathi	40 400 000	52 600 000	50 500 000
Komga Commonage Settlement Services	8 578 000	5 000 000	5 000 000
New Waste Water Treatment Works - Morgan's Bay	700 000	5 000 000	10 000 000
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Area Wide Sanitation Projects (Great Kei Phase 1A) (All Regions)	10 300 000	7 500 000	3 000 000
Morgan's Bay WTW upgrade	100 000	-	-
Kei Mouth Reticulation	500 000	2 000 000	500 000
Upgrade Komga WTW	100 000	1 000 000	10 000 000
Sub Total for Great Kei	20 278 000	20 500 000	28 500 000
Ehlobo Phase 3 Water Supply	100 000	-	-
Crouch's Bush Water Supply Project	500 000	100 000	-
Ibika - Centane Regional Water Supply	19 000 000	15 000 000	10 000 000
Myoyo Water Supply Project	500 000	-	-
Ngcizele Water Supply Project	4 000 000	2 500 000	500 000
Ngqusi Phase 2 Water Supply Project	1 000 000	1 500 000	-
Kotana Sanitation - Phase 2	5 000 000	500 000	-
Centane Bucket Eradication	1 000 000	1 500 000	500 000
Centane Sanitation Project	55 000 000	5 000 000	500 000
Eastern Regional Solid Waste Landfill site Phase 1b	100 000	-	-
Gcuwa West Regional Water Supply	15 000 000	10 000 000	25 000 000
Nxaxo and Cebe Water Supply	5 000 000	10 000 000	25 000 000
Nggamakwe Regional Water Supply	4 800 000	15 000 000	30 000 000
Qora Sanitation Phase 2	3 000 000	500 000	-
Mazeppa Sanitation Phase 2	5 000 000	5 500 000	500 000
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Area Wide Sanitation Projects (Mnguma Phase 1A) (Region 1)	25 000 000	32 000 000	20 000 000
Mnguma Area Wide Sanitation (Region 2)	-	10 000 000	25 086 000
Mnguma Area Wide Sanitation (Region 3)	-	15 000 000	30 000 000
Zizamele Sewer	1 000 000	5 000 000	500 000
Centane Phase 4 Water Supply	500 000	5 000 000	1 000 000
Bawa Falls Water Supply Project	100 000	5 000 000	1 000 000
Toleni Regional Water Supply Upgrade	100 000	3 000 000	3 000 000
Upgrade Ngqamakhwe WTW	100 000	2 500 000	500 000
Butterworth pipe replacement	100 000	500 000	500 000
Willowvalle Rural Settlement	-	500 000	1 000 000
Mboya (Willowvalle) Settlement	-	500 000	1 000 000
Upgrade Ngqamakhwe Waste WTW	100 000	1 000 000	500 000
Sub Total for Mnguma	146 000 000	147 100 000	176 086 000
Mbhashe North Regional Water Scheme	3 000 000	-	-
Nqadu Water Supply	100 000	-	-
Qwaninga Water Supply (Phases 4&5)	200 000	-	-
Kumbanga & Cwebe Sanitation	5 000 000	10 000 000	500 000
Sundwane Water Supply Scheme	10 000 000	15 000 000	20 000 000
Xora Water Supply Project	23 869 000	25 000 000	20 000 000
Mncwansa Water Supply Scheme	15 000 000	10 000 000	5 000 000
Mgwali North Water Supply Project	5 000 000	10 000 000	10 000 000
Mgwali South Water Supply Project	10 000 000	15 000 000	20 000 000
Idutywa East Water Supply Project	20 000 000	10 000 000	5 000 000
Mhlohlozi Sanitation - Phase 2	15 000 000	500 000	-
Gatyane Sanitation - Phase 2	8 000 000	500 000	-
NEW PROJECTS STILL TO BE REGISTERED TO MIG			
Area Wide Sanitation Projects (ASAP)(Mbhashe Phase 1A) (Region 1)	20 000 000	10 000 000	16 000 000
Mbhashe Area Wide Sanitation (Region 2)	600 000	15 000 000	29 788 000
Mbhashe Area Wide Sanitation (Region 3)	100 000	5 000 000	25 000 000
Dwesa Cwebe Sanitation Project	100 000	1 000 000	5 000 000
Mbhashe Ward 31 Water Supply	500 000	1 000 000	5 000 000
Mbhashe Ward 31 Sanitation	500 000	1 000 000	5 000 000
Mangeyela Water Supply Scheme	100 000	1 000 000	700 000
Cafutweni Water Supply Scheme	100 000	1 000 000	700 000
Bende Water Supply Scheme	100 000	1 000 000	700 000
Shixini Water Supply Scheme	100 000	1 000 000	700 000
Elliotdale Waste Water Treatment Plant	100 000	1 000 000	500 000
Sub Total for Mbhashe	137 469 000	134 000 000	169 588 000
TOTALS	412 147 000	454 921 000	545 174 000

The following graph provides a breakdown of the capital budget to be spent on infrastructure

Figure 2 Capital Infrastructure Programme

1.6.1 Future operational cost of new infrastructure

The future operational costs and revenues associated with the capital programme have been included in Table 61 MBRR SA35 on page 91. This table shows that future operational costs associated with the capital programme totals R710 831 000 in 2014/15 and escalates to R999 105 000 by 2016/16. This concomitant operational expenditure is expected to escalate to R1 370 687 000 by 2016/17. It needs to be noted that as part of the 2013/14 MTREF, this expenditure has been factored into the two outer years of the operational budget.

1.7 Annual Budget Tables

Table 17 MBRR Table A1 - 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
R thousands										
Financial Performance										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	86 839	116 707	172 647	161 603	161 603	161 603	161 603	240 524	252 814	264 860
Investment revenue	50 034	40 141	37 947	17 716	27 416	27 416	27 416	25 155	24 536	26 000
Transfers recognised - operational	461 437	547 700	562 193	617 617	617 617	617 617	617 617	639 696	677 003	710 492
Other own revenue	51 533	70 709	76 979	268 245	376 599	376 599	376 599	385 254	358 152	410 488
Total Revenue (excluding capital transfers and contributions)	649 843	775 258	849 765	1 065 181	1 183 235	1 183 235	1 183 235	1 290 629	1 312 504	1 411 840
Employee costs	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990
Remuneration of councillors	10 185	11 307	10 538	11 504	12 421	12 421	12 421	14 015	15 066	15 788
Depreciation & asset impairment	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133
Finance charges	92	194	115	32	32	32	32	106	110	114
Materials and bulk purchases	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505
Transfers and grants	(2 943)	1 967	254	11 199	11 199	11 199	11 199	4 319	1 284	1 267
Other expenditure	446 184	462 898	551 864	435 868	548 741	548 741	548 741	568 904	558 118	629 890
Total Expenditure	780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)	(130 488)	(66 048)	(165 787)	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Transfers recognised - capital	252 921	247 909	312 560	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Capital expenditure & funds sources										
Capital expenditure	79 648	37 388	35 665	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Transfers recognised - capital	198 540	221 560	305 615	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	3 646	37 388	35 665	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Total sources of capital funds	202 187	258 949	341 280	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Financial position										
Total current assets	836 518	859 300	887 520	945 445	957 554	957 554	957 554	1 128 315	1 058 744	1 018 413
Total non current assets	2 414 798	2 611 362	2 854 347	2 801 839	3 545 821	3 545 821	3 545 821	3 357 378	3 726 427	4 193 610
Total current liabilities	237 879	237 587	327 386	365 362	302 453	302 453	302 453	311 226	320 332	329 947
Total non current liabilities	102 468	117 150	151 783	117 529	150 397	150 397	150 397	161 194	172 441	184 314
Community wealth/Equity	2 910 969	3 115 925	3 262 698	3 264 393	3 876 020	4 050 525	4 050 525	4 013 272	4 292 397	4 697 762
Cash flows										
Net cash from (used) operating	204 189	266 231	397 640	666 634	188 988	188 988	-	542 222	710 831	999 105
Net cash from (used) investing	(117 786)	(254 910)	(342 970)	(511 841)	(511 841)	(511 841)	-	(543 222)	(710 831)	(99 105)
Net cash from (used) financing	444	626	(98)	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	279 773	291 721	346 293	309 585	(168 060)	(168 060)	154 792	373 136	373 136	1 273 136
Cash backing/surplus reconciliation										
Cash and investments available	749 241	757 912	817 404	805 988	834 137	834 137	834 137	999 242	923 673	876 971
Application of cash and investments	406 101	447 281	631 872	241 433	745 294	745 294	298 785	680 140	702 264	727 345
Balance - surplus (shortfall)	343 140	310 631	185 532	564 555	88 843	88 843	535 352	319 103	221 408	149 627
Asset management										
Asset register summary (WDV)	3 040 889	2 610 699	2 853 645	64 804	2 610 983	2 610 983	2 594 994	2 594 994	2 144 276	1 399 801
Depreciation & asset impairment	75 080	76 608	89 773	90 586	90 586	90 586	104 174	104 174	111 010	114 133
Renewal of Existing Assets	1 938	6 922	15 017	18 011	15 593	15 593	15 593	11 395	8 445	24 912
Repairs and Maintenance	13 023	7 876	9 305	27 375	30 026	30 026	34 065	34 065	35 693	38 777
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-
Households below minimum service level										
Water:	-	-	89	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

Explanatory notes to MBRR Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the ADM's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. Financial management reforms emphasises the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b. Capital expenditure is balanced by capital funding sources, of which
 - i. Transfers recognised is reflected on the Financial Performance Budget;
 - ii. Internally generated funds are financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow Budget.
4. The Cash backing/surplus reconciliation shows that the municipality is slowly depleting its reserves, with no surpluses being foreseen in the MTREF to replenish the reserves. This places the municipality in a very vulnerable financial position, as revenue collections are not showing any marked improvement with a collection rate average of 32 per cent as at February 2013.

Table 18Table A2 - Budgeted Financial Performance (revenue/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
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		296 734	753 547	864 075	1 032 876	1 046 165	1 046 165	1 187 941	1 428 088	1 789 760
Executive and council		262 929	626 306	706 035	862 127	874 072	874 072	989 784	1 219 348	1 568 210
Budget and treasury office		13 528	72 532	91 284	91 684	93 028	93 028	107 856	111 814	121 184
Corporate services		20 276	54 709	66 756	79 064	79 064	79 064	90 301	96 926	100 366
<i>Community and public safety</i>		61 788	121 045	87 856	72 164	72 164	72 164	72 873	80 298	87 322
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		20 255	8 244	4 990	4 500	4 500	4 500	5 035	3 808	3 576
Housing		4 053	54 816	4 843	1 509	1 509	1 509	1 893	-	-
Health		37 480	57 985	78 022	66 156	66 156	66 156	65 946	76 489	83 746
<i>Economic and environmental services</i>		61 297	657	4	75 865	180 631	180 631	75 903	27 283	26 456
Planning and development		61 297	657	4	75 865	180 631	180 631	75 903	27 283	26 456
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		482 945	147 918	210 391	343 836	343 836	343 836	424 909	443 864	466 254
Electricity		-	-	-	-	-	-	-	-	-
Water		442 572	104 307	139 532	262 335	262 335	262 335	327 298	341 476	358 595
Waste water management		37 863	43 612	70 858	80 738	80 738	80 738	96 848	101 588	106 849
Waste management		2 511	-	-	764	764	764	764	800	810
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	902 764	1 023 167	1 162 325	1 524 741	1 642 795	1 642 795	1 761 627	1 979 533	2 369 792
Expenditure - Standard										
<i>Governance and administration</i>		315 091	302 969	349 931	324 213	419 030	419 030	433 598	481 129	535 490
Executive and council		232 614	149 253	195 161	133 600	221 870	221 870	218 732	252 776	296 453
Budget and treasury office		35 521	58 540	71 819	90 305	92 449	92 449	104 062	110 072	118 192
Corporate services		46 956	95 176	82 952	100 308	104 711	104 711	110 804	118 281	120 845
<i>Community and public safety</i>		65 721	98 900	94 505	77 526	108 024	108 024	75 827	82 888	89 550
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		15 915	25 076	24 917	35 853	31 908	31 908	38 747	42 035	44 848
Housing		12 835	33 129	31 255	14 975	44 090	44 090	10 397	11 031	12 581
Health		36 971	40 696	38 333	26 697	32 025	32 025	26 683	29 822	32 121
<i>Economic and environmental services</i>		16 109	25 759	30 901	62 853	59 232	59 232	146 677	85 432	92 301
Planning and development		16 109	25 759	30 901	62 853	59 232	59 232	146 677	85 432	92 301
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		383 410	413 678	540 215	548 308	544 336	544 336	581 546	619 252	653 346
Electricity		-	-	-	-	-	-	-	-	-
Water		338 351	334 397	424 225	478 425	461 423	461 423	500 223	532 590	560 156
Waste water management		44 698	79 078	114 345	65 583	78 613	78 613	77 023	82 162	88 483
Waste management		361	203	1 645	4 300	4 300	4 300	4 300	4 500	4 707
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit) for the year		122 433	181 860	146 773	511 841	512 174	512 174	523 978	710 831	999 105

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

1. Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
2. Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4.
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures.

Table 19 MBRR Table A3 - Budgeted Financial Performance (revenue/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
Revenue by Vote										
Vote 01 - Legislative & Executive Support Services	1	10 987	22 823	21 782	48 393	53 747	53 747	83 564	89 380	93 371
Vote 02 - Strategic Management		10 286	88 765	58 052	71 525	76 016	76 016	88 860	75 234	78 363
Vote 03 - Internally Funded Projects		43 934	-	-	-	81 766	81 766	70 551	26 931	26 080
Vote 04 - Corporate Services		16 285	23 806	66 689	77 529	77 529	77 529	88 530	95 068	100 366
Vote 05 - Budget & Treasury		13 516	72 532	91 284	91 684	93 028	93 028	107 856	111 814	121 184
Vote 06 - Engineering Department		175 477	497 845	558 409	672 929	675 029	675 029	750 600	976 291	1 311 171
Vote 07 - Health & Protection Department		48 529	61 804	83 013	70 655	70 655	70 655	70 981	80 298	87 322
Vote 08 - Water & Sanitation Management		328 402	19	28	32 592	32 592	32 592	94 569	96 992	101 470
Vote 09 - Water Services		107 915	104 287	139 504	229 620	229 620	229 620	232 583	244 332	256 960
Vote 10 - Sanitation Services		37 863	43 612	70 858	80 738	80 738	80 738	96 848	101 588	106 849
Vote 11 - Land Human Settlement & Economic Development		21 413	55 472	51 515	129 500	152 500	152 500	52 450	55 575	60 666
Vote 12 - Municipal Management		78 939	47 778	21 192	19 577	19 577	19 577	24 235	26 032	25 991
Vote 15 - Other		9 219	4 425	-	-	-	-	-	-	-
Total Revenue by Vote	2	902 764	1 023 167	1 162 325	1 524 741	1 642 795	1 642 795	1 761 627	1 979 533	2 369 792
Expenditure by Vote: to be appropriated										
Vote 01 - Legislative & Executive Support Services	1	47 410	24 286	45 874	72 487	77 503	77 503	83 359	89 090	93 164
Vote 02 - Strategic Management		19 430	70 414	56 807	45 598	52 371	52 371	58 548	60 813	63 148
Vote 03 - Internally Funded Projects		-	24 487	15 328	-	1 702	1 702	99 400	40 000	40 000
Vote 04 - Corporate Services		37 597	52 994	67 521	76 014	79 617	79 617	85 967	92 374	94 932
Vote 05 - Budget & Treasury		35 521	58 540	71 819	90 305	92 449	92 449	104 062	110 072	118 192
Vote 06 - Engineering Department		174 829	39 751	96 660	49 296	75 902	75 902	93 333	118 343	155 913
Vote 07 - Health & Protection Department		43 679	65 772	51 746	62 551	63 933	63 933	65 430	71 857	76 969
Vote 08 - Water & Sanitation Management		129 730	112 382	120 613	143 466	105 761	105 761	193 256	204 624	217 192
Vote 09 - Water Services		205 879	222 015	303 843	324 737	348 435	348 435	302 864	323 569	338 232
Vote 10 - Sanitation Services		44 698	79 078	114 345	65 583	78 613	78 613	77 023	82 162	88 483
Vote 11 - Land Human Settlement & Economic Development		23 509	58 888	56 188	63 715	89 679	89 679	51 033	50 154	58 631
Vote 12 - Municipal Management		8 466	28 353	14 812	19 148	64 657	64 657	23 374	25 643	25 831
Vote 15 - Other		9 582	4 347	(4)	-	-	-	-	-	-
Total Expenditure by Vote	2	780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit) for the year	2	122 433	181 860	146 773	511 841	512 174	512 174	523 978	710 831	999 105

Explanatory notes to MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

- Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote. The following table is an analysis of the surplus or deficit for water trading services.

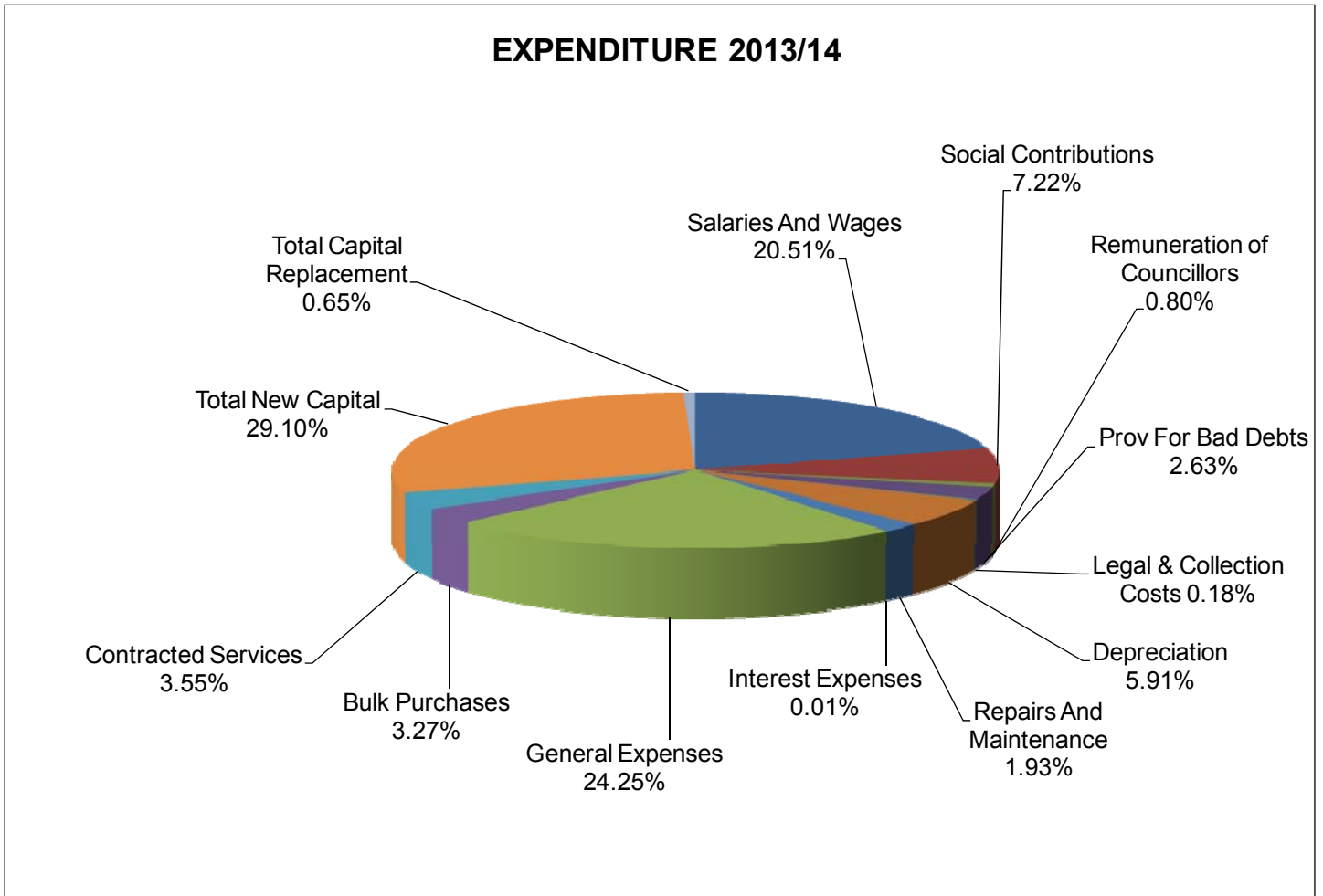
Table 20 MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)

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
Revenue By Source											
Property rates	2	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	51 997	71 094	99 732	89 551	89 551	89 551	89 551	162 281	170 737	178 663
Service charges - sanitation revenue	2	33 018	43 762	69 772	68 772	68 772	68 772	68 772	74 984	78 658	82 621
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - other		1 824	1 851	3 142	3 280	3 280	3 280	3 280	3 259	3 419	3 576
Rental of facilities and equipment		233	269	311	272	272	272	272	277	290	290
Interest earned - external investments		50 034	40 141	37 947	17 716	27 416	27 416	27 416	25 155	24 536	26 000
Interest earned - outstanding debtors		13 674	22 839	27 187	26 978	26 978	26 978	26 978	29 318	30 802	32 311
Dividends received											
Fines		-	-	-	10	10	10	10	10	10	10
Licences and permits											
Agency services		2 177	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		461 437	547 700	562 193	617 617	617 617	617 617	617 617	639 696	677 003	710 492
Other revenue	2	35 035	47 280	47 505	240 985	349 339	349 339	349 339	355 650	327 050	377 877
Gains on disposal of PPE		414	321	1 975							
Total Revenue (excluding capital transfers and contributions)		649 843	775 258	849 765	1 065 181	1 183 235	1 183 235	1 183 235	1 290 629	1 312 504	1 411 840
Expenditure By Type											
Employee related costs	2	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990
Remuneration of councillors		10 185	11 307	10 538	11 504	12 421	12 421	12 421	14 015	15 066	15 788
Debt impairment	3	49 733	91 901	157 094	64 224	64 224	64 224	64 224	46 309	47 029	51 190
Depreciation & asset impairment	2	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133
Finance charges		92	194	115	32	32	32	32	106	110	114
Bulk purchases	2	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505
Other materials	8										
Contracted services		-	48 136	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598
Transfers and grants		(2 943)	1 967	254	11 199	11 199	11 199	11 199	4 319	1 284	1 267
Other expenditure	4, 5	396 452	322 861	340 986	310 265	423 138	423 138	423 138	460 077	445 508	510 102
Loss on disposal of PPE											
Total Expenditure		780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)		(130 488)	(66 048)	(165 787)	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Transfers recognised - capital		252 921	247 909	312 560	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-
Contributed assets											
Surplus/(Deficit) after capital transfers & contributions		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

1. Total revenue is R1 304 842 614 in 2013/14 and escalates to R1 479 223 016 this represents a year-on-year increase of 8.56 per cent for the 2013/14 financial year and 4.42 per cent for the 2013/14 financial year.
2. Services charges relating to water, sanitation and fire constitutes R127 751 517 of the revenue basket of ADM for the 2013/14 financial year and increasing to R140 635 985 by 2013/14. For the 2013/14 financial year services charges amount to 9.79 per cent of the total revenue base and declines by 0.28 per over the medium-term.
3. Transfers recognised – operating includes the local government equitable share and other operating grants from national and provincial government. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF by 8.01 per cent and 6.10 per cent for the two outer years.
4. The following graph illustrates the major expenditure items per type. CHANGE

Figure 3 Expenditure by major type



5. Employee related costs and general expenses are the main cost drivers within the municipality and alternative operational gains and efficiencies will have to be identified to lessen the impact of wage increases and general expense increases in future years.

Table 21 MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

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
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure - to be appropriated	2										
Vote 01 - Legislative & Executive Support Services		-	-	-	-	-	-	-	-	-	-
Vote 02 - Strategic Management		-	-	-	-	-	-	-	-	-	-
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		-	-	-	-	-	-	-	-	-	-
Vote 05 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-
Vote 06 - Engineering Department		122 374	221 560	305 615	395 404	395 404	395 404	395 404	470 998	667 029	957 952
Vote 07 - Health & Protection Department		-	-	-	-	-	-	-	-	-	-
Vote 08 - Water & Sanitation Management		-	-	-	-	-	-	-	-	-	-
Vote 09 - Water Services		-	-	-	-	-	-	-	-	-	-
Vote 10 - Sanitation Services		-	-	-	-	-	-	-	-	-	-
Vote 11 - Land Human Settlement & Economic Development		-	-	-	64 156	64 156	64 156	64 156	-	-	-
Vote 12 - Municipal Management		-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	122 374	221 560	305 615	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Single-year expenditure - to be appropriated	2										
Vote 01 - Legislative & Executive Support Services		62	795	99	979	1 312	1 312	1 312	206	290	207
Vote 02 - Strategic Management		998	1 336	1 963	854	854	854	854	1 462	1 351	1 295
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		308	1 557	1 552	1 515	1 515	1 515	1 515	2 563	2 684	5 434
Vote 05 - Budget & Treasury		233	923	1 051	1 380	1 380	1 380	1 380	3 794	1 742	2 992
Vote 06 - Engineering Department		198	1 291	1 132	1 496	1 496	1 496	1 496	2 002	1 377	171
Vote 07 - Health & Protection Department		1 334	1 206	6 167	8 105	8 105	8 105	8 105	5 551	8 440	10 354
Vote 08 - Water & Sanitation Management		76 361	16 980	11 447	11 314	9 653	9 653	9 653	4 087	4 530	345
Vote 09 - Water Services		13	10 721	10 754	22 022	22 558	22 558	22 558	24 057	10 440	11 445
Vote 10 - Sanitation Services		20	2 005	137	2 560	3 685	3 685	3 685	6 979	7 129	6 717
Vote 11 - Land Human Settlement & Economic Development		113	443	928	1 628	1 628	1 628	1 628	1 417	5 421	2 035
Vote 12 - Municipal Management		173	133	434	428	428	428	428	861	389	160
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		79 813	37 388	35 665	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Total Capital Expenditure - Vote		202 187	258 949	341 280	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Capital Expenditure - Standard											
<i>Governance and administration</i>		1 811	5 151	5 205	401 083	401 416	401 416	401 416	481 449	674 761	968 215
Executive and council		312	2 024	1 736	397 488	397 871	397 871	397 871	474 261	669 466	958 689
Budget and treasury office		233	923	1 051	1 380	1 380	1 380	1 380	3 794	1 742	2 992
Corporate services		1 267	2 204	2 419	2 215	2 165	2 165	2 165	3 393	3 553	6 534
<i>Community and public safety</i>		1 408	1 240	6 257	9 040	9 040	9 040	9 040	6 060	9 961	11 354
Community and social services											
Sport and recreation											
Public safety		255	111	4 148	7 012	7 378	7 378	7 378	4 962	7 690	9 630
Housing		74	35	89	935	935	935	935	509	1 521	1 000
Health		1 079	1 095	2 019	1 092	727	727	727	589	750	724
<i>Economic and environmental services</i>		49	846	1 188	65 787	65 787	65 787	65 787	1 234	3 900	955
Planning and development		49	846	1 188	65 787	65 787	65 787	65 787	1 234	3 900	955
Road transport											
Environmental protection											
<i>Trading services</i>		76 380	30 150	23 014	35 931	35 931	35 931	35 931	35 235	22 209	18 582
Electricity											
Water		76 360	28 145	22 877	33 371	32 246	32 246	32 246	28 256	15 081	11 865
Waste water management		20	2 005	137	2 560	3 685	3 685	3 685	6 979	7 129	6 717
Waste management											
<i>Other</i>											
Total Capital Expenditure - Standard	3	79 648	37 388	35 665	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Funded by:											
National Government		198 540	221 560	305 615	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Provincial Government											
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	198 540	221 560	305 615	459 560	459 560	459 560	459 560	470 998	667 029	957 952
Public contributions & donations	5										
Borrowing	6										
Internally generated funds		3 646	37 388	35 665	52 281	52 614	52 614	52 614	52 980	43 802	41 153
Total Capital Funding	7	202 187	258 949	341 280	511 841	512 174	512 174	512 174	523 978	710 831	999 105

Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
2. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. In relation to multi-year appropriations, for 2012/13 have been allocated a total of R 395 404 000 capital budgets. This allocation escalates to R470 998 000 in 2013/14 and then increases to R957 952 000 000 by 2013/14.
3. Single-year capital expenditure has been appropriated at R52 614 000 for the 2013/14 financial year and remains relatively constant over the MTREF at levels of R52 980 000 and R 41 153 00 respectively for the two outer years.
4. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
5. The capital programme is funded from national grants and transfers and internally generated funds from current year surpluses. .

Table 22 MBRR Table A6 - 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
ASSETS											
Current assets											
Cash		279 773	291 721	346 293	345 987	374 136	374 136	374 136	539 241	463 672	416 970
Call investment deposits	1	469 467	466 190	471 109	460 000	460 000	460 000	460 000	460 000	460 000	460 000
Consumer debtors	1	51 001	51 728	40 147	88 131	88 400	88 400	88 400	91 052	93 783	96 597
Other debtors		27 909	45 289	26 288	40 365	31 416	31 416	31 416	34 244	37 325	40 685
Current portion of long-term receivables		7	7	7	-	7	7	7	3	-	-
Inventory	2	8 361	4 366	3 675	10 962	3 595	3 595	3 595	3 775	3 963	4 161
Total current assets		836 518	859 300	887 520	945 445	957 554	957 554	957 554	1 128 315	1 058 744	1 018 413
Non current assets											
Long-term receivables		547	662	701	706	806	806	806	854	906	960
Investments		1	1	1	1	1	1	1	1	1	1
Investment property		36 767	64 804	62 640	64 804	62 640	62 640	62 640	62 640	62 640	62 640
Investment in Associate		-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	3	2 377 218	2 545 877	2 791 005	2 736 328	3 482 374	3 482 374	3 482 374	3 293 883	3 662 881	4 130 010
Agricultural											
Biological											
Intangible		266	17	0	-	0	0	0	-	-	-
Other non-current assets											
Total non current assets		2 414 798	2 611 362	2 954 347	2 801 839	3 545 821	3 545 821	3 545 821	3 357 378	3 726 427	4 193 610
TOTAL ASSETS		3 251 316	3 470 662	3 741 867	3 747 284	4 503 375	4 503 375	4 503 375	4 485 692	4 785 171	5 212 024
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4	350	504	472	538	736	736	736	438	139	-
Consumer deposits		1 399	1 600	1 773	1 764	1 887	1 887	1 887	1 981	2 081	2 185
Trade and other payables	4	231 413	232 260	324 097	359 611	298 785	298 785	298 785	307 689	316 917	326 483
Provisions		4 717	3 224	1 045	3 449	1 045	1 045	1 045	1 118	1 196	1 280
Total current liabilities		237 879	237 587	327 386	365 362	302 453	302 453	302 453	311 226	320 332	329 947
Non current liabilities											
Borrowing		265	538	299	237	299	299	299	299	299	139
Provisions		102 202	116 612	151 484	117 293	150 099	150 099	150 099	160 896	172 142	184 175
Total non current liabilities		102 468	117 150	151 783	117 529	150 397	150 397	150 397	161 194	172 441	184 314
TOTAL LIABILITIES		340 347	354 737	479 169	482 892	452 850	452 850	452 850	472 420	492 773	514 261
NET ASSETS	5	2 910 969	3 115 925	3 262 698	3 264 393	4 050 525	4 050 525	4 050 525	4 013 272	4 292 397	4 697 762
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		2 916 795	3 097 260	3 244 033	3 245 728	3 756 207	3 930 712	3 930 712	3 888 402	4 162 217	4 562 006
Reserves	4	(5 826)	18 665	18 665	18 665	119 813	119 813	119 813	124 870	130 180	135 756
Minorities' interests											
TOTAL COMMUNITY WEALTH/EQUITY	5	2 910 969	3 115 925	3 262 698	3 264 393	3 876 020	4 050 525	4 050 525	4 013 272	4 292 397	4 697 762

Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. Table 54 is supported by an extensive table of notes (SA3 which can be found on page 104) providing a detailed analysis of the major components of a number of items, including:
 - Call investments deposits;
 - Consumer debtors;
 - Property, plant and equipment;
 - Trade and other payables;
 - Provisions noncurrent;
 - Changes in net assets; and
 - Reserves

1. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.

2. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an example, the collection rate assumption will impact on the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact on the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition the funding compliance assessment is informed directly by forecasting the statement of financial position.

Table 23 MBRR Table A7 - Budgeted Cash Flow Statement

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											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		56 167	71 606	74 601	393 170	106 961	106 961	-	583 405	580 164	643 037
Government - operating	1	401 480	493 919	534 549	613 317	421 880	421 880	-	641 196	678 503	711 992
Government - capital	1	243 499	298 237	389 041	459 560	459 560	459 560	-	480 998	667 029	957 952
Interest		63 708	62 981	65 134	54 394	54 394	54 394	-	54 473	55 337	58 311
Dividends											
Payments											
Suppliers and employees		(563 515)	(658 350)	(665 315)	(853 776)	(853 776)	(853 776)	-	(1 211 926)	(1 267 308)	(1 370 806)
Finance charges		(92)	(194)	(115)	(32)	(32)	(32)	-	(106)	(110)	(114)
Transfers and Grants	1	2 943	(1 967)	(254)	-	-	-	-	(5 819)	(2 784)	(1 267)
NET CASH FROM/(USED) OPERATING ACTIVITIES		204 189	266 231	397 640	666 634	188 988	188 988	-	542 222	710 831	999 105
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		414	221 691	2 496	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		(182)	(115)	(40)	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		8 002	3 277	(4 920)	-	-	-	-	-	-	-
Payments											
Capital assets		(126 020)	(479 762)	(340 507)	(511 841)	(511 841)	(511 841)	-	(543 222)	(710 831)	(99 105)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(117 786)	(254 910)	(342 970)	(511 841)	(511 841)	(511 841)	-	(543 222)	(710 831)	(99 105)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		11	425	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		433	201	173	-	-	-	-	-	-	-
Payments											
Repayment of borrowing		-	-	(271)	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		444	626	(98)	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		86 847	11 948	54 572	154 792	(322 853)	(322 853)	-	(1 000)	-	900 000
Cash/cash equivalents at the year begin:	2	190 448	279 773	291 721	154 792	154 792	154 792	154 792	374 136	373 136	373 136
Cash/cash equivalents at the year end:	2	279 773	291 721	346 293	309 585	(168 060)	(168 060)	154 792	373 136	373 136	1 273 136

Explanatory notes to Table A7 - Budgeted Cash Flow Statement

1. The above table shows that cash and cash equivalents of the municipality were marginally depleted between the 2009/10 and 2011/12 financial year. From 2009/10 financial year, the cash and cash equivalents continue reflecting a positive cash balance of R86 847 million to a negative balance of R322 853 million with the approved 2013/14 MTREF. Various cost efficiencies and savings

Table 24 MBRR Table A8 - 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
Cash and investments available											
Cash/cash equivalents at the year end	1	279 773	291 721	346 293	309 585	(168 060)	(168 060)	154 792	373 136	373 136	1 273 136
Other current investments > 90 days		469 467	466 190	471 109	496 402	1 002 197	1 002 197	679 344	626 105	550 535	(396 166)
Non current assets - Investments	1	1	1	1	1	1	1	1	1	1	1
Cash and investments available:		749 241	757 912	817 404	805 988	834 137	834 137	834 137	999 242	923 673	876 971
Application of cash and investments											
Unspent conditional transfers		127 484	120 997	169 834	179 485	201 192	201 192	201 192	205 215	209 320	213 506
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	-	-	-	-	18 665	18 665	-	18 665	18 665	18 665
Other working capital requirements	3	71 580	73 879	134 038	61 948	73 622	73 622	97 594	(15 134)	(17 762)	(18 651)
Other provisions		212 863	233 740	309 334	-	250 624	250 624	-	266 178	282 722	300 318
Long term investments committed	4	-	-	-	-	201 192	201 192	-	205 215	209 320	213 506
Reserves to be backed by cash/investments	5	(5 826)	18 665	18 665	-	-	-	-	-	-	-
Total Application of cash and investments:		406 101	447 281	631 872	241 433	745 294	745 294	298 785	680 140	702 264	727 345
Surplus(shortfall)		343 140	310 631	185 532	564 555	88 843	88 843	535 352	319 103	221 408	149 627

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

Cash backed accumulated revenue surpluses are used to provide working capital. Operational cash flow deficits and surpluses are forecasted and managed on a daily basis within available cash resources and banking facilities.

All statutory funds and reserves, including unspent grants, are fully cash backed. Long-term provisions are cash backed and actual expenditure is projected for the budget year.

A surplus would indicate that sufficient cash is available for application. The budget year indicates a balanced budget, which is an appropriate outcome.

From the above table it can be seen that the cash and investments available total R806 million in the 2012/13 financial year and progressively increase to R876 million by 2015/16, including the projected cash and cash equivalents as determined in the cash flow forecast. The following is a breakdown of the application of this funding:

- Unspent conditional transfers (grants) are automatically assumed to be an obligation, as the municipality has received government transfers in advance of meeting the conditions. Ordinarily, unless there are special circumstances, the municipality is obligated to return unspent conditional grant funds to the national revenue fund at the end of the financial year. In the past these have been allowed to 'roll-over' and be spent in the ordinary course of business, but this practice has been discontinued. During the 2010/11 financial year the municipality was required to supply

National Treasury with a detailed analysis of the unspent grants as well as an action plan of spending the grants. For the 2012/13 financial this liability has been provided for, as it is assumed that any unspent funds will be approved for roll over by National Treasury.

- Unspent portion of internally funded projects are an obligation as the total amount will be rolled over if unspent, and possibly re-allocated to alternative projects
- Trade and other payables are also provided for as these represent obligations of the municipality which are to be settled within 12 months.
- Post employment benefit options are determined by actuarial valuation
- Finance & Operating Lease liabilities are recognised in accordance with GRAP 13: Leases. These leases pertain to rental agreements over an average term of 3 years for office equipment.
- Consumer Deposits are monies received from consumers when opening an account for water and sanitation services. This deposit will either be utilised to offset any outstanding debt when the consumer closes their account or will be refunded to the consumer.
- Leave Provision is recognised in accordance with GRAP 19: Provisions, Contingent liabilities and Contingent Assets. This provision is for staff leave pay based upon the basic salary scale.
- Refurbishment allocation for infrastructure assets
- The main purpose of other working capital is to ensure that sufficient funds are available to meet obligations as they fall due. The reconciliation of the cash reserves to commitments indicates the extent to which cash is available to settle Council's obligations as they become due.

For the purpose of the cash backed reserves and accumulated surplus reconciliation a working capital provision equivalent to three month's operational expenditure is deemed to be prudent by the municipality to cover any requirements. However, at the end of February 2013, the net cash available fell below the 3 month minimum level.

The municipality has not as yet depleted all cash reserves, but the fact that the working capital provision has fallen below the 3 month level is a serious concern and should be considered a strategic risk to the financial stability of the municipality.

The following graph supplies an analysis of the trends relating to cash and cash equivalents and the cash backed reserves/accumulated funds reconciliation over a seven year perspective.

Table 25 MBRR Table A9 - 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
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	200 248	252 027	326 263	493 830	496 581	496 581	512 583	702 387	974 193
Infrastructure - Road transport		-	-	-	1 558	1 558	1 558	2 347	2 708	2 778
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		176 289	167 859	284 945	274 125	274 125	274 125	245 951	431 379	667 800
Infrastructure - Sanitation		4 142	29 343	-	116 213	116 213	116 213	216 100	226 442	280 874
Infrastructure - Other		6 656	30 234	20 486	67 665	67 665	67 665	6 600	6 500	6 500
Infrastructure		187 087	227 436	305 431	459 560	459 560	459 560	470 998	667 029	957 952
Community		1 336	2 784	709	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	11 825	21 807	20 123	34 269	37 020	37 020	41 585	35 358	16 241
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets</u>	2	1 938	6 922	15 017	18 011	15 593	15 593	11 395	8 445	24 912
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		1 184	800	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	2 015	184	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		1 184	2 816	184	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	754	4 106	14 833	18 011	15 593	15 593	11 395	8 445	24 912
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4	-	-	-	1 558	1 558	1 558	2 347	2 708	2 778
Infrastructure - Road transport		-	-	-	1 558	1 558	1 558	2 347	2 708	2 778
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		177 473	168 659	284 945	274 125	274 125	274 125	245 951	431 379	667 800
Infrastructure - Sanitation		4 142	31 358	184	116 213	116 213	116 213	216 100	226 442	280 874
Infrastructure - Other		6 656	30 234	20 486	67 665	67 665	67 665	6 600	6 500	6 500
Infrastructure		188 271	230 257	305 615	459 560	459 560	459 560	470 998	667 029	957 952
Community		1 336	2 784	709	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	12 579	25 913	34 956	52 281	52 614	52 614	52 980	43 802	41 153
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	202 187	258 949	341 280	511 841	512 174	512 174	523 978	710 831	999 105
ASSET REGISTER SUMMARY - PPE (WDV)	5									
Infrastructure - Road transport										
Infrastructure - Electricity										
Infrastructure - Water		2 317 201	2 466 776	2 446 512	-	1 915 958	1 915 958	1 676 742	1 368 424	678 122
Infrastructure - Sanitation		626 639	-	251 532	-	243 941	243 941	398 205	294 929	280 874
Infrastructure - Other		-	-	-	-	-	-	16 600	6 500	6 500
Infrastructure		2 943 840	2 466 776	2 698 044	-	2 159 900	2 159 900	2 091 547	1 669 853	965 496
Community		4 672	7 274	7 079	-	5 712	5 712	5 712	5 712	1 536
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		36 767	64 804	62 640	64 804	62 640	62 640	62 640	62 640	62 640
Other assets		55 345	71 828	85 882	-	382 732	382 732	435 096	406 071	370 129
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		266	17	0	-	0	0	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	3 040 889	2 610 699	2 853 645	64 804	2 610 983	2 610 983	2 594 994	2 144 276	1 399 801
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>	3	75 080	76 608	89 773	90 586	90 586	90 586	104 174	111 010	114 133
<u>Repairs and Maintenance by Asset Class</u>		13 023	7 876	9 305	27 375	30 026	30 026	34 065	35 693	38 777
Infrastructure - Road transport		-	-	162	960	2 660	2 660	2 126	2 345	2 230
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		5 682	4 630	5 870	12 322	12 462	12 462	11 662	12 156	13 274
Infrastructure - Sanitation		-	-	-	2 028	1 626	1 626	5 800	5 881	6 429
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		5 682	4 630	6 032	15 309	16 748	16 748	19 588	20 382	21 933
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	7 341	3 246	3 273	12 066	13 278	13 278	14 476	15 311	16 844
TOTAL EXPENDITURE OTHER ITEMS		88 103	84 485	99 078	117 962	120 612	120 612	138 239	146 703	152 910

Explanatory notes to Table A9 - Asset Management

1. Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
2. National Treasury has recommended that municipalities should allocate at least 40 per cent of their capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 per cent of PPE. At this stage, the District Municipality is unable to meet these recommendations, due to funding constraints. ADM's focus is still on eradicating backlogs in water & sanitation, in an attempt to meet the 2014 backlog eradication deadline.

Table 26 MBRR Table A10 - 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
Household service targets	1									
Water:										
Piped water inside dwelling		-	-	31 902	-	-	-	-	-	-
Piped water inside yard (but not in dwelling)		-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	2	-	-	118 718	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Other water supply (at least min.service level)	4	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	150 620	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	89 380	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	89 380	-	-	-	-	-	-
Total number of households	5	-	-	240 000	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		-	-	22 637	-	-	-	-	-	-
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical toilet		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		-	-	69 763	112 000 000	-	112 000 000	216 000 000	251 479 000	256 479 000
Other toilet provisions (> min.service level)		-	-	1 088	19 000 000	-	19 000 000	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	93 488	131 000 000	-	131 000 000	216 000 000	251 479 000	256 479 000
Bucket toilet		-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	93 488	131 000 000	-	131 000 000	216 000 000	251 479 000	256 479 000
Energy:										
Electricity (at least min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Refuse:										
Removed at least once a week		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		-	-	121 718	133 890	-	133 890	147 279	162 007	178 207
Sanitation (free minimum level service)		-	-	73 763	78 584	-	78 584	84 871	91 660	98 993
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided (R'000)	8									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed once a week)		-	-	-	-	-	-	-	-	-
Total cost of FBS provided (minimum social package)		-	-	-	-	-	-	-	-	-
Highest level of free service provided										
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)		-	-	-	-	-	-	-	-	-
Revenue cost of free services provided (R'000)	9									
Property rates (R15 000 threshold rebate)		-	-	-	-	-	-	-	-	-
Property rates (other exemptions, reductions and rebates)		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-
Electricity/other energy		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-
Housing - top structure subsidies		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total revenue cost of free services provided (total social package)	6	-	-	-	-	-	-	-	-	-

Explanatory notes - Basic Service Delivery Measurement

1. ADM will not meet the eradication of backlogs target for 2014 with the current revenue streams, as it must be appreciated that the most cost effective systems serving the denser populations have been developed first and the remainder are to reach those communities spread all over the district in mostly rural environments and further from services, which results in higher per capita costs:
2. ADM has invested some R50 million to date to refurbish its bulk water infrastructure and another R1.5 billion in eradicating water and sanitation backlogs in the district. Council was on target to eradicate all bucket systems in 2007/8 but had to abandon the programme when the drought caused water outages [the flush toilets would have exacerbated the situation]. Currently the programme is well underway again and all buckets should be eradicated in Bedford and Fort Beaufort [Bhofolo/Newtown] by August 2012 and in Adelaide by Jan/Febr 2013. Council is busy doing a verification of the remaining water and sanitation backlog numbers in the 2013/14 major Water Services Development Plan [WSDP] review process to accurately set eradication targets for the next few years – present figures show some 88%- 90% of our population now have decent water supplies and some 40% have RDP access to safe sanitation services
 - a. Water services – backlog will be reduced by 6321 households in 2012/13. The backlog in water is mostly areas that are largely found in ‘rural remote areas’ and will need to be assisted with bulk services, reticulation and more funding resources so that they can receive services.
 - b. Sanitation services – backlog will be reduced by 9000 households during 2012/13 financial year. The ADM’s sanitation implementation project (ASAP) contract for 3 year period is in its final year(end Nov 2013), this was to ensure that 25 000 structures have been built within the MTREF.
3. Indigent Support Rebates of an anticipated R5.17 million with new campaigning initiatives

Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

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

The Budget Steering Committee consists of the Municipal Manager, section 57 employees and chairpersons of the standing committees under the chairpersonship of the Portfolio Councillor of Finance.

The primary aims of the Budget Steering Committee are to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- political input is achieved at the beginning stages of the budget process
- that there is proper alignment between the policy and service delivery priorities set out in the IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2010) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required the IDP and budget time schedule on 31 August 2010. Key dates applicable to the process were:

IDP,BUDGET & PMS PROCESS ACTION PROGRAM

	Activities	Timeframe	Responsible Department
A	Preparation phase / Pre-planning		
1	Advertise IDP Process and resuscitate stakeholders	31-Jul-12	Strategic Planning - IDP/PMS
2	IDP Steering Committee workshop to outline review process	02-Aug-12	Strategic Planning - IDP/PMS
3	Assess membership of BSC in terms of new Budget legislation	10-Aug-12	Budget & Treasury Office
4	Council Workshop on the IDP review process	24-Aug-12	Strategic Planning - Speaker's Office
5	Budget Steering Committee to discuss rollovers, savings declarations and new applications	31-Aug-12	Budget & Treasury Office/Corporate Services
6	IGR Forum meeting	20-Aug-12	Strategic Planning - IGR
7	Council Approval of Framework Plan & Process Plans (IDP & Budget)	31-Aug-12	Strategic Planning / BTO / Corporate Services
8	HOD'S to assess accuracy of staff allocation versus current budget	31-Aug-12	Heads of Departments / Budget & Treasury Office
9	IDP Steering Committee meeting to review Implementation progress and prepare for the 11/12 IDP Launch	03-Sep-12	Strategic Planning - IDP/PMS
10	Submit adopted Framework and Process Plans with Council resolution to MEC - DLGTA	07-Sep-12	Strategic Planning - IDP/PMS
11	Advertise IDP District Framework and IDP/Budget Process Plan	07-Sep-12	Strategic Planning - IDP/PMS
12	DIMAFO Meeting	20-Sep-12	Strategic Planning - IGR
13	Launch (District wide level). IDP/PMS/Budget Representative Forum to outline terms of reference, report progress, explain review process.	28-Sep-12	Strategic Planning - IDP/PMS
14	Quarter 1 Performance reporting (July - Sept)	08-Oct-12	Heads of Departments
15	Conduct quarterly reviews with HoDs	2012/10/17	Municipal Manager's Office
16	Submit performance report to Performance Audit Committee	Oct-11	Municipal Manager's Office

B+C	Analysis Phase / Monitoring and evaluation		
17	*Assessment of existing level of development - Situational analysis *Prepare analysis information on existing services, current backlogs and identification of development priorities *Collect data from other sources, analyze impact of new information and unexpected events *Evaluate achievement of objectives and strategies *Get inputs from Sector Plan information *Assess implementation progress, overview of funding available per department (both from savings as well as internal budget and external funds)	Sept - November 2012	All Departments / Clusters Teams
18	ADM Councillors and MSU to assist in the identification of community needs and prioritisation of local issues	Sept - October 2012	Strategic Planning - Speakers Office / MSU
19	IDP Steering Committee meeting to review Implementation progress and report on performance of Departments	06-Oct-12	Strategic Planning
20	Budget Steering Committee to assess project spending for first quarter	2012 Oct	Budget & Treasury Office
21	IGR Forum meeting (Sector specific analysis information)	31-Oct-12	Strategic Planning IGR
22	IDP Steering Committee meeting - Departments/Clusters to present situational analysis reports	01-Nov-12	All Departments/Clusters
23	Distribute budget templates including growth parameter for 2012 2013 based on CPI average giving budget indicative amounts	04-Nov-12	Budget & Treasury Office
24	DIMAFO meeting (Sector specific analysis information and prioritized local issues)	15-Nov-12	Strategic Planning - IGR
25	IDP/PMS/Budget Rep Forum meeting (District-wide consultation and inputs on district priorities)	21-Nov-12	Strategic Planning - IDP/PMS
26	Finalise service charge estimates for 2012/13	30-Dec-12	Budget & Treasury Office
27	Allocate funding envelopes per department based on DORA 2011 outer year forecast	30-Dec-12	Budget & Treasury Office
28	Alignment of Organogram with Payday information - verify warm bodies; identify vacant posts	30-Dec-12	Corporate Services
29	Strategic planning session. Adopt proposed programs and projects - agree on key financial issues	Dec 2011/Jan 2012	Strategic Manager's Office
30	Quarter 2 Performance reporting (Oct - Dec)	08-Jan-13	Heads of Departments
31	Conduct quarterly reviews with HoDs	2013/01/24	Municipal Manager's Office
32	Submit performance report to Performance Audit Committee	Jan-12	Municipal Manager's Office

G	Performance Management System		
69	Prepare Annual Report information as per the National Treasury format	17-Aug-12	Budget & Treasury Office
70	Submission of 2010/11 Annual Financial Statements to Auditor-General	31-Aug-12	MM's Office / BTO
71	Submission of 2011/12 Annual Performance Report to Auditor-General	31-Aug-12	MM's Office / Strategic Planning
72	Submission of annual report information by departments	21-Sep-12	All Departments
73	Consolidation and distribution of draft annual report for comments	12-Oct-12	Strategic Planning - IDP/PMS
75	Tabling of draft annual report to the Audit Committee	2012- Nov	MM's Office - Internal Audit
76	* Submit mid-year performance assessment report for 2012/13 to Council *Table the 2011/12 Annual Report for council adoption	31-Jan-13	Strategic Planning/BTO/Corporate Services
77	Submit 2011/12 Annual Report to MEC - DLGTA and Auditor-General	08-Feb-13	Municipal Manager's Office
78	Publicizing of the Annual Report for public comments	08-Feb-13	Strategic Planning - IDP/PMS
79	Public consultation by oversight on the annual report	February 2013	Strategic Planning - Speakers Office
80	Adopt oversight report on annual report (no later than 2 months after tabling of annual report)	22 March 2013	Strategic Planning - Speakers Office / Corporate Services
81	Publicize the oversight report (within 7 days of its adoption)	28-Mar-13	Strategic Planning - Speakers Office
82	Submit draft SDBIP to the Mayor for initial approval	01-Apr-13	Strategic Planning - IDP/PMS
83	Submit revised SDBIP to the Mayor for final approval (within 14 days of approval of the Budget)	07-June- 13	Strategic Planning - IDP/PMS
84	Signing of MM and Section 57 Managers Performance Agreements	31-May-13	Municipal Manager's Office
85	Mayor approval of the SDBIP with performance agreements (within 28 days after budget)	21-Jun-13	Mayor's Office
86	Submit SDBIP and performance agreements to MEC - DLGTA, Provincial and National Treasury	30-Jun-13	Strategic Planning - IDP/PMS
87	Submit annual performance report to Evaluation Committee	01-Jul-13	Strategic Planning - IDP/PMS
88	Publicize SDBIP and Performance Agreements no later than 14 days after approval	28-Jul-13	Strategic Planning - IDP/PMS

PROCESSES FOLLOWED IN DEVELOPING THE BUDGET

HOD's together with their General Managers, Senior Managers, Managers and key project managers were involved in the budget process from the outset. Structural changes to the budget saw the formation of the sub units of Mechanical & Electrical and Water Conservation and Demand Management being created under Engineering. Director Land, Human Settlements & Economic Development (LHSED) was also created as a sub unit under LHSED Department. Risk Services was formally introduced as a sub unit under Strategic Management Department, and Legal Services as a sub unit under the Municipal Management Department.

An extract of the currently employed staff was drawn from the ADM's payroll system, this was then compared to the approved organograms, and vacant posts added.

Budget templates reflecting the 2010/2011 actual figures, as well as the 2011/12 budget figures, forecast expenditure for the 2012/13 year were distributed for population of the line item details, at meetings held between HOD's, their management team and the budget office. Guidelines in terms of growth parameters as well as maximum expenditure levels for capital items were also given. The Strategic session held in January 2013 gave the final focus for the budget process and the requirements for projects as well as new staff were then established, added to the operational requirements and submitted to the budget office for consolidation.

DORA 2012 figures were used for budgeting purposed up until 24 February 2013, when the DORB 2013 was finally released.

Departments were given guideline funding envelopes. Each department submitted project requirements, new staff requirements and operational requirements. Each HOD was tasked with assessing his vote and identifying possible cuts. HOD's made great efforts to reduce their budgets to equate to their funding envelopes. A deficit is to be funded from prior year reserves. Although not an ideal situation, this represents a huge reduction in the pull on reserves from prior years to balance the budget.

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The IDP is the principal strategic planning instrument of the District Municipality, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan. The Process Plan as derived from the IDP 5 Phases included the following key IDP processes and deliverables:

- Analysis and prioritization of local needs;
- Development of a strategic framework that comprises of objectives, strategies and projects;
- Compilation of departmental business plans including key performance indicators and targets
- Financial planning and budgeting process;
- Public participation process;
- Compilation of the SDBIP, and
- The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2013/14 MTREF, based on the approved 2011/12 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2013/14 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2012/13 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

2.1.3 Financial Modelling and Key Planning Drivers

As part of the compilation of the 2013/14 MTREF, careful attention was paid to achieving a balance budget, without drawing extensively on the reserves, as has been the practice in the past, to address the financial sustainability issues. The following key factors and planning strategies have informed the compilation of the 2013/14 MTREF:

- Strategic objectives of the municipality
- Economic climate and trends (i.e. inflation, DWA, Wage Agreements)
- Performance trends
- The approved 2012/13 adjustments budget and performance against the SDBIP
- Low debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services;
- Service delivery backlog elimination

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 51 and 54 has been taken into consideration in the planning and prioritisation process.

2.1.4 Community Consultation

The draft 2013/14 MTREF as tabled before Council on 23 March 2013 for community consultation was published on the municipality's website, and hard copies were made available at local municipal offices and libraries and at the Strategic Manager's office at ADM's Head office in East London. The availability of the documents was advertised in the local newspapers.

All documents in the appropriate format (electronic and printed) will be provided to National Treasury, and other national and provincial departments in accordance with section 23 of the MFMA, to provide an opportunity for them to make inputs by 8 April 2013.

Eight road shows were conducted from the 11th to 25th of April 2013 at various venues in all seven local municipalities within the district. This has included two business breakfasts as well, held in an attempt to reach the business community as well. An average of 300 attendees per venue to date attended these road shows. Ward councillors were utilised to mobilise the communities, with transportation being provided to all those wishing to attend. The applicable dates and venues were published in the local newspapers.

After the presentation of the budget, question and answer sessions were held. Those who had further questions were invited to address them in writing to the Municipal Manager. These questions were recorded and consolidated by the Municipal Support Unit for response and feedback. Most of the issues raised related to availability of water and sanitation services in the areas. The Portfolio Councillor for Finance with the support of the Engineering Department highlighted the proposed and existing projects within each area.

- The tariff increases were acceptable with no issues being raised to date
- Pensioners and low income households were encouraged to register as indigents and the process of registration was explained in detail

No significant changes were effected in the final 2013/14 MTREF compared to the draft 2013/14 MTREF that was tabled for community consultation.

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the City, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that Amathole District Municipality (ADM) strategically complies with the key national and provincial priorities.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);
- National and Provincial spatial development perspectives;

- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIs);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. In order to ensure integrated and focused service delivery between all spheres of government it was important for ADM to align its budget priorities with that of national and provincial government.

Table 27 IDP Strategic Objectives New

Municipal Transformation & Institutional Development
• To attract, retain, build capacity and maximise utilization of ADM human capital by 2017
Basic Service Delivery & Infrastructure Investment
• Provision of adequate, potable and sustainable water services infrastructure by 2014
Local Economic Development
• To promote holistic sustainable regional Economic development by 2030
Municipal Financial Viability & Management
• To ensure 20% recovery of costs incurred to provide water and sanitation services by 2015
Good Governance and Public Participation
• To ensure clean and accountable governance in the district by 2017

Local needs and priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities. The key performance areas of the District can be summarised as follows:

MUNICIPAL TRANSFORMATION AND INSTITUTIONAL DEVELOPMENT:

- To attract, retain, build capacity and maximise utilization of ADM human capital by 2017
- To promote and enhance internal and external communication by 2017
- To have a fully functional integrated Information Management System for MHS by 2017
- Ensure efficient and effective administration in terms of systems and business processes by 2017
- Continuously ensure development, review and implementation of sector plans in line with the IDP
- To ensure strategic alignment between the IDP and the spatial framework by 2017 Ensure development, review and implementation of policies and by laws by 2017
- Mainstreaming of EPWP throughout institutional programmes by 2013
- Ensure integrated and responsive ICT function by 2017
- To enhance institutional capacity to plan and implement services effectively and efficiently by 2017
- Ensure coherent, functional and effective satellite offices by 2015

LOCAL ECONOMIC DEVELOPMENT:

- To promote holistic sustainable regional Economic development by 2030.
- To enhance sustainable use of Natural Resources by 2017
- To enhance/strengthen Spatial Development Framework as a planning tool by 2017.
- To unearth and preserve heritage resources by 2017
- To promote Agrarian Reform and food security within ADM
- To promote compliance with the Municipal Health legislation within ADM by 2017
- To position ADM as a tourism destination of choice 2017

- To develop film industry within ADM by 2014

BASIC SERVICE DELIVERY AND INFRASTRUCTURE INVESTMENT:

- Provision of adequate, potable and sustainable water services infrastructure by 2014
- Development of sustainable and environmentally friendly sanitation and services to all communities by 2014
- Contribute towards the Reduction of the prevalence of communicable diseases by 2017
- Enhance the provision and standardisation of fire services by 2017
- Improve accessibility and connectivity in urban and rural areas to promote access to socio economic opportunities by 2017.
- Sustainable coordination of disaster relief and response with other stakeholders by 2017
- Ensure that solid waste is managed in an integrated, environmentally friendly and sustainable manner throughout ADM by 2014
- All households to have access to public transport facilities, within 2km walking distance by 2022
- Facilitate development of sustainable and viable settlements by 2014
- Develop, conserve and maintain heritage sites by 2017

MUNICIPAL FINANCIAL VIABILITY AND MANAGEMENT:

- To ensure 20% recovery of costs incurred to provide water and sanitation services by 2015
- To increase internal and external project spending to 80% of projected expenditure by 2015.
- To improve collection rate on water and sanitation services to 60% by 2017
- To eliminate all agency functions performed by the institution and minimise the impact of fiscal dumping with the view of focusing on our core functions by July 2015
- Continuously monitor and report on the performance of contractors in relation to projects.

GOOD GOVERNANCE AND PUBLIC PARTICIPATION

- To ensure clean and accountable governance in the district by 2017
- To facilitate coordination, cooperation and joint planning between the spheres of government by 2017.
- To promote learning and sharing, both domestically and internationally by 2017.
- To ensure a district-wide coordination of integrated planning, implementation, monitoring and evaluation by 2017.
- To ensure that Local Municipalities are empowered to render services that are within their powers and functions by 2017
- To promote effective communication of ADM's business to its stakeholders by 2017

The 2013/14 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

Table 28 MBRR Table SA4 - Reconciliation between the IDP strategic objectives and budgeted 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												
Municipal Financial Viability and Management	Ensure Sound Management Of	B		16 675	75 207	92 267	91 540	92 883	92 883	107 680	111 814	121 184
Municipal Financial Viability and Management	Ensure Streamlined And Efficient Sm	B		1 320	2	14	145	145	145	176	-	-
Municipal Transformation and Institutional Development	Technical Support To Council In Line With Adm Rules	B		10 677	23 537	66 017	76 988	76 988	76 988	87 960	94 470	100 366
Municipal Transformation and Institutional Development	Create Safe/Healthy Work Environment Within Adm	B		5 608	268	671	541	541	541	570	598	-
Service Delivery and Infrastructural Investment	Ensure Eligable Residents Have Access To Safe/Legal Waste Services	B		2 511	-	-	764	764	764	764	800	810
Service Delivery and Infrastructural Investment	Integrated Public Transport System	B		3	1	2	259	259	259	353	353	375
Service Delivery and Infrastructural Investment	Provide Adequate Potable Water	B		442 572	101 951	137 116	262 335	262 335	262 335	327 298	341 476	358 595
Service Delivery and Infrastructural Investment	Provide Adequate Sanitation To All	B		37 863	43 612	70 858	80 738	80 738	80 738	96 848	101 588	106 849
Service Delivery and Infrastructural Investment	Provide Integrated Municipal Health Services	B		5 877	53 555	78 016	65 493	65 493	65 493	65 154	76 479	83 736
Service Delivery and Infrastructural Investment	Contribute To Disaster Risk Reduction	B		6 391	5 438	1 070	268	268	268	371	390	-
Service Delivery and Infrastructural Investment	Enhance Provision/Standardization Of Fire Services	B		13 864	2 806	3 920	4 232	4 232	4 232	4 664	3 419	3 576
Local Economic Development	Provide Comprehensive Food Control Program	B		22 397	5	6	662	662	662	792	10	10
Local Economic Development	Comprehensive Management Of Heritage Resources	B		17 359	656	46 672	63 834	86 834	86 834	50 558	55 575	60 666
Good Governance and Public Participation	Strengthen Good Governance/Accountability In Primary Health Care	B		9 207	4 425	-	-	-	-	-	-	-
Service Delivery and Infrastructural Investment	Facilitate Development Of Sustainable/Viable Settlements	B		-	54 816	4 843	1 509	1 509	1 509	1 893	-	-
Good Governance and Public Participation	Quality Assurance On Internal Controls/Governance	B		78 525	47 457	22 611	19 586	19 586	19 586	24 246	26 043	25 991
Good Governance and Public Participation	Effective/Efficient Advice To Sec 79 Committees	B		4 746	22 694	21 779	47 765	52 500	52 500	82 913	88 703	92 567
Good Governance and Public Participation	Sound Intergovernment Relations System	B		6 240	129	3	628	1 246	1 246	651	677	804
Good Governance and Public Participation	Ensure Strategic Development Planning In Line With Legislation	B		642	56 593	56 763	68 906	73 397	73 397	85 886	72 114	77 396
Good Governance and Public Participation	Sound It Governance	B		3 991	30 903	67	1 535	1 535	1 535	1 772	1 858	-
Good Governance and Public Participation	Building Lm Capacity To Perform Functions/Exercise Powers	B		5 653	1 268	1 222	1 075	1 075	1 075	1 191	1 250	967
Municipal Financial Viability and Management	Ensure Viable And Sustainable Water Assets	B		210 642	497 843	245 847	276 379	360 245	360 245	348 891	334 888	377 948
Total Revenue (excluding capital transfers and contributions)				902 764	1 023 167	849 765	1 065 181	1 183 235	1 183 235	1 290 629	1 312 504	1 411 840

Table 29 MBRR Table SA5 - Reconciliation between the IDP strategic objectives and budgeted 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
Municipal Financial Viability and Management	Ensure Sound Management Of Finances/Assets	B		44 591	39 864	49 104	79 934	74 956	74 956	90 424	96 061	103 313
Municipal Financial Viability and Management	Ensure Streamlined And Efficient Som	B		3 765	4 606	6 176	10 370	10 366	10 366	13 638	14 010	14 878
Municipal Transformation and Institutional Development	Technical Support To Council In Line With Adm Rules	B		22 336	22 893	35 598	48 774	48 136	48 136	64 974	69 065	69 106
Municipal Transformation and Institutional Development	Create Safe/Healthy Work Environment Within Adm	B		15 261	16 763	19 784	27 241	23 927	23 927	20 993	23 310	25 826
Service Delivery and Infrastructural Investment	Ensure Eligible Residents Have Access To Safe/Legal Waste Services	B		361	203	1 645	4 300	4 300	4 300	4 300	4 500	4 707
Service Delivery and Infrastructural Investment	Integrated Public Transport System	B		5 435	7 219	8 318	16 889	11 379	11 379	11 283	11 289	11 593
Service Delivery and Infrastructural Investment	Provide Adequate Potable Water	B		338 351	428 425	535 786	478 425	445 010	445 010	500 223	532 590	560 156
Service Delivery and Infrastructural Investment	Provide Adequate Sanitation To All	B		44 698	79 078	114 345	65 583	78 613	78 613	77 023	82 162	88 483
Service Delivery and Infrastructural Investment	Provide Integrated Municipal Health Services	B		5 482	4 494	5 599	5 526	5 249	5 249	5 908	6 394	6 943
Service Delivery and Infrastructural Investment	Contribute To Disaster Risk Reduction	B		3 998	10 188	6 959	12 489	8 697	8 697	9 045	10 179	10 781
Service Delivery and Infrastructural Investment	Enhance Provision/Standardization Of Fire Services	B		11 917	14 888	17 958	23 364	22 212	22 212	29 701	31 856	34 067
Local Economic Development	Provide Comprehensive Food Control Program	B		22 282	25 292	16 126	21 171	19 175	19 175	20 775	23 429	25 178
Local Economic Development	Comprehensive Management Of Heritage Resources	B		10 674	18 540	24 933	48 740	43 457	43 457	40 636	39 123	46 050
Good Governance and Public Participation	Strengthen Good Governance/Accountability In Primary Health Care	B		9 207	4 347	(4)	-	-	-	-	-	-
Service Delivery and Infrastructural Investment	Facilitate Development Of Sustainable/Viable Settlements	B		-	24 345	11 710	14 975	11 916	11 916	10 397	11 031	12 581
Good Governance and Public Participation	Quality Assurance On Internal Controls/Governance	B		8 466	28 084	17 513	20 482	19 780	19 780	24 788	27 160	27 452
Good Governance and Public Participation	Effective/Efficient Advice To Sec 79 Committees	B		33 215	15 864	36 478	40 567	43 692	43 692	58 237	61 950	63 655
Good Governance and Public Participation	Sound Intergovernment Relations System	B		14 194	8 422	9 396	31 920	33 306	33 306	25 122	27 139	29 509
Good Governance and Public Participation	Ensure Strategic Development Planning In Line With Legislation	B		1 385	18 169	27 596	7 226	181 731	181 731	22 977	21 791	23 260
Good Governance and Public Participation	Sound It Governance	B		9 359	42 183	15 430	24 294	21 144	21 144	24 837	25 906	25 913
Good Governance and Public Participation	Building Lm Capacity To Perform Functions/Exercise Powers	B		8 686	7 046	7 869	12 744	8 504	8 504	9 320	11 600	12 354
Municipal Financial Viability and Management	Ensure Viable And Sustainable Water Assets	B		166 667	20 394	47 235	17 885	15 070	15 070	173 047	138 157	174 881
Total Expenditure			1	780 331	841 306	1 015 552	1 012 900	1 130 621	1 130 621	1 237 649	1 268 702	1 370 687

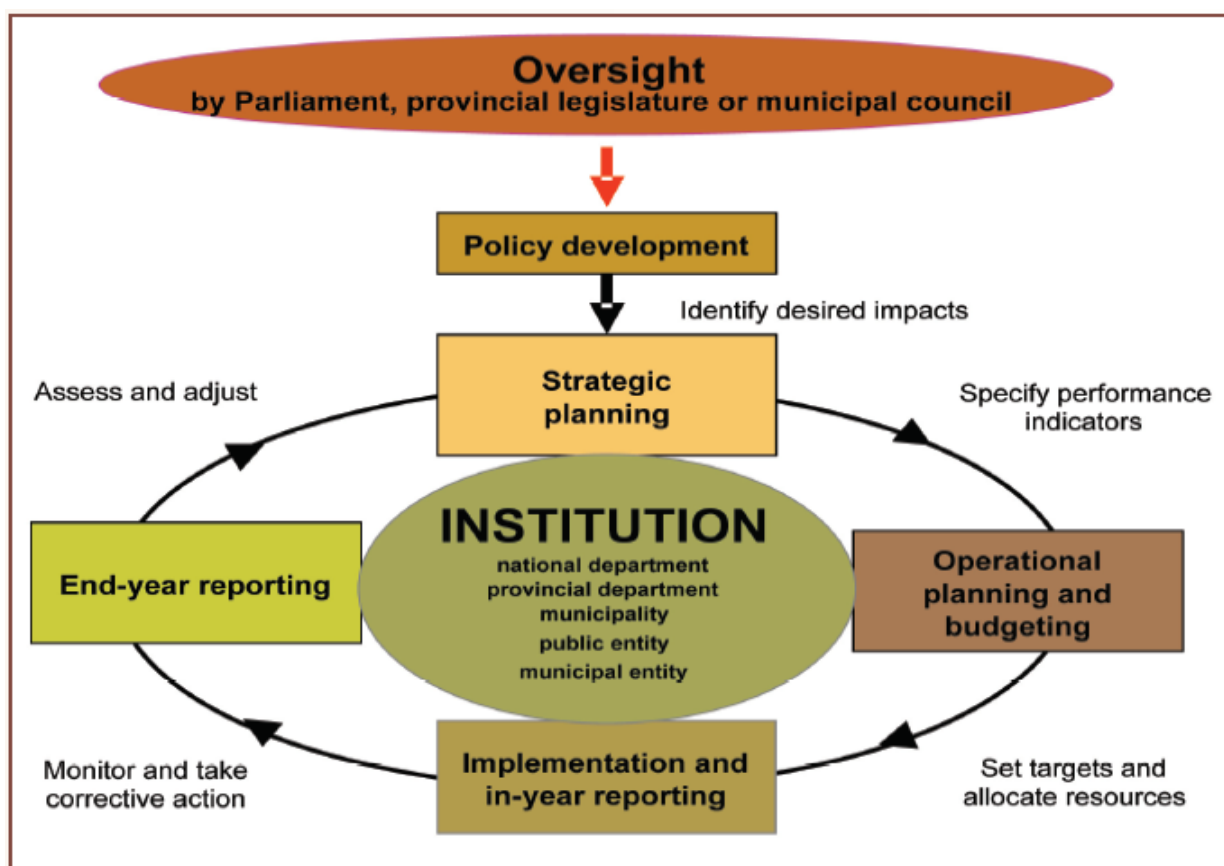
Table 30 MBRR Table SA6 - Reconciliation between the IDP strategic objectives and budgeted capital expenditure

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
Municipal Financial Viability and Management	Ensure Sound Management Of Finances/Assets	B		285	603	713	1 371	1 365	1 365	3 075	1 460	2 382
Municipal Financial Viability and Management	Ensure Streamlined And Efficient Scm	B		22	320	337	9	15	15	719	281	610
Municipal Transformation and Institutional Development	Technical Support To Council In Line With Adm Rules	B		181	776	979	1 127	1 140	1 140	2 290	2 407	4 110
Municipal Transformation and Institutional Development	Create Safe/Healthy Work Environment Within Adm	B		126	781	573	388	375	375	273	287	1 324
Service Delivery and Infrastructural Investment	Integrated Public Transport System	B		10	438	381	946	946	946	914	250	-
Service Delivery and Infrastructural Investment	Provide Adequate Potable Water	B		198 898	249 706	328 492	33 371	32 246	32 246	28 256	15 081	11 865
Service Delivery and Infrastructural Investment	Provide Adequate Sanitation To All	B		20	2 005	137	2 560	3 685	3 685	6 979	7 129	6 717
Service Delivery and Infrastructural Investment	Provide Integrated Municipal Health Services	B		25	202	57	38	21	21	63	90	65
Service Delivery and Infrastructural Investment	Contribute To Disaster Risk Reduction	B		255	62	645	661	635	635	84	67	520
Service Delivery and Infrastructural Investment	Enhance Provision/Standardization Of Fire Services	B		-	49	3 503	6 351	6 743	6 743	4 879	7 623	9 110
Local Economic Development	Provide Comprehensive Food Control Program	B		1 054	893	1 962	1 055	706	706	526	660	659
Local Economic Development	Comprehensive Management Of Heritage Resources	B		39	408	839	64 849	64 849	64 849	908	3 900	1 035
Good Governance and Public Participation	Strengthen Good Governance/Accountability In Primary Health Care	B		-	-	-	-	-	-	-	-	-
Service Delivery and Infrastructural Investment	Facilitate Development Of Sustainable/Viable Settlements	B		-	35	89	935	935	935	509	1 521	1 000
Good Governance and Public Participation	Quality Assurance On Internal Controls/Governance	B		173	133	441	443	443	443	904	469	190
Good Governance and Public Participation	Effective/Efficient Advice To Sec 79 Committees	B		-	-	16	79	412	412	104	131	122
Good Governance and Public Participation	Sound Intergovernment Relations System	B		62	795	83	900	900	900	101	159	85
Good Governance and Public Participation	Ensure Strategic Development Planning In Line With Legislation	B		2	279	848	84	134	134	503	326	115
Good Governance and Public Participation	Sound It Governance	B		959	647	867	700	650	650	830	860	1 100
Good Governance and Public Participation	Building Lm Capacity To Perform Functions/Exercise Powers	B		37	409	241	55	55	55	86	85	50
Municipal Financial Viability and Management	Ensure Viable And Sustainable Water Assets	B		37	408	75	395 919	395 919	395 919	471 975	668 046	958 047
			1	202 187	258 949	341 280	511 841	512 174	512 174	523 978	710 831	999 105

2.3 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, ADM has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality targets, monitors, assess and reviews organisational performance which in turn is directly linked to individual employee's performance.

At any given time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly during the last stage, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages. The planning, budgeting and reporting cycle can be graphically illustrated as follows:

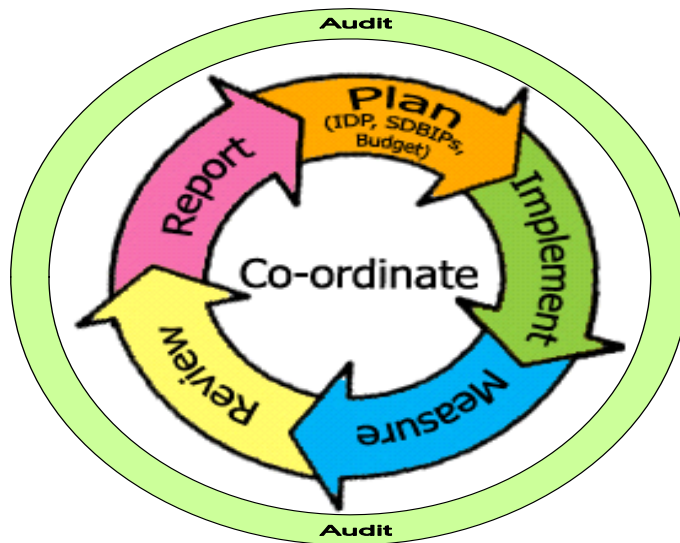


Planning, budgeting and reporting cycle

The performance of ADM relates directly to the extent to which it has achieved success in realising its goals and objectives, complied with legislative requirements and meeting stakeholder expectations. The District therefore has adopted a Performance Management Framework which encompasses:

- Planning (setting goals, objectives, targets and benchmarks);
- Monitoring (regular monitoring and checking on the progress against plan);
- Measurement (indicators of success);
- Review (identifying areas requiring change and improvement);
- Reporting (what information, to whom, from whom, how often and for what purpose); and
- Improvement (making changes where necessary).

The process of performance management is central to modern notions of management i.e. it is inseparable from the things that a manager must do. It is important that performance management is mainstreamed in municipality as an approach to daily management.



Performance Management as an Approach to Management

The annual process of managing the performance of the Amathole District Municipality will involve the following components:

- Co-ordination
- Performance Planning
- Performance Measurement, Analysis
- Performance Reviews & Reporting
- Performance Auditing

The IDP, budget and the Municipal Service Delivery and Budget Implementation Plans constitute the planning components of municipal performance management. Through the IDP review processes, the strategic objectives, strategies and SDBIP Scorecards will be developed.

The following diagram shows the links among the plans referred to above.

Figure 4 Municipal Planning

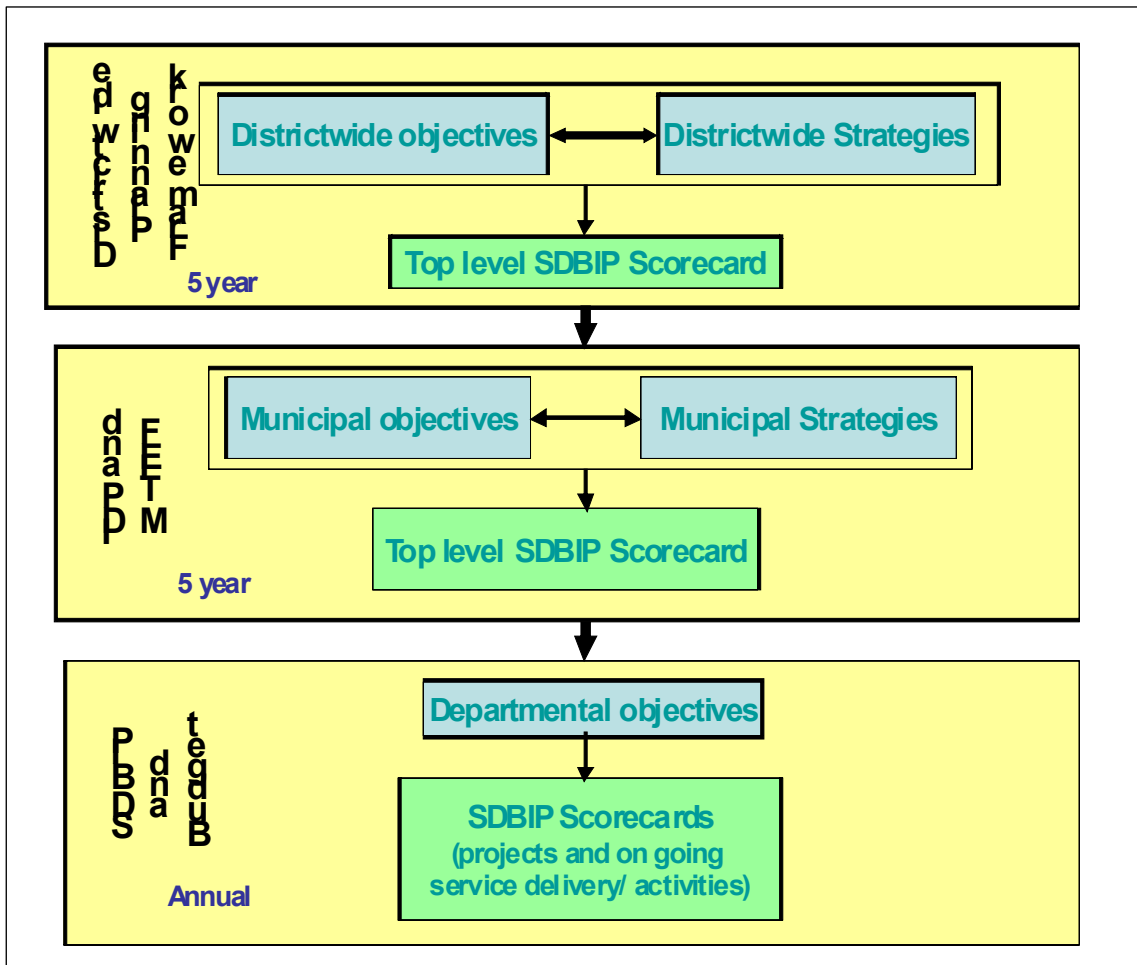


Figure 5 Annual processes of reporting and reviews

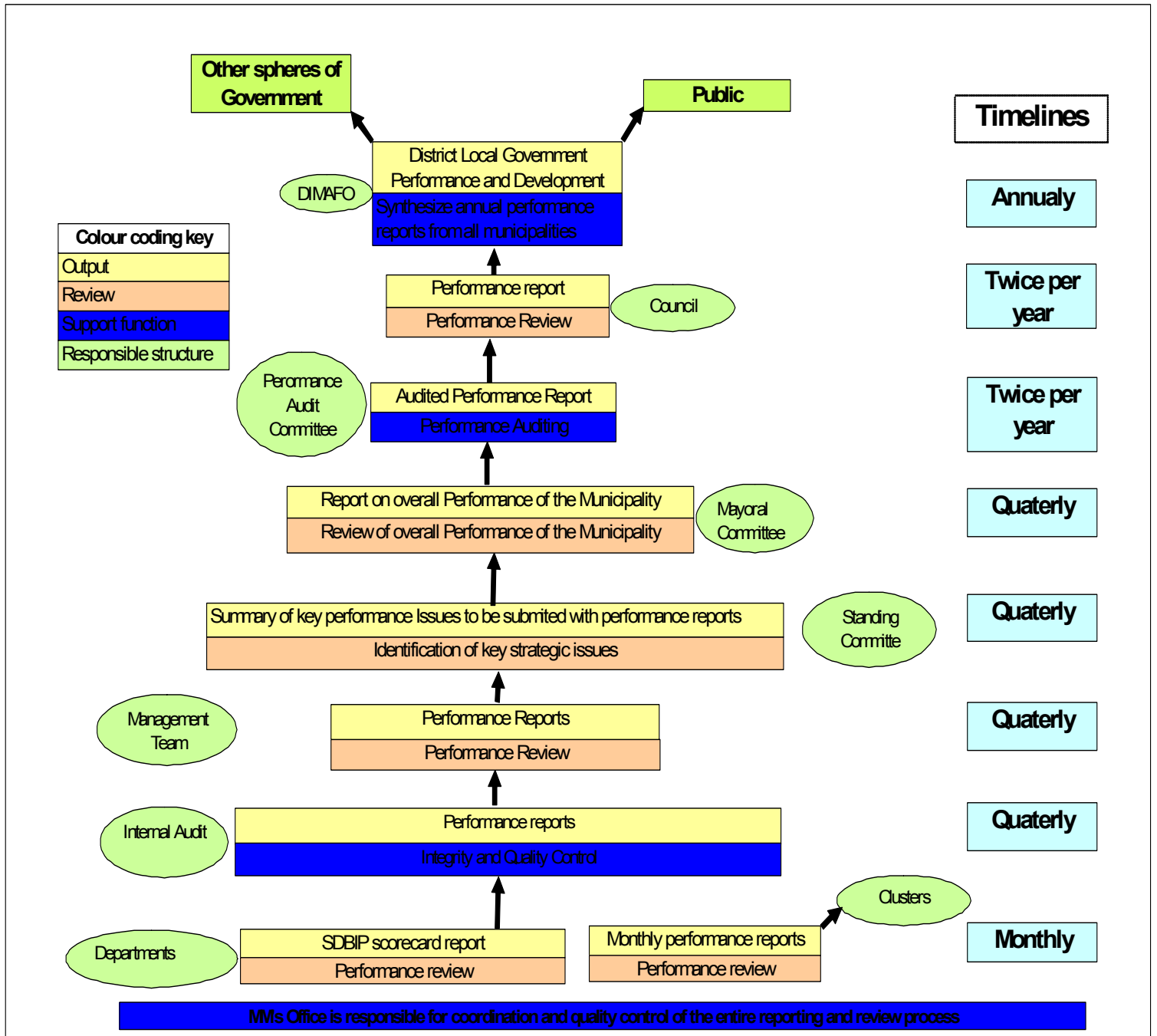


Table 31 MBRR Table SA7 - Measurable performance objectives

Description	Unit of measurement	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
06 - Engineering Department										
Water										
Water Distribution										
No Water Supply	Households	98 705	-	89 380	-	-	-	-	-	-
Piped Water Inside Dwelling	Households	-	-	31 902	-	-	-	-	-	-
Using Public Tap (At Least Min.Service)	Households	-	-	118 718	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Water (6 Kilolitres Per Household Per Month)	Households	-	-	121 718	133 890	-	133 890	147 279	162 007	178 207
08 - Water & Sanitation Management										
Water										
Water Distribution										
No Water Supply	Households	-	-	89 380	-	-	-	-	-	-
Piped Water Inside Dwelling	Households	-	-	31 902	-	-	-	-	-	-
Using Public Tap (At Least Min.Service)	Households	-	-	118 718	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Water (6 Kilolitres Per Household Per Month)	Households	-	-	121 718	133 890	-	133 890	147 279	162 007	178 207
09 - Water Services										
Water										
Water Distribution										
No Water Supply	Households	-	-	89 380	-	-	-	-	-	-
Piped Water Inside Dwelling	Households	-	-	31 902	-	-	-	-	-	-
Using Public Tap (At Least Min.Service)	Households	-	-	118 718	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Water (6 Kilolitres Per Household Per Month)	Households	-	-	121 718	133 890	-	133 890	147 279	162 007	178 207
10 - Sanitation Services										
Waste Water Management										
Sewerage										
Flush Toilet (Connected To Sewerage)	Households	-	-	22 637	-	-	-	-	-	-
Other Toilet Provisions (> Min.Service Level)	Households	-	-	1 088	19 000 000	-	19 000 000	-	-	-
Pit Toilet (Ventilated)	Households	-	-	69 763	112 000 000	-	112 000 000	216 000 000	251 479 000	256 479 000
Sanitation (Free Minimum Level Service)	Households	-	-	73 763	78 584	-	78 584	84 871	91 660	98 993
15 - Other										
Water										
Water Distribution										
No Water Supply	Households	-	-	89 380	-	-	-	-	-	-
Piped Water Inside Dwelling	Households	-	-	31 902	-	-	-	-	-	-
Using Public Tap (At Least Min.Service)	Households	-	-	118 718	251 000 000	-	251 000 000	191 578 000	200 000 000	220 000 000
Water (6 Kilolitres Per Household Per Month)	Households	-	-	121 718	133 890	-	133 890	147 279	162 007	178 207

The following table sets out the municipalities main performance objectives and benchmarks for the 2013/154 MTREF.

Table 32 MBRR 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
Borrowing Management											
Credit Rating			A3.za	A3.za	A3.za	A3.za	A3.za	A3.za			
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	0.0%	0.1%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.3%	1.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital											
Gearing	Long Term Borrowing/ Funds & Reserves	-4.6%	2.9%	1.6%	1.3%	0.2%	0.2%	0.2%	0.2%	0.2%	0.1%
Liquidity											
Current Ratio	Current assets/current liabilities	3.5	3.6	2.7	2.6	3.2	3.2	3.2	3.6	3.3	3.1
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	3.5	3.6	2.7	2.6	3.2	3.2	3.2	3.6	3.3	3.1
Liquidity Ratio	Monetary Assets/Current Liabilities	3.1	3.2	2.5	2.2	2.8	2.8	2.8	3.2	2.9	2.7
Revenue Management											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		40.6%	38.2%	30.1%	91.5%	19.9%	19.9%	0.0%	93.2%	95.0%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)			40.7%	38.3%	30.1%	91.5%	19.9%	19.9%	0.0%	93.2%	95.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	12.2%	12.6%	7.9%	12.1%	10.2%	10.2%	10.2%	9.8%	10.1%	9.8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
Creditors Management											
Creditors System Efficiency	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))	81.0%	0.0%	95.0%	0.0%	0.0%	0.0%	0.0%	100.0%	100.0%	100.0%
Creditors to Cash and Investments		37.1%	38.1%	44.5%	58.2%	-58.1%	-58.1%	63.0%	27.5%	28.8%	8.9%
Other Indicators											
Electricity Distribution Losses (2)	Total Volume Losses (kW)	0	0	0	0	0	0	0	0	0	0
	Total Cost of Losses (Rand '000)	-	-	-	-	-	-	-	-	-	-
Water Distribution Losses (2)	Total Volume Losses (kℓ)	3 982 919	3 118 299	4 293 655	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000
	Total Cost of Losses (Rand '000)	33 417	23 138	37 441	83 720	83 720	83 720	83 720	91 760	97 280	103 120
Employee costs	Employee costs/(Total Revenue - capital revenue)	33.6%	32.3%	37.0%	37.5%	34.1%	34.1%	34.1%	37.9%	39.8%	39.2%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	35.4%	33.9%	38.7%	38.6%	35.1%	35.1%		38.9%	40.9%	40.4%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	2.0%	1.0%	1.1%	2.6%	2.5%	2.5%		2.6%	2.7%	2.7%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	11.6%	9.9%	10.6%	8.5%	7.7%	7.7%	7.7%	8.1%	8.5%	8.1%
IDP regulation financial viability indicators											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	3.0	3.5	5.3	8.2	8.2	8.2	10.4	11.8	10.9	12.0
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	90.6%	82.9%	38.4%	79.4%	74.0%	74.0%	74.0%	52.0%	51.8%	51.8%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	7.1	6.2	5.8	5.1	(2.6)	(2.6)	2.4	5.2	5.0	16.1

2.3.1 Performance indicators and benchmarks

2.3.3.1 Borrowing Management

Capital expenditure in local government can be funded by capital grants, own-source revenue and long term borrowing. The ability of a municipality to raise long term borrowing is largely dependent on its creditworthiness and financial position. The Amathole District Municipality does not have borrowings and therefore the borrowing strategy development is not applicable to the district. Capital expenditure is funded mostly by capital grants and to a much lesser extent, own revenue.

2.3.1.1 *Safety of Capital*

- *The debt-to-equity ratio* is a financial ratio indicating the relative proportion of equity and debt used in financing the municipality's assets. The indicator is based on the total of loans, creditors, and overdraft and tax provisions as a percentage of funds and reserves. During the 2011/12 financial year the ratio level was at 5% and as at February 2012/13 using the current financial position, the ratio indicates a decrease to 3% which indicates that the municipality is sustainable for the forecasted years. The municipality does not operate on an overdraft and past history indicates that the municipality has not operated on an overdraft.
- *The gearing ratio* is a measure of the total long term borrowings over funds and reserves. The ratio assists in assessing whether the municipality has too much financial leverage (leverage is the use of debt to finance assets) or is capable of taking on further debt. In other words this ratio assists the municipality to assess the risks it faces in terms of its debt load. A ratio of in excess of 100% indicates that the municipality has high leverage and therefore higher risk i.e. to make repayments (both capital and interest) as financing costs are high. A ratio of below 100% indicates that the company has low leverage and may have the opportunity to incur more debt to increase service delivery. Between 2008/09 and 2012/13 the municipality did not commit itself to any long term borrowing which has resulted in the low gearing of this ratio.

2.3.1.2 *Liquidity*

- Liquidity ratios provide an indication of the municipality's ability to pay its short term debts in the short-term (viability of an entity). These ratios focus on current assets (debtors, bank and cash, inventory) and current liabilities (trade and sundry creditors, provisions, accruals).
- *The Current ratio* is a measure of the current assets divided by the current liabilities of which the benchmark (acceptable norm) is considered to be 2:1 i.e. the current assets are double the current liabilities. the Amathole District Municipality has retained a current ratio above the acceptable norm of 2:1. The current ratio for 2008/09 to 2012/13 financial years has exceeded the acceptable norm. As at February 2012/13 the current ratio yields a ratio of 3:1. This and past trends indicate that the municipality should be able to maintain a ratio above the acceptable norm for the forecasted year 2013/14.
- *The asset test ratio* is a measure of the ability of the municipality to utilize cash and cash equivalents to extinguish or retire its current liabilities immediately. Ideally the municipality should have the equivalent cash and cash equivalents on hand to meet at least the current liabilities, which should translate into a liquidity ratio of 1:1, being the acceptable norm. Anything below 1 indicates a shortage in cash to meet creditor obligations. For the 2012/13 financial year the ratio was above the norm of 1:1, thereby indicating that the Amathole District Municipality is able to pay its debts when due. It is envisaged that this will be the situation in 2013/14.

2.3.1.3 Revenue Management

- *As part of the financial sustainability strategy, an aggressive revenue management framework has been drafted to increase cash inflow, not only from current billings but also from debtors that are in arrears in excess of 90 days. A debt collector has been appointed to assist in collecting outstanding debts from businesses and domestic consumers. The intention of the strategy is to streamline the revenue value chain by ensuring accurate billing, customer service, and credit control and debt collection. A task team has been appointed to assist in following up outstanding debts from government departments.*

2.3.1.4 Creditors Management

- The ratio must be compared to the municipality's credit terms which it receives from customers and that determined by the MFMA to determine whether the management of accounts payable is effective or not. The longer the credit terms the better for the municipality as the credit is usually interest free. Trade creditors carry no explicit cost. However, when cash discounts are being offered, the cost of not taking the discount is an implicit cost. Additional strain is placed on working capital requirements if creditor's payment days are significantly less than the debtor's collection period.
- This is the situation at the Amathole District Municipality as creditors are to be paid within 30 days while debtors are taking longer than 30 days to settle accounts. The Amathole District Municipality is focusing on ensuring that creditors are settled within the legislated 30 days of invoice.

2.3.1.5 Other Indicators

- The water distribution losses are still difficult for the Amathole District Municipality (ADM) to accurately determine as there is still a large number of unmetered Erven. In order to address this, the ADM had embarked on an extensive data cleansing exercise (in order to better match the existing water meters with the correct Erven and property owner, this will improve billing / revenue collection as well as improve the accuracy of water balances). Another intervention also focusing on updating the billing data on our financial system is that of Service Coverage conducted by Engineering Department with the purpose of capturing all the services provided by ADM to each and every ERF within the District. The ADM has also set aside R 5 000 000 from its refurbishment budget to purchase new domestic meters as well as R 27 000 000 from its drought relief budget for water conservation and demand management (of which a major component is for domestic meter installation).
- As distribution losses are still difficult to determine, the ADM instead measures non-revenue water on a monthly basis. Water Distribution losses would make up a component of this but would not be the only contributing factor. Un-metered connections and communal standpipes in areas that are only supplied with an RDP level of service would also contribute to non-revenue water which currently varies between 65% and 85%. The imminent domestic installation programme and Water Conservation and Demand Management Projects, is expected to reduce this considerably

2.3.1.6 *Free Basic Services: basic social services package for indigent households*

- For the 2012/13 financial year, 1 863 registered indigents have been approved and subsidy granted to them. The subsidy is granted for a period not exceeding 12 months, it is the responsibility of the consumer to re – apply at the end of the period. In cases where the financial status of the indigent consumer changes during the 12 month period the subsidy is cancelled. Three months prior the expiry of the subsidy, the consumers are advised about their subsidies that are about to expire. Municipality is aiming at increasing its indigent registration, by campaigning and doing door to door registration. In terms of the Municipality's indigent policy, registered indigents are entitled to 6 kl free water, any excess is billed against the consumer, no basic water charge, no flat rate charge for water, they pay no water and sanitation connection fees, they pay a reduced water deposit, no VIP and bucket clearance fee, and no charge for fire services.
- Note that the number of households in informal areas that receive free services and the cost of these services (e.g. the provision of water through stand pipes, water tankers, etc) are not taken into account in the table noted above

2.3.1.7 *Providing clean water and managing waste water*

The Municipality is the Water Services Authority for the entire municipality, except for Buffalo City, who has been a Water Authority in its own right since 1993 and is also has now become a metro in 2012/13, in terms of the Water Services Act, 1997 and acts as water services provider.

Approximately 30 per cent of the Amathole District Municipality's (ADM) bulk treated water is purchased from the Amatola Water Board (AW), 62 per cent is produced at ADM's own water purification plants while the remaining 8 per cent is abstracted from ground water sources which are also managed by the ADM.

The Department of Water Affairs conducts an annual performance rating of water treatment works, presenting a Blue Drop or Green Drop award respectively to potable water treatment works and waste water treatment works that meet certain criteria of excellence.

The ADM has recently taken a decision to terminate its three year Bulk Services Support Contract (Different from the Bulk Water Purchases Construct) and will take back the full operations, maintenance and management of ADM owned Water and Waste Water Treatment facilities. The timing and roll out of the termination is still being negotiated with AW.

Below are some of the the main challenges facing the ADM in meeting Blue and Green Drop Requirements:

- The infrastructure at most of the waste water treatment works is old and insufficient to treat the increased volumes of waste water to the necessary compliance standard;
- Shortage of skilled personnel makes proper operations and maintenance difficult;
- Electrical power supply to some of the plants is often interrupted which hampers the purification processes; and
- There is a lack of proper regional catchment management, resulting in storm water entering the sewerage system.

The following are some of the steps that have been taken to address these challenges:

- MIG funding has been approved for the upgrade of a number of the Waste Water Treatment Works;
- ADM allocated R28 million of its own funding for refurbishment of water and waste water treatment facilities during the 2010/2011 financial year
- The filling of vacancies has progressed well and over 80 process controllers have undergone training through the Buffalo City Technikon and the Water Academy training institution.

2.4 Overview of budget related-policies

The Amathole District Municipality's budgeting process is guided and governed by relevant legislation, frameworks, strategies and related policies.

2.4.1 Review of credit control and debt collection procedures/policies

The reviewed Credit Control and Debt Collection Policy was approved by Council on 23 March 2012. While the adopted policy is credible, sustainable, manageable and informed by affordability and value for money, there was a need to review certain components to achieve a higher collection rate. Some of the possible revisions will include emphasising the schedule 1 & 2 of the Municipal Systems Act that allows the council to take necessary steps if the code stated on this schedule is contravened by the Staff and Councillors of the Amathole District Municipality Council. In addition emphasis will be placed on speeding up the indigent registration process to ensure that credit control and debt collection efforts are not fruitlessly wasted on these debtors.

The 2013/14 MTREF has been prepared on the basis of achieving an average debtors' collection rate of 50 per cent on current billings. In addition the collection of debt in excess of 90 days has been prioritised as a pertinent strategy in increasing the municipality's cash levels.

2.4.2 Asset Management Policy

The purpose of the asset management policy is to govern the management of assets owned by the Amathole District Municipality to ensure that they are managed, controlled, safeguarded and used in an efficient and effective manner. The policy gives guidance on issues of impairment, depreciation, asset register and disposal of assets etc.

Assets need to be depreciated in accordance with GRAP 17, where the requirements and guidance relating to the accounting treatment of depreciation are set out. A test for impairment needs to be conducted every financial year, to assess whether the impairment of assets is necessary.

All assets of the municipality need to be registered in the asset register. The asset register should be GRAP compliant. In accordance with GRAP 17, Property Plant and Equipment shall be eliminated from the Statement of Financial Position on disposal or when the asset is permanently withdrawn from use and no future economic benefits or service potential are expected.

2.4.3 Budget Adjustment Policy

The adjustments budget process is governed by various provisions in the MFMA and is aimed at instilling and establishing an increased level of discipline, responsibility and accountability in the financial management practices of municipalities. To ensure that the district continues to deliver on

its core mandate and achieves its developmental goals, the mid-year review and adjustment budget process will be utilised to ensure that underperforming functions are identified and funds redirected to performing functions.

2.4.4 Supply Chain Management Policy

The Supply Chain Management Policy was adopted by the Amathole District Municipality (ADM) on 31 August 2010, in terms of section 111 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003). The policy is currently under review.

The targeted mechanism of the Policy which enhances the development of Historically Disadvantaged Individuals (HDIs) and Historically Disadvantaged Companies (HDCs) clearly demonstrates the focus of the policy.

Major achievements and goals have been realized through the targeted procurement processes and Policies of the ADM. The future focus will be to further enhance the Policy by considering new legislation that has been enacted.

The empowerment (BEE) goals have been reviewed and amended to be in-line with current trends and to be realistic in terms of Council's performance.

Other amendments related to policy gaps and policy performances have been included in the policy to strengthen and enhance the current policy.

A further review will be undertaken in the 2012/13 financial year. The SCM summit will be held in quarter one of the 2012/13 financial year, the outcomes of which will impact on the review of the policy.

2.4.5 Budget and Virement Policy

The Budget and Virement Policy aims to empower senior managers with an efficient financial and budgetary amendment and control system to ensure optimum service delivery within the legislative framework of the MFMA and the municipality's system of delegations. The Budget and Virement Policy was approved by Council in August 2010.

2.4.6 Tariff Policies

The Amathole District Municipality's reviewed Tariff policy (which includes Water & Sanitation, Building Plan Fees, Calgary Museum & Conference Centre Fees, Eastern Region Solid Waste Tariffs, Fire Services Tariffs, Fines & Offences, Air Pollution & Waste Management and Violation of Municipal Health by Laws), Credit Control and Debt Collection Policy and Indigent Policy were submitted to Council on 23 March 2012. The policies have been approved.

2.5 Overview of budget assumptions

2.5.1 External factors

Domestically, after five years of strong growth, during which about two million jobs were created, our economy shrank by an estimated 1.8 per cent last year and about 900 000 people lost their jobs. It is expected that recovery from this deterioration will be slow and uneven, and that growth for 2011 will be 2.3 per cent rising to 3.6 per cent by 2012.

Owing to the economic slowdown, financial resources are limited due to reduced payment levels by consumers. This has resulted in declining cash inflows, which has necessitated restrained expenditure to ensure that cash outflows remain within the affordability parameters of the municipality's finances.

2.5.2 General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2012/13 MTREF:

- National Government macro economic targets
- The general inflationary outlook and the impact on residents and businesses within ADM district
- The impact of municipal cost drivers
- The increase in prices for bulk water
- The increase in the cost of remuneration.

The total Salaries budget, including social contributions and remuneration of Councillors, constitutes 28.53 % of the overall budgeted expenditure for 2013/14.

From the initial stages of the budgeting process, an overall 7.5% increase was applied to salaries, to accommodate the possible proposed wage increase, with CPI average from February 2012 to January 2013 being 5.59%.

Other increases applied to Salary related costs based on current trends are as follows:

7.5% increase for Travel Allowances

12% increase for Medical Aid up to the maximum contribution of R3 281 by Council

7.5% increase for Group Life

The 7.5% budget increase was applied to all employees, including Councillors and Section 57 employees. The 7.5% is also applied to the minimum wage of R4 927 per month as at 1 January 2013.

2.5.3 Credit rating outlook

Table 33 Credit rating outlook

Security class	Currency	Rating	Annual rating 2009/10	Previous Rating
Short term	Rand	Prime -1	20 April 2010	Prime -1
Long-term	Rand	Aa3	20 April 2010	Aa3
Outlook	Rand	Negative	20 April 2010	Negative

The rating definitions are:

- Short term : Prime – 1
Short-Term Debt Ratings (maturities of less than one year)
Prime-1 (highest quality)
- Long-term : Aa3
Defined as high-grade. “Aa” rated are judged to be of high quality and are subject to very low credit risk.

2.5.4 Interest rates for borrowing and investment of funds

- The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The Amathole District Municipality does not have any current loans, neither does it anticipate taking out any loans in the MTREF.
- The municipality currently has capital of R460 million invested with financial institutions in accordance with its banking and investment policy. The surplus funds are as a result of implementing the Regional Services Levies. As at end February 2012/13 these investments were earning interest at an average rate of 5.52%. The rate of return is based on prevailing market conditions.

2.5.5 Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at due to the actions to be taken on increasing the indigent register. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage (32 per cent) of annual billings. Cash flow is assumed to be 47.35 per cent of billings, which will be due to an increase in indigent register.

2.5.6 Salary increases

The collective agreement regarding salaries/wages came into operation on 1 July 2009 and shall remain in force until 30 June 2012. Year three is an increase of CPI plus 2 per cent as long as the CPI is above 5 per cent. As this was not the case, negotiations will re-open and a percent of 7.5 per cent increase was utilised for budgeted for the 2012/13 financial year. From the initial stages of the budgeting process, an overall 7.5% increase was applied to salaries, to accommodate the possible proposed wage increase, with CPI average from February 2011 to January 2012 being 5.2%.

2.5.7 Ability of the municipality to spend and deliver on the programmes

It is estimated that the budget for the 2013/14 MTREF will be fully spent, including the MIG allocation for capital projects.

2.6 Overview of budget funding

2.6.1 Medium-term outlook: operating revenue

The following table is a breakdown of the operating revenue over the medium-term:

Table 34 Breakdown of the operating revenue over the medium-term

Description	2012/13 Medium Term Revenue & Expenditure Framework		
	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2013/14
R thousands			
Service charges	127,752	133,715	140,636
Investment revenue	15,000	15,750	16,695
Transfers recognised - operational	555,893	600,417	637,103
Other own revenue	190,063	204,634	227,334
Total Revenue (excluding capital transfers and contributions)	888,707	954,516	1,021,768
Total Operating Expenditure	888,707	954,516	1,021,768
Surplus/(Deficit) for the year	-	-	-

The following graph is a breakdown of the revenue per main category for the 2013/14 financial year.

INCOME 2013/14

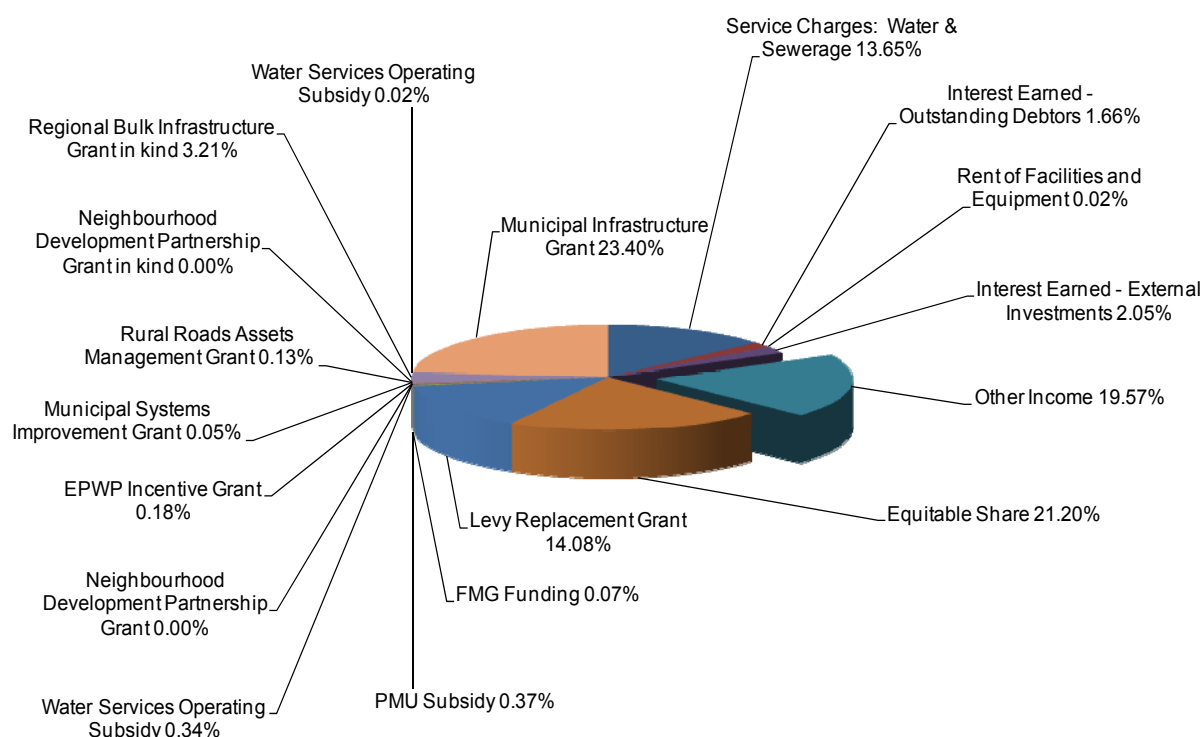


Figure 6 Breakdown of Revenue over the 2012/2013 MTREF

Main Breakdown of Revenue over the 2012/13 MTREF

ADM is a grant dependent municipality and tariff setting focuses on affordable tariffs for the consumers, with revenue raised from water and sanitation only contributing 13.65 per cent of overall operating revenue. ADM derives most of its revenue from operating and capital grants from organs of state and prior year

income which is brought in to fund non cash flow items such as depreciation, provision for bad debts and post retirement benefits.

The revenue strategy is a function of key components such as:

- Revenue management and enhancement;
- Improving the annual collection rate for consumer revenue;
- National Treasury guidelines;
- Determining tariff escalation rate by establishing affordability levels;

The proposed tariff increases for the 2013/14 on the different revenue categories are:

Table 35 Proposed Tariff Increases over the medium term

CONSUMER GROUPS	FIXED MONTHLY CHARGE	VOLUME TARIFF AS A PERCENTAGE OF BASE TARIFF	CALCULATED VOLUME TARIFF	BUDGETED NUMBER OF CONSUMERS	TOTAL ANNUAL FIXED CHARGES	TOTAL VOLUME IN EACH STEP	TOTAL ANNUAL VOLUME CHARGES	TOTAL CHARGES (VOLUME PLUS FIXED)
	R/month	%	R/kl		R'000	kl/annum	R'000	R'000
BASE TARIFF FOR CALCULATION PURPOSES			R 18.03					
COMMERCIAL AND INSTITUTIONAL				2 440	3 345	3 834 872	70 059	73 405
Industrial	R 114.26	105%	R 18.94	0	0	0	0	0
Business	R 114.26	105%	R 18.94	1 517	2 080	996 462	18 869	20 949
Schools	R 114.26	100%	R 18.03	0	0	0	0	0
Churches	R 114.26	100%	R 18.03	209	287	54 303	979	1 266
Government	R 114.26	100%	R 18.03	459	629	2 450 794	44 199	44 829
Municipal	R 114.26	100%	R 18.03	212	291	111 828	2 017	2 307
Farms	R 114.26	100%	R 18.03	7	10	514	9	19
Other	R 114.26	100%	R 18.03	18	25	11 182	202	226
Hospitals	R 114.26	100%	R 18.03	18	25	209 789	3 783	3 808
Other 4	R 40.00	100%	R 18.03					0
HOUSEHOLDS				200 075	10 113	21 491 584	113 923	124 036
Standpipes	0	0%	R 0.00	179 007	0	6 444 252	0	0
Unmetered	0	0%	R 0.00	1	0	8 624 259	0	0
Metered	R 40.00	100%	R 18.03	21 067	10 113			10 113
0 to 6 kl		60%	R 10.82			1 471 319	15 921	15 921
>6 to 15 kl		70%	R 12.62			1 387 894	17 521	17 521
>15 to 25kl		100%	R 18.03			581 449	10 486	10 486
>25 to 40 kl		120%	R 21.64			455 047	9 848	9 848
>40 to 500kl		130%	R 23.45			2 032 649	47 656	47 656
>500 kl		140%	R 25.25			494 714	12 491	12 491
0 to 6 kl - indigent		0%	R 0.00			47 101		
TOTAL				202 515	13 458	25 326 456	183 983	197 441
REVENUE REQUIRED (FROM EXPENDITURE SHEET)								197 441
SURPLUS/ (SHORTFALL)								0

Services charges of R240 523 621 relating to water and sanitation contribute 18 per cent of the overall revenue for the 2013/14 financial year and increase to R264 860 000 by 2015/16.

Operational grants and subsidies amount to R639 969 000, R677 003 000 and R710 492 000 for each of the respective financial years of the MTREF.

Investment revenue contributes marginally to the revenue base, with a budget allocation of R25, R24, R26 million for the respective three financial years of the 2013/14 MTREF. It needs to be noted that these allocations have been conservatively estimated and as part of the cash backing of reserves and provisions. The actual performance against budget will be carefully monitored.

The tables below provide detail investment information and investment particulars by maturity.

Table 36 MBRR SA15 – Detail Investment Information

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
R thousand										
Parent municipality										
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank		-	-	471 109	-	-	-	460 000	460 000	460 000
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										
Municipality sub-total	1	-	-	471 109	-	-	-	460 000	460 000	460 000
Entities										
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										
Entities sub-total		-	-	-	-	-	-	-	-	-
Consolidated total:		-	-	471 109	-	-	-	460 000	460 000	460 000

Table 37 MBRR SA16 – Investment particulars by maturity

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
		Yrs/Months								Rand thousand	
Parent municipality											
INVESTEC		12	FIXED DEPOSIT	Yes	Variable	5.59	0		30 June 2014	92 000	-
STANDARD BANK		12	FIXED DEPOSIT	Yes	Variable	5.58	0		30 June 2014	92 000	-
ABSA		12	FIXED DEPOSIT	Yes	Variable	5.37	0		30 June 2014	92 000	-
RMB		12	FIXED DEPOSIT	Yes	Variable	5.61	0		30 June 2014	92 000	-
NEDBANK		12	FIXED DEPOSIT	Yes	Variable	5.61	0		30 June 2014	92 000	-
Municipality sub-total										460 000	-
Entities											
ASPIRE										1	-
Entities sub-total										1	-
TOTAL INVESTMENTS AND INTEREST	1									460 001	-

2.6.2 Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2012/13 medium-term capital programme:

Table 38 Sources of capital revenue over the MTREF new table

Name of Grant	Transferring department	AMOUNT
MIG projects	Department of Co-operative Governance and Traditional Affairs	412 147 000
Neighbourhood Development Programme Grant	National	-
Regional Bulk Infrastructure Grant	Department of Water Affairs	56 504 000
Rural Roads Assets Management Grant	Department of Transport	2 347 000
Internally Funded (Furniture, Equipment, Computers Vehicles)	Internally funded	52 980 058
GRAND TOTAL:		523 978 058

The above table is graphically represented as follows for the 2013/14 financial year.

CAPITAL SOURCE OF FUNDING 2013/14

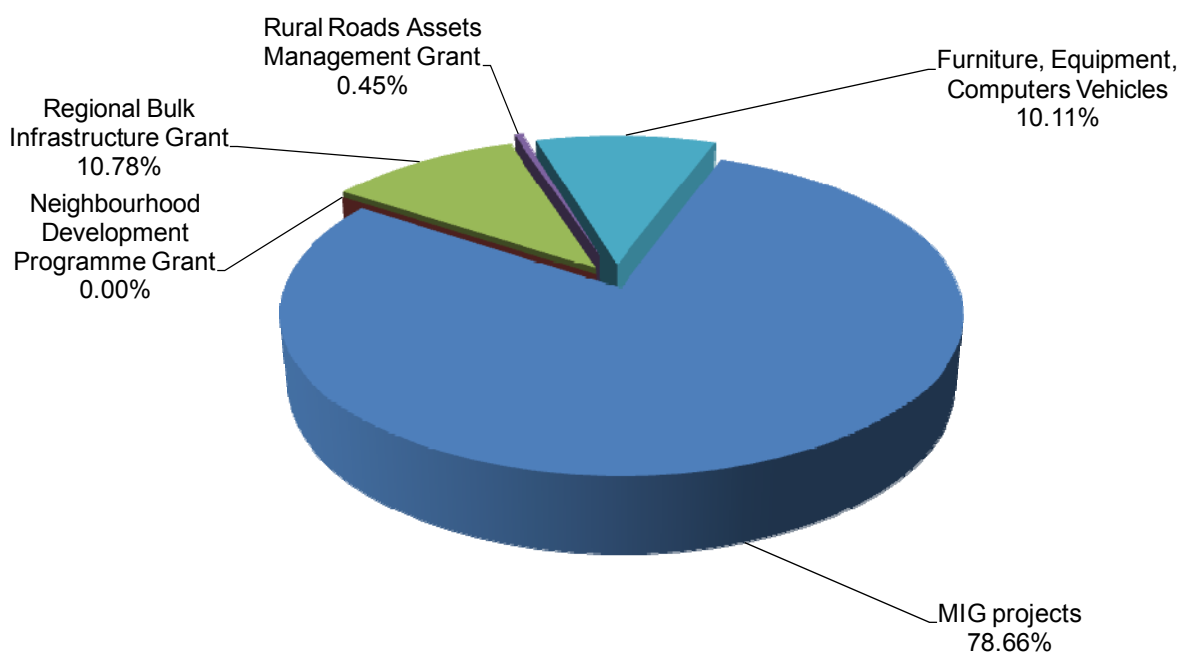


Figure 7 Sources of Capital Revenue for the 2013/14 financial year

Table 39 MBRR Table SA 17 - Detail of borrowings

Borrowing - Categorised by 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
Parent municipality										
Long-Term Loans (annuity/reducing balance)		-	-	-	-	-	-	-	-	-
Long-Term Loans (non-annuity)		-	-	-	-	-	-	-	-	-
Local registered stock		-	-	-	-	-	-	-	-	-
Instalment Credit		-	-	-	-	-	-	-	-	-
Financial Leases		265	538	299	237	299	299	299	299	139
Municipality sub-total	1	265	538	299	237	299	299	299	299	139
Entities										
Entities sub-total	1	-	-	-	-	-	-	-	-	-
Total Borrowing	1	265	538	299	237	299	299	299	299	139

Capital expenditure in local government can be funded by capital grants, own-source revenue and long term borrowing. The ability of a municipality to raise long term borrowing is largely dependent on its

creditworthiness and financial position. The Amathole District Municipality does not have borrowings and therefore the borrowing strategy development is not applicable to the district. Capital expenditure is funded mostly by capital grants and to a much lesser extent, own revenue

Figure 8

The Amathole District Municipality does not have borrowings and therefore the borrowing strategy development is not applicable to the district. Capital expenditure is funded mostly by capital grants and to a much lesser extent, own revenue.

Table 40 MBRR Table SA 18 - Capital 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
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		415 367	513 538	533 924	614 117	614 117	614 117	633 196	670 503	703 992
Local Government Equitable Share		225 743	289 469	313 408	583 540	583 540	583 540	621 631	662 019	694 475
Rsc Levy Replacement		175 737	191 571	203 595	-	-	-	-	-	-
Finance Management		750	1 000	1 250	1 096	1 096	1 096	1 250	1 250	1 250
Municipal Systems Improvement		735	718	790	877	877	877	890	934	967
Mdrg - Municipal Drought Relief Grant		-	12 264	-	-	-	-	-	-	-
Epwp - Extended Public Works Program		-	7 457	7 126	6 022	6 022	6 022	3 125	-	-
Pmu - Project Management Unit		-	-	-	-	-	-	-	-	-
Dwa - Department Of Water Affairs Water Operating		12 402	11 059	7 755	18 281	18 281	18 281	6 000	6 000	7 000
Ndpg In Kind		-	-	-	4 300	4 300	4 300	300	300	300
Provincial Government:		2 177	3 035	-	-	-	-	-	-	-
Health Subsidy		2 177	3 035	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other transfers/grants		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Other transfers/grants		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	417 544	516 573	533 924	614 117	614 117	614 117	633 196	670 503	703 992
Capital Transfers and Grants										
National Government:		237 389	334 948	488 528	507 429	507 429	507 429	470 998	667 029	957 952
Municipal Infrastructure Grant (MIG)		208 752	263 396	366 308	389 786	389 786	389 786	412 147	454 921	545 174
Public Transport and Systems		13 330	-	886	-	-	-	-	-	-
Rural Transport Services and Infrastructure		-	-	1 687	1 558	1 558	1 558	2 347	2 708	2 778
Regional Bulk Infrastructure		10 807	29 147	48 197	51 929	51 929	51 929	56 504	209 400	410 000
Neighbourhood Development Partnership		4 500	42 405	71 450	64 156	64 156	64 156	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Current Year Receipts		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Current Year Receipts		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Current Year Receipts		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	237 389	334 948	488 528	507 429	507 429	507 429	470 998	667 029	957 952
TOTAL RECEIPTS OF TRANSFERS & GRANTS		654 933	851 521	1 022 452	1 121 546	1 121 546	1 121 546	1 104 194	1 337 532	1 661 944

2.6.3 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understand ability for councillors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provided for as cash inflow based on actual performance.

Table 41 MBRR Table A7 - Budget cash flow statement

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											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		-	-	-	393 170	393 170	393 170	-	393 785	410 162	-
Government - operating	1	-	-	-	613 317	613 317	613 317	-	634 584	684 757	-
Government - capital	1	-	-	-	459 560	459 560	459 560	-	448 822	497 062	-
Interest		-	-	-	54 394	54 394	54 394	-	57 277	58 726	-
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		-	-	-	(853 776)	(853 776)	(853 776)	-	(892 325)	953 842	-
Finance charges		-	-	-	(32)	(32)	(32)	-	34	(52)	-
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	-	-	666 634	666 634	666 634	-	642 177	2 604 496	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
Payments											
Capital assets		-	-	-	(511 841)	(511 841)	(511 841)	-	(479 093)	(526 926)	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	-	-	(511 841)	(511 841)	(511 841)	-	(479 093)	(526 926)	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-
Payments											
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		-	-	-	154 792	154 792	154 792	-	163 084	2 077 570	-
Cash/cash equivalents at the year begin:	2	-	-	-	154 792	154 792	154 792	154 792	163 016	326 100	2 403 670
Cash/cash equivalents at the year end:	2	-	-	-	309 585	309 585	309 585	154 792	326 100	2 403 670	2 403 670

From the 2009/10 financial year, the cash and cash equivalents continue reflecting a positive cash balance of R279.7 million to R374.1 million with the approved 2012/13 MTREF. Various cost efficiencies and savings had to be realised to ensure that the municipality meets its operational expenditure commitments. These initiatives and interventions have translated into a positive cash growth for the municipality.

2.6.4 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

Cash backed accumulated revenue surpluses are used to provide working capital. Operational cash flow deficits and surpluses are forecasted and managed on a daily basis within available cash resources and banking facilities.

All statutory funds and reserves, including unspent grants, are fully cash backed. Long-term provisions are cash backed and actual expenditure is projected for the budget year.

A surplus would indicate that sufficient cash is available for application.

The budget year indicates a balanced budget, which is an appropriate outcome.

Table 42 MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Cash and investments available											
Cash/cash equivalents at the year end	1	35 333	(191 577)	(760 505)	(1 297 933)	(972 870)	(1 510 297)	(775 855)	(1 399 380)	(2 027 075)	(2 711 852)
Other current investments > 90 days		632 584	940 817	1 518 416	2 155 308	921 481	2 316 284	775 855	2 205 367	2 850 361	3 553 302
Non current assets - Investments	1	1	1	1	1	-	1	-	1	1	1
Cash and investments available:		667 918	749 241	757 912	857 377	(51 389)	805 988	-	805 988	823 287	841 451
Application of cash and investments											
Unspent conditional transfers		195 108	127 484	120 997	151 754	-	151 754	-	179 485	188 460	197 883
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	171 501	161 163	206 473	114 961	-	124 188	-	237 389	197 345	394 956
Other provisions		7 418	-	-	8 843	-	8 843	-	9 462	10 125	10 834
Long term investments committed	4	195 108	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		569 135	288 646	327 470	275 558	-	284 785	-	426 337	395 930	603 672
Surplus(shortfall)		98 782	460 595	430 442	581 819	(51 389)	521 203	-	379 651	427 358	237 780

- Unspent conditional transfers (grants) are automatically assumed to be an obligation, as the municipality has received government transfers in advance of meeting the conditions. Ordinarily, unless there are special circumstances, the municipality is obligated to return unspent conditional grant funds to the national revenue fund at the end of the financial year. In the past these have been allowed to 'roll-over' and be spent in the ordinary course of business, but this practice has been discontinued. During the 2012/13 financial year the municipality was required to supply National Treasury with a detailed analysis of the unspent grants as well as an action plan of spending the grants. For the 2012/13 financial this liability has been provided for, as it is assumed that any unspent funds will be approved for roll over by National Treasury.
- Unspent portion of internally funded projects are an obligation as the total amount will be rolled over if unspent, and possibly re-allocated to alternative projects
- Trade and other payables are also provided for as these represent obligations of the municipality which are to be settled within 12 months.
- Post employment benefit options are determined by actuarial valuation
- Finance & Operating Lease liabilities
- Consumer Deposits
- Leave Provision
- Refurbishment allocation for infrastructure assets
- The main purpose of other working capital is to ensure that sufficient funds are available to meet obligations as they fall due. The reconciliation of the cash reserves to commitments indicates the extent to which cash is available to settle Council's obligations as they become due.

For the purpose of the cash backed reserves and accumulated surplus reconciliation a working capital provision equivalent to three month's operational expenditure is deemed to be prudent by the municipality to cover any requirements. However, at the end of February 2011, the net cash available fell below the 3 month funding level.

The municipality has not as yet depleted all cash reserves, but the fact that the working capital provision has fallen below the 3 month level is a serious concern and should be considered a strategic risk to the financial stability of the municipality.

2.6.5 Funding compliance measurement

National Treasury requires that the municipality assess its financial sustainability against fourteen different measures that look at various aspects of the financial health of the municipality. These measures are contained in the following table. All the information comes directly from the annual budgeted statements of financial performance, financial position and cash flows. The funding compliance measurement table essentially measures the degree to which the proposed budget complies with the funding requirements of the MFMA. Each of the measures is discussed below.

Table 43 MBRR SA10 – Funding compliance 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
Funding measures												
Cash/cash equivalents at the year end - R'000	18(1)b	1	279 773	291 721	346 293	309 585	(168 060)	(168 060)	154 792	373 136	373 136	1 273 136
Cash + investments at the yr end less applications - R'000	18(1)b	2	343 140	310 631	185 532	564 555	88 843	88 843	535 352	319 103	221 408	149 627
Cash year end/monthly employee/supplier payments	18(1)b	3	7.1	6.2	5.8	5.1	(2.6)	(2.6)	2.4	5.2	5.0	16.1
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	28.4%	41.9%	(12.4%)	(6.0%)	(6.0%)	(6.0%)	42.8%	(0.9%)	(1.2%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	40.7%	38.3%	30.1%	91.5%	19.9%	19.9%	0.0%	93.2%	95.0%	95.2%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	57.1%	78.6%	90.8%	39.7%	39.7%	39.7%	39.7%	19.2%	18.6%	19.3%
Capital payments % of capital expenditure	18(1)c;19	8	62.3%	185.3%	99.8%	100.0%	99.9%	99.9%	0.0%	103.7%	100.0%	9.9%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.3%	1.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								99.6%	100.4%	100.3%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	22.9%	(31.5%)	93.4%	(6.8%)	0.0%	0.0%	4.6%	4.6%	4.7%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	21.1%	5.9%	0.7%	14.2%	0.0%	0.0%	6.0%	6.0%	6.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.5%	0.3%	0.3%	1.0%	0.9%	0.9%	1.0%	1.0%	1.0%	0.9%
Asset renewal % of capital budget	20(1)(vi)	14	1.0%	2.7%	4.4%	3.5%	3.0%	3.0%	0.0%	2.2%	1.2%	2.5%

2.6.5.1 Cash/cash equivalent position

The municipality's forecast cash position was discussed as part of the budgeted cash flow statement. A 'positive' cash position, for each year of the MTREF would generally be a minimum requirement, subject to the planned application of these funds such as cash-backing of reserves and working capital requirements.

If the municipality's forecast cash position is positive, for any year of the medium term budget, it is highly probable that the budget is likely to meet MFMA requirements or be sustainable. The forecasted cash and cash equivalents for the 2013/14 MTREF shows of R539 mill, 463 and a positive R 417million for each respective financial year. Various cost efficiencies and savings had to be realised to ensure that the municipality meets its operational expenditure commitments. These initiatives and interventions have translated into a positive cash growth for the municipality.

2.6.5.2 Cash plus investments less application of funds

The purpose of this measure is to understand how the municipality has applied the available cash and investments as identified in the budgeted cash flow statement. The detail reconciliation of the cash backed reserves/surpluses is contained in Table 25, on page 25. The reconciliation is intended to be a relatively simple methodology for understanding the budgeted amount of cash and investments available with any planned or required applications to be made. This has been extensively discussed above.

2.6.5.3 Monthly average payments covered by cash or cash equivalents

The purpose of this measure is to understand the level of financial risk should the municipality be under stress from a collection and cash in-flow perspective. Regardless of the annual cash position an evaluation should be made of the ability of the municipality to meet monthly payments as and when they fall due. It is especially important to consider the position should the municipality be faced with an unexpected disaster that threatens revenue collection such as drought boycotts. As part of the 2013/14 MTREF the municipalities improving cash position causes the ratio to move upwards to (5.0) and then to (14.5) for the outer years.

2.6.5.4 Surplus/deficit excluding depreciation offsets

The main purpose of this measure is to understand if the revenue levels are sufficient to conclude that the community is making a sufficient contribution for the municipal resources consumed each year. An 'adjusted' surplus/deficit is achieved by offsetting the amount of depreciation related to externally funded assets. Municipalities need to assess the result of this calculation taking into consideration its own circumstances and levels of backlogs. If the outcome is a deficit, it may indicate that service charges are insufficient to ensure that the community is making a sufficient contribution toward the economic benefits they are consuming over the medium term. For the 2012/13 MTREF the indicative outcome is a surplus of R421 million, R419 million and R600 million...

It needs to be noted that a surplus does not necessarily mean that the budget is funded from a cash flow perspective and the first two measures in the table are therefore critical.

2.6.5.5 Service charge revenue as a percentage increase less macro inflation target

The purpose of this measure is to understand whether the municipality is contributing appropriately to the achievement of national inflation targets. This measure is based on the increase in 'revenue', which will include both the change in the tariff as well as any assumption about real growth such as new property development, services consumption growth etc.

The factor is calculated by deducting the maximum macro-economic inflation target increase (which is currently 3 - 6 per cent). The result is intended to be an approximation of the real increase in revenue. The 2013/14 real increase is 30% after considering the macro-economic inflation target increase of 3% ;2% for each respective years. Check the reasons with revenue for real increase

2.6.5.6 Cash receipts as a percentage of ratepayer and other revenue

This factor is a macro measure of the rate at which funds are 'collected'. This measure is intended to analyse the underlying assumed collection rate for the MTREF to determine the relevance and credibility of the budget assumptions contained in the budget. It can be seen that the outcome is at 79.4, 79.5 and 79.3 per cent for each of the respective financial years. Given that the assumed collection rate was based on a 30 per cent performance target, the cash flow statement has been conservatively determined. In addition the risks

associated with drought conditions experienced within the district hence the conservative approach. This measure and performance objective will have to be meticulously managed. Revenue to comment

Debt impairment expense as a percentage of billable revenue

This factor measures whether the provision for debt impairment is being adequately funded and is based on the underlying assumption that the provision for debt impairment (doubtful and bad debts) has to be increased to offset under-collection of billed revenues. The provision has been appropriated at 19.3, 18.6 and 19.3 per cent over the MTREF. Revenue to comment on adequacy

Borrowing as a percentage of capital expenditure (excluding transfers, grants and contributions)

As the municipality has no borrowings, this is not applicable.

2.6.5.7 Transfers/grants revenue as a percentage of Government transfers/grants available

The purpose of this measurement is mainly to ensure that all available transfers from national and provincial government have been budgeted for. A percentage less than 100 per cent could indicate that not all grants as contained in the Division of Revenue Act (DoRA) have been budgeted for. The municipality has budgeted for all transfers.

2.6.5.8 Consumer debtors change (Current and Non-current)

The purpose of these measures are to ascertain whether budgeted reductions in outstanding debtors are realistic. There are 2 measures shown for this factor; the change in current debtors and the change in long term receivables, the Budgeted Financial Position reflects a 3% and 6% respectively.

Repairs and maintenance expenditure level

This measure must be considered important within the context of the funding measures criteria because a trend that indicates insufficient funds are being committed to asset repair could also indicate that the overall budget is not credible and/or sustainable in the medium to long term because the revenue budget is not being protected. Details of the municipality's strategy pertaining to asset management and repairs and maintenance is contained in Table 60 MBRR SA34C on page 90.

2.6.5.9 Asset renewal/rehabilitation expenditure level

This measure has a similar objective to aforementioned objective relating to repairs and maintenance. A requirement of the detailed capital budget (since MFMA Circular 28 which was issued in December 2005) is to categorise each capital project as a new asset or a renewal/rehabilitation project. The objective is to summarise and understand the proportion of budgets being provided for new assets and also asset sustainability. A declining or low level of renewal funding may indicate that a budget is not credible and/or sustainable and future revenue is not being protected, similar to the justification for 'repairs and maintenance' budgets.

2.7 Expenditure on grants and reconciliations of unspent funds

Table 44 MBRR SA19 - Expenditure on transfers and grant programmes

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
R thousand										
EXPENDITURE:										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		414 945	510 457	530 158	614 117	614 117	614 117	633 196	670 503	703 992
Local Government Equitable Share		225 743	289 469	313 408	583 540	583 540	583 540	621 631	662 019	694 475
Rsc Levy Replacement		175 737	191 571	203 595	-	-	-	-	-	-
Finance Management		750	783	920	1 096	1 096	1 096	1 250	1 250	1 250
Municipal Systems Improvement		312	718	790	877	877	877	890	934	967
Mdrg - Municipal Drought Relief Grant		-	16 200	-	-	-	-	-	-	-
Epwp - Extended Public Works Program		-	656	3 690	6 022	6 022	6 022	3 125	-	-
Pmu - Project Management Unit		-	-	-	-	-	-	-	-	-
Dwa - Department Of Water Affairs Water Operating Subsidy		12 402	11 059	7 755	18 281	18 281	18 281	6 000	6 000	7 000
Ndpg In Kind		-	-	-	4 300	4 300	4 300	300	300	300
Provincial Government:		2 177	3 035	-	-	-	-	-	-	-
Health Subsidy		2 177	3 035	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Other transfers/grants</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>Other transfers/grants</i>		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		417 121	513 491	530 158	614 117	614 117	614 117	633 196	670 503	703 992
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		249 867	326 432	384 010	523 716	523 716	523 716	470 998	667 029	957 952
Municipal Infrastructure Grant (Mig)		228 978	267 167	259 233	406 074	406 074	406 074	412 147	454 921	545 174
Rtig - Rural Transport Infrastructure Grant		-	-	940	1 558	1 558	1 558	2 347	2 708	2 778
NDPG		4 500	42 405	71 450	64 156	64 156	64 156	-	-	-
Rbig - Regional Bulk Infrastructure Grant		16 389	16 860	52 386	51 929	51 929	51 929	56 504	209 400	410 000
Provincial Government:		-	-	-	-	-	-	-	-	-
<i>Other capital transfers/grants</i>		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Other capital transfers/grants</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>Other capital transfers/grants</i>		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		249 867	326 432	384 010	523 716	523 716	523 716	470 998	667 029	957 952
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		666 988	839 924	914 167	1 137 833	1 137 833	1 137 833	1 104 194	1 337 532	1 661 944

Table 45 MBRR SA 20 - Reconciliation between 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
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		2 370	2 040	8 325		12 640	12 640			
Current year receipts		433 827	477 327	539 984	617 617	617 617	617 617	639 696	677 003	710 492
Conditions met - transferred to revenue		434 157	471 041	535 670	617 617	630 256	630 256	639 696	677 003	710 492
Conditions still to be met - transferred to liabilities		2 040	8 325	12 640				-	-	-
Provincial Government:										
Balance unspent at beginning of the year		135 662	135 635	94 768		80 824	80 824			
Current year receipts		19 352	33 327	10 862						
Conditions met - transferred to revenue		19 380	74 194	24 805	-	80 824	80 824	-	-	-
Conditions still to be met - transferred to liabilities		135 635	94 768	80 824						
District Municipality:										
Balance unspent at beginning of the year		-	-							
Current year receipts		-	-							
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-							
Other grant providers:										
Balance unspent at beginning of the year		5 992	2 539	2 044						
Current year receipts		4 448	1 969	1 538						
Conditions met - transferred to revenue		7 901	2 463	1 718	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		2 539	2 044	1 864						
Total operating transfers and grants revenue		461 437	547 699	562 193	617 617	711 081	711 081	639 696	677 003	710 492
Total operating transfers and grants - CTBM	2	140 213	105 137	95 327	-	-	-	-	-	-
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		55 017	3 573	15 860		74 507	74 507	-	-	-
Current year receipts		147 096	233 848	364 262	459 560	459 560	459 560	470 998	667 029	957 952
Conditions met - transferred to revenue		198 540	221 560	305 615	459 560	534 067	534 067	470 998	667 029	957 952
Conditions still to be met - transferred to liabilities		3 573	15 860	74 507	-	-	-	-	-	-
Provincial Government:										
Balance unspent at beginning of the year		-	-							
Current year receipts		-	-							
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-							
District Municipality:										
Balance unspent at beginning of the year		-	-							
Current year receipts		-	-							
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-							
Other grant providers:										
Balance unspent at beginning of the year		-	-							
Current year receipts		-	-							
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-							
Total capital transfers and grants revenue		198 540	221 560	305 615	459 560	534 067	534 067	470 998	667 029	957 952
Total capital transfers and grants - CTBM	2	3 573	15 860	74 507	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		659 978	769 259	867 809	1 077 177	1 245 148	1 245 148	1 110 694	1 344 032	1 668 444
TOTAL TRANSFERS AND GRANTS - CTBM		143 785	120 997	169 834	-	-	-	-	-	-

2.8 Councillor and employee benefits

Table 46 MBRR SA22 - Summary of 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
R thousand		A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		7 302	8 089	6 116	6 602	7 220	7 220	8 276	8 897	9 564
Pension and UIF Contributions		-	-	-	44	-	-	-	-	-
Medical Aid Contributions		141	187	-	275	275	275	-	-	-
Motor Vehicle Allowance		1 834	2 106	2 030	2 076	2 076	2 076	2 749	2 955	3 177
Cellphone Allowance		391	440	343	334	334	334	500	537	545
Housing Allowances		306	272	2 007	2 106	2 011	2 011	2 408	2 588	2 408
Other benefits and allowances		211	213	43	66	505	505	83	89	96
Sub Total - Councillors		10 185	11 307	10 538	11 504	12 421	12 421	14 015	15 066	15 788
% increase	4		11.0%	(6.8%)	9.2%	8.0%	-	12.8%	7.5%	4.8%
Senior Managers of the Municipality	2									
Basic Salaries and Wages		4 776	4 685	5 041	5 688	5 688	5 688	7 486	8 047	8 650
Pension and UIF Contributions		-	-	631	669	669	669	907	975	1 049
Medical Aid Contributions		552	-	131	139	139	139	174	195	219
Overtime		-	861	643	1 231	1 231	1 231	1 643	1 767	1 899
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	1 361	1 367	1 560	1 719	1 719	1 719	1 840	1 978	2 126
Cellphone Allowance	3	179	210	202	230	230	230	250	269	289
Housing Allowances	3	-	-	-	-	-	-	47	47	47
Other benefits and allowances	3	43	-	27	345	345	345	469	504	542
Payments in lieu of leave		-	-	614	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	6 461	30 288	25 000	25 000	25 000	33 900	35 000	35 000
Sub Total - Senior Managers of Municipality		6 911	7 123	8 848	10 020	10 020	10 020	12 816	13 782	14 821
% increase	4		3.1%	24.2%	13.2%	-	-	27.9%	7.5%	7.5%
Other Municipal Staff										
Basic Salaries and Wages		125 390	161 971	182 255	267 388	248 782	248 782	269 139	288 537	309 000
Pension and UIF Contributions		14 718	19 642	25 480	42 479	32 393	32 393	40 654	43 573	46 615
Medical Aid Contributions		8 048	10 388	13 191	19 020	19 542	19 542	34 545	38 503	43 011
Overtime		5 365	7 904	9 244	5 871	5 915	5 915	5 714	6 310	6 885
Performance Bonus		9 082	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	4 852	7 031	9 088	4 149	12 194	12 194	13 351	14 158	15 084
Cellphone Allowance	3	1 985	2 581	3 054	5 646	5 734	5 734	7 266	8 241	8 867
Housing Allowances	3	1 129	1 311	1 357	821	831	831	9 771	10 502	11 284
Other benefits and allowances	3	38 455	15 570	20 904	10 868	34 781	34 781	48 288	49 224	48 355
Payments in lieu of leave		-	8 406	10 625	8 085	8 085	8 085	13 082	14 044	15 068
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	6 461	30 288	25 000	25 000	25 000	33 900	35 000	35 000
Sub Total - Other Municipal Staff		209 024	241 265	305 486	389 327	393 257	393 257	475 709	508 092	539 169
% increase	4		15.4%	26.6%	27.4%	1.0%	-	21.0%	6.8%	6.1%
Total Parent Municipality		226 119	259 695	324 873	410 851	415 699	415 699	502 540	536 940	569 778
% increase			14.8%	25.1%	26.5%	1.2%	-	20.9%	6.8%	6.1%
Board Members of Entities										
Basic Salaries and Wages		118	184	272						
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	-	-	-	-	-	-	-	-	-
Cellphone Allowance	3	-	-	-	-	-	-	-	-	-
Housing Allowances	3	-	-	-	-	-	-	-	-	-
Other benefits and allowances	3	-	-	-	-	-	-	-	-	-
Board Fees		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Board Members of Entities		118	184	272	-	-	-	-	-	-
% increase	4		56.6%	47.3%	(100.0%)	-	-	-	-	-
Senior Managers of Entities										
Basic Salaries and Wages		1 446	890	909						
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	117	156						
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	-	-	-	-	-	-	-	-	-
Cellphone Allowance	3	-	-	-	-	-	-	-	-	-
Housing Allowances	3	-	-	-	-	-	-	-	-	-
Other benefits and allowances	3	758	369	353						
Payments in lieu of leave		126	-	-						
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities		2 329	1 377	1 418	-	-	-	-	-	-
% increase	4		(40.9%)	3.0%	(100.0%)	-	-	-	-	-
Other Staff of Entities										
Basic Salaries and Wages		1 171	688	1 497						
Pension and UIF Contributions		47	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	101	223						
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	-	-	-	-	-	-	-	-	-
Cellphone Allowance	3	-	-	-	-	-	-	-	-	-
Housing Allowances	3	-	-	-	-	-	-	-	-	-
Other benefits and allowances	3	314	456	406						
Payments in lieu of leave		(13)	-	49						
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities		1 519	1 245	2 176	-	-	-	-	-	-
% increase	4		(18.1%)	74.9%	(100.0%)	-	-	-	-	-
Total Municipal Entities		3 966	2 806	3 866	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		230 086	262 501	328 739	410 851	415 699	415 699	502 540	536 940	569 778
% increase	4		14.1%	25.2%	25.0%	1.2%	-	20.9%	6.8%	6.1%
TOTAL MANAGERS AND STAFF	5.7	219 783	251 010	317 929	399 347	403 278	403 278	488 525	521 874	553 990

Table 47 MBRR SA23 - Salaries, allowances and benefits (political office bearers/councillors/ senior managers)

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											
ASSETS											
Call investment deposits											
Call deposits < 90 days											
Other current investments > 90 days		469 467	466 190	471 109	460 000	460 000	460 000	460 000	460 000	460 000	460 000
Total Call investment deposits	2	469 467	466 190	471 109	460 000	460 000	460 000	460 000	460 000	460 000	460 000
Consumer debtors											
Consumer debtors		213 048	293 631	166 851	220 329	298 210	298 210	298 210	307 156	316 371	325 862
Less: Provision for debt impairment		(162 047)	(241 903)	(126 704)	(132 197)	(209 810)	(209 810)	(209 810)	(216 104)	(222 587)	(229 265)
Total Consumer debtors	2	51 001	51 728	40 147	88 131	88 400	88 400	88 400	91 052	93 783	96 597
Debt impairment provision											
Balance at the beginning of the year		127 584	169 638	251 776							
Contributions to the provision		63 015	91 748	157 094	(132 197)	209 810	209 810	209 810	216 104	222 587	229 265
Bad debts written off		(20 961)	(9 610)	(270 945)							
Balance at end of year		169 638	251 776	137 926	(132 197)	209 810	209 810	209 810	216 104	222 587	229 265
Property, plant and equipment (PPE)											
PPE at cost/valuation (excl. finance leases)		2 658 282	2 907 779	3 233 808	3 383 526	3 928 535	3 928 535	3 928 535	3 827 634	4 284 222	4 838 941
Leases recognised as PPE		3 231	3 231	3 478	1 965	2 213	2 213	2 213	2 213	2 213	2 213
Less: Accumulated depreciation		284 295	365 133	446 281	649 163	448 373	448 373	448 373	535 964	623 554	711 144
Total Property, plant and equipment (PPE)	2	2 377 218	2 545 877	2 791 005	2 736 328	3 482 374	3 482 374	3 482 374	3 293 883	3 662 881	4 130 010
LIABILITIES											
Current liabilities - Borrowing											
Short term loans (other than bank overdraft)											
Current portion of long-term liabilities		350	504	472	538	736	736	736	438	139	-
Total Current liabilities - Borrowing		350	504	472	538	736	736	736	438	139	-
Trade and other payables											
Trade and other creditors		103 929	111 263	154 262	180 126	97 594	97 594	97 594	102 474	107 597	112 977
Unspent conditional transfers		127 484	120 997	169 834	179 485	201 192	201 192	201 192	205 215	209 320	213 506
VAT											
Total Trade and other payables	2	231 413	232 260	324 097	359 611	298 785	298 785	298 785	307 689	316 917	326 483
Non current liabilities - Borrowing											
Borrowing											
Finance leases (including PPP asset element)		265	538	299	237	299	299	299	299	299	139
Total Non current liabilities - Borrowing		265	538	299	237	299	299	299	299	299	139
Provisions - non-current											
Retirement benefits		91 963	107 557	137 845	109 718	137 845	137 845	137 845	147 494	157 819	168 866
Leave Accruals		10 025	8 774	13 167	7 288	12 254	12 254	12 254	13 111	14 029	15 011
Deferred Income		-	-	-	-	-	-	-	-	-	-
Operating Lease Liability		214	282	472	286	-	-	-	290	295	298
Refuse landfill site rehabilitation											
Other											
Total Provisions - non-current		102 202	116 612	151 484	117 293	150 099	150 099	150 099	160 896	172 142	184 175
CHANGES IN NET ASSETS											
Accumulated Surplus/(Deficit)											
Accumulated Surplus/(Deficit) - opening balance		1 508 277	2 916 795	3 097 260	2 733 887	3 244 033	3 244 033	3 244 033	3 345 181	3 451 386	3 562 901
GRAP adjustments		1 286 085	(1 395)	-							
Restated balance		2 794 362	2 915 400	3 097 260	2 733 887	3 244 033	3 244 033	3 244 033	3 345 181	3 451 386	3 562 901
Surplus/(Deficit)		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Appropriations to Reserves											
Transfers from Reserves											
Depreciation offsets											
Other adjustments		-	-	-	0	0	0	0	19 244	(0)	-
Accumulated Surplus/(Deficit)	1	2 916 795	3 097 260	3 244 033	3 245 728	3 756 207	3 756 207	3 756 207	3 888 402	4 162 217	4 562 006
Reserves											
Housing Development Fund											
Capital replacement											
Self-insurance											
Other reserves		-	-	-	-	101 148	101 148	101 148	106 205	111 515	117 091
Revaluation		(5 826)	18 665	18 665	18 665	18 665	18 665	18 665	18 665	18 665	18 665
Total Reserves	2	(5 826)	18 665	18 665	18 665	119 813	119 813	119 813	124 870	130 180	135 756
TOTAL COMMUNITY WEALTH/EQUITY	2	2 910 969	3 115 925	3 262 698	3 264 393	3 876 020	3 876 020	3 876 020	4 013 272	4 292 397	4 697 762

Total capital expenditure includes expenditure on nationally significant priorities:

Table 48 MBRR SA24 – Summary of personnel numbers

Summary of Personnel Numbers		Ref	2011/12			Current Year 2012/13			Budget Year 2013/14		
Number		1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities											
Councillors (Political Office Bearers plus Other Councillors)			50	12	38	50	13	37	50	13	37
Board Members of municipal entities		4									
Municipal employees											
Municipal Manager and Senior Managers		3	7	–	7	8	–	8	8	–	8
Other Managers		7	59	50	9	61	52	9	61	61	–
Professionals			164	126	38	169	137	38	249	250	–
<i>Finance</i>			23	21	2	24	22	2	104	105	–
<i>Spatial/town planning</i>			–	–	–	–	–	–	–	–	–
<i>Information Technology</i>			6	6	–	7	7	–	7	7	–
<i>Roads</i>			–	–	–	–	–	–	–	–	–
<i>Electricity</i>			–	–	–	–	–	–	–	–	–
<i>Water</i>			13	13	–	13	13	–	13	13	–
<i>Sanitation</i>			–	–	–	–	–	–	–	–	–
<i>Refuse</i>			–	–	–	–	–	–	–	–	–
<i>Other</i>			122	86	36	125	89	36	125	125	–
Technicians			260	242	18	270	252	18	460	460	–
<i>Finance</i>			19	18	1	19	18	1	119	119	–
<i>Spatial/town planning</i>			–	–	–	–	–	–	–	–	–
<i>Information Technology</i>			4	3	1	6	5	1	6	6	–
<i>Roads</i>			–	–	–	–	–	–	–	–	–
<i>Electricity</i>			–	–	–	–	–	–	–	–	–
<i>Water</i>			90	88	2	90	88	2	150	150	–
<i>Sanitation</i>			23	23	–	23	23	–	53	53	–
<i>Refuse</i>			–	–	–	–	–	–	–	–	–
<i>Other</i>			124	110	14	132	118	14	132	132	–
Clerks (Clerical and administrative)			252	224	28	253	225	28	377	359	18
Service and sales workers			90	82	8	90	82	8	90	90	–
Skilled agricultural and fishery workers			2	–	2	2	–	2	2	2	–
Craft and related trades			24	24	–	24	24	–	24	24	–
Plant and Machine Operators			176	172	4	176	172	4	176	176	–
Elementary Occupations			237	221	16	237	221	16	269	269	–
TOTAL PERSONNEL NUMBERS		9	1 321	1 153	168	1 340	1 172	168	1 766	1 704	63
% increase						1.4%	1.6%	–	31.8%	45.4%	(62.5%)
Total municipal employees headcount		6, 10	1 345	1 196	149	1 393	1 244	149	1 716	1 690	26
Finance personnel headcount		8, 10									
Human Resources personnel headcount		8, 10									

2.9 Monthly Targets for Revenue, Expenditure and Cash flow

Table 49 MBRR SA25 - 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
Revenue By Source																
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		10 498	15 638	12 614	12 217	15 304	11 022	11 973	16 218	16 348	9 668	19 224	13 524	162 281	170 737	178 663
Service charges - sanitation revenue		4 851	7 226	5 828	5 645	7 072	5 093	5 532	7 494	7 554	4 467	8 883	6 249	74 984	78 658	82 621
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		211	314	253	245	307	221	240	326	328	194	386	272	3 259	3 419	3 576
Rental of facilities and equipment		23	23	23	23	23	23	23	23	23	23	23	23	277	290	290
Interest earned - external investments		2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	25 155	24 536	26 000
Interest earned - outstanding debtors		2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	29 318	30 802	32 311
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		1	1	1	1	1	1	1	1	1	1	1	1	10	10	10
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		159 924	-	-	159 924	-	-	159 924	-	-	-	-	-	639 696	677 003	710 492
Other revenue		29 636	29 636	29 640	29 636	29 636	29 640	29 636	29 636	29 640	29 636	29 636	29 640	355 650	327 050	377 877
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		209 683	57 377	52 899	212 231	56 882	50 540	211 869	58 236	58 433	208 452	62 693	54 249	1 290 629	1 312 504	1 411 840
Expenditure By Type																
Employee related costs		24 609	24 259	24 126	28 231	29 138	1 186	53 986	24 335	28 269	28 716	28 596	40 714	488 525	521 874	553 990
Remuneration of councillors		1 237	1 147	1 184	1 106	1 096	1 157	1 462	951	1 163	1 171	1 168	1 168	14 015	15 066	15 788
Debt impairment		-	-	-	-	-	-	-	-	-	-	-	46 309	46 309	47 029	51 190
Depreciation & asset impairment		-	-	-	-	-	52 087	-	-	-	-	-	52 087	104 174	111 010	114 133
Finance charges		9	9	9	9	9	9	9	9	9	9	9	9	106	110	114
Bulk purchases		-	1 144	4 593	4 714	2 673	5 109	7 169	1 358	10 278	4 247	3 929	4 801	57 606	61 239	55 505
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	-	6 387	3 805	414	11 879	3 841	-	5 310	5 210	62 518	65 581	68 598
Transfers and grants		1 080	-	-	1 080	-	-	1 080	-	-	1 080	-	-	4 319	1 284	1 267
Other expenditure		4 632	49 160	32 531	26 899	21 371	25 452	22 494	28 343	28 601	24 874	29 197	38 343	460 077	445 508	510 102
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		31 567	75 719	62 443	62 038	60 673	88 805	86 612	66 876	72 161	60 097	68 208	188 641	1 237 649	1 268 702	1 370 687
Surplus/(Deficit)		178 117	(18 341)	(9 544)	150 193	(3 791)	(38 265)	125 256	(8 640)	(13 728)	148 355	(5 516)	(134 392)	52 980	43 802	41 153
Transfers recognised - capital		117 750	-	-	117 750	-	-	117 750	-	-	117 750	-	-	470 998	667 029	957 952
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		295 866	(18 341)	(9 544)	267 942	(3 791)	(38 265)	243 006	(8 640)	(13 728)	266 105	(5 516)	(134 392)	523 978	710 831	999 105
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	295 866	(18 341)	(9 544)	267 942	(3 791)	(38 265)	243 006	(8 640)	(13 728)	266 105	(5 516)	(134 392)	523 978	710 831	999 105

Table 50 MBRR SA26 - 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
Revenue by Vote																
Vote 01 - Legislative & Executive Support Services		7 992	6 553	6 034	8 148	6 495	5 761	8 245	6 513	6 675	7 849	7 168	6 131	83 564	89 380	93 371
Vote 02 - Strategic Management		8 498	6 968	6 416	8 664	6 907	6 126	8 767	6 926	7 098	8 347	7 623	6 521	88 860	75 234	78 363
Vote 03 - Internally Funded Projects		6 747	5 532	5 094	6 879	5 484	4 864	6 961	5 499	5 636	6 627	6 052	5 176	70 551	26 931	26 080
Vote 04 - Corporate Services		8 467	6 942	6 393	8 632	6 881	6 103	8 735	6 900	7 072	8 316	7 594	6 495	88 530	95 068	100 366
Vote 05 - Budget & Treasury		10 315	8 458	7 788	10 516	8 384	7 436	10 642	8 406	8 615	10 131	9 252	7 914	107 856	111 814	121 184
Vote 06 - Engineering Department		71 785	58 859	54 200	73 184	58 344	51 747	74 058	58 502	59 957	70 504	64 388	55 071	750 600	976 291	1 311 171
Vote 07 - Health & Protection Department		6 788	5 566	5 125	6 921	5 517	4 893	7 003	5 532	5 670	6 667	6 089	5 208	70 981	80 298	87 322
Vote 08 - Water & Sanitation Management		9 044	7 416	6 829	9 221	7 351	6 520	9 331	7 371	7 554	8 883	8 112	6 939	94 569	96 992	101 470
Vote 09 - Water Services		22 243	18 238	16 795	22 677	18 079	16 034	22 948	18 127	18 579	21 846	19 951	17 066	232 583	244 332	256 960
Vote 10 - Sanitation Services		9 262	7 594	6 993	9 443	7 528	6 677	9 555	7 548	7 736	9 097	8 308	7 106	96 848	101 588	106 849
Vote 11 - Land Human Settlement & Economic Development		5 016	4 113	3 787	5 114	4 077	3 616	5 175	4 088	4 190	4 927	4 499	3 848	52 450	55 575	60 666
Vote 12 - Municipal Management		2 318	1 900	1 750	2 363	1 884	1 671	2 391	1 889	1 936	2 276	2 079	1 778	24 235	26 032	25 991
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote		168 475	138 139	127 205	171 760	136 931	121 447	173 810	137 301	140 718	165 469	151 117	129 254	1 761 627	1 979 533	2 369 792
Expenditure by Vote to be appropriated																
Vote 01 - Legislative & Executive Support Services		3 224	4 745	5 108	5 006	5 782	5 185	6 643	6 616	7 310	4 911	6 138	22 690	83 359	89 090	93 164
Vote 02 - Strategic Management		2 265	3 333	3 588	3 516	4 061	3 642	4 665	4 647	5 135	3 449	4 311	15 936	58 548	60 813	63 148
Vote 03 - Internally Funded Projects		3 845	5 658	6 091	5 970	6 895	6 183	7 921	7 890	8 717	5 856	7 320	27 056	99 400	40 000	40 000
Vote 04 - Corporate Services		3 325	4 893	5 268	5 163	5 963	5 347	6 850	6 823	7 539	5 064	6 330	23 400	85 967	92 374	94 932
Vote 05 - Budget & Treasury		4 025	5 923	6 377	6 250	7 218	6 473	8 292	8 260	9 126	6 130	7 663	28 325	104 062	110 072	118 192
Vote 06 - Engineering Department		3 610	5 313	5 719	5 605	6 474	5 805	7 437	7 408	8 185	5 498	6 873	25 405	93 333	118 343	155 913
Vote 07 - Health & Protection Department		2 531	3 724	4 009	3 930	4 539	4 070	5 214	5 193	5 738	3 855	4 818	17 810	65 430	71 857	76 969
Vote 08 - Water & Sanitation Management		7 475	11 000	11 842	11 607	13 406	12 021	15 400	15 339	16 948	11 385	14 231	52 603	193 256	204 624	217 192
Vote 09 - Water Services		11 714	17 239	18 558	18 190	21 009	18 839	24 134	24 039	26 561	17 842	22 302	82 438	302 864	323 569	338 232
Vote 10 - Sanitation Services		2 979	4 384	4 720	4 626	5 343	4 791	6 138	6 113	6 755	4 538	5 672	20 965	77 023	82 162	88 483
Vote 11 - Land Human Settlement & Economic Development		1 974	2 905	3 127	3 065	3 540	3 174	4 067	4 051	4 476	3 006	3 758	13 891	51 033	50 154	58 631
Vote 12 - Municipal Management		904	1 330	1 432	1 404	1 621	1 454	1 863	1 855	2 050	1 377	1 721	6 362	23 374	25 643	25 831
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		47 870	70 448	75 838	74 332	85 852	76 984	98 625	98 234	108 539	72 912	91 137	336 879	1 237 649	1 268 702	1 370 687
Surplus/(Deficit) before assoc.		120 606	67 692	51 367	97 428	51 080	44 463	75 186	39 066	32 178	92 558	59 980	(207 625)	523 978	710 831	999 105
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	120 606	67 692	51 367	97 428	51 080	44 463	75 186	39 066	32 178	92 558	59 980	(207 625)	523 978	710 831	999 105

Table 51 MBRR SA27 - 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
Revenue - Standard																
<i>Governance and administration</i>		113 567	93 135	85 769	115 824	92 303	81 849	117 250	92 541	94 917	111 548	101 925	87 314	1 187 941	1 428 088	1 789 760
Executive and council		94 623	77 599	71 462	96 504	76 906	68 196	97 692	77 104	79 084	92 941	84 923	72 749	989 784	1 219 348	1 568 210
Budget and treasury office		10 311	8 456	7 787	10 516	8 380	7 431	10 645	8 402	8 618	10 128	9 254	7 927	107 856	111 814	121 184
Corporate services		8 633	7 080	6 520	8 804	7 016	6 222	8 913	7 034	7 215	8 479	7 748	6 637	90 301	96 926	100 366
<i>Community and public safety</i>		6 967	5 713	5 261	7 105	5 662	5 021	7 193	5 677	5 823	6 843	6 253	5 356	72 873	80 298	87 322
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		481	395	364	491	391	347	497	392	402	473	432	370	5 035	3 808	3 576
Housing		181	148	137	185	147	130	187	147	151	178	162	139	1 893	-	-
Health		6 304	5 170	4 761	6 430	5 124	4 544	6 509	5 137	5 269	6 192	5 658	4 847	65 946	76 489	83 746
<i>Economic and environmental services</i>		7 256	5 951	5 480	7 401	5 898	5 230	7 492	5 913	6 065	7 127	6 512	5 579	75 903	27 283	26 456
Planning and development		7 256	5 951	5 480	7 401	5 898	5 230	7 492	5 913	6 065	7 127	6 512	5 579	75 903	27 283	26 456
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		40 621	33 313	30 678	41 429	33 015	29 276	41 939	33 100	33 950	39 899	36 457	31 231	424 909	443 864	466 254
Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water		31 290	25 660	23 631	31 912	25 431	22 551	32 304	25 496	26 151	30 733	28 082	24 056	327 298	341 476	358 595
Waste water management		9 259	7 593	6 992	9 443	7 525	6 673	9 559	7 544	7 738	9 094	8 310	7 118	96 848	101 588	106 849
Waste management		73	60	55	74	59	53	75	59	61	72	66	56	764	800	810
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard		168 412	138 112	127 189	171 759	136 878	121 376	173 873	137 231	140 754	165 417	151 148	129 480	1 761 627	1 979 533	2 369 792
Expenditure - Standard																
<i>Governance and administration</i>		16 771	24 681	26 569	26 041	30 077	26 971	34 552	34 415	38 026	25 544	31 929	118 022	433 598	481 129	535 490
Executive and council		8 460	12 450	13 403	13 137	15 173	13 606	17 430	17 361	19 182	12 886	16 107	59 537	218 732	252 776	296 453
Budget and treasury office		4 025	5 923	6 377	6 250	7 218	6 473	8 292	8 260	9 126	6 130	7 663	28 325	104 062	110 072	118 192
Corporate services		4 286	6 307	6 790	6 655	7 686	6 892	8 830	8 795	9 717	6 528	8 159	30 160	110 804	118 281	120 845
<i>Community and public safety</i>		2 933	4 316	4 646	4 554	5 260	4 717	6 042	6 018	6 650	4 467	5 584	20 640	75 827	82 888	89 550
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		1 499	2 205	2 374	2 327	2 688	2 410	3 088	3 075	3 398	2 283	2 853	10 547	38 747	42 035	44 848
Housing		402	592	637	624	721	647	829	825	912	612	766	2 830	10 397	11 031	12 581
Health		1 032	1 519	1 635	1 603	1 851	1 660	2 126	2 118	2 340	1 572	1 965	7 263	26 683	29 822	32 121
<i>Economic and environmental services</i>		5 673	8 349	8 988	8 809	10 175	9 124	11 688	11 642	12 863	8 641	10 801	39 925	146 677	85 432	92 301
Planning and development		5 673	8 349	8 988	8 809	10 175	9 124	11 688	11 642	12 863	8 641	10 801	39 925	146 677	85 432	92 301
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		22 493	33 102	35 635	34 927	40 340	36 173	46 342	46 158	51 000	34 260	42 823	158 293	581 546	619 252	653 346
Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water		19 348	28 473	30 652	30 043	34 699	31 115	39 861	39 704	43 869	29 469	36 835	136 157	500 223	532 590	560 156
Waste water management		2 979	4 384	4 720	4 626	5 343	4 791	6 138	6 113	6 755	4 538	5 672	20 965	77 023	82 162	88 483
Waste management		166	245	263	258	298	267	343	341	377	253	317	1 170	4 300	4 500	4 707
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard		47 870	70 448	75 838	74 332	85 852	76 984	98 625	98 234	108 539	72 912	91 137	336 879	1 237 649	1 268 702	1 370 687
Surplus/(Deficit) before assoc.		120 542	67 664	51 351	97 427	51 027	44 392	75 248	38 997	32 215	92 505	60 011	(207 400)	523 978	710 831	999 105
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	120 542	67 664	51 351	97 427	51 027	44 392	75 248	38 997	32 215	92 505	60 011	(207 400)	523 978	710 831	999 105

Table 52 MBRR SA28 - Budgeted monthly capital expenditure (municipal vote)

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
<i>Multi-year expenditure to be appropriated</i>	1															
Vote 01 - Legislative & Executive Support Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Strategic Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 05 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 06 - Engineering Department		8 880	24 060	23 240	37 061	26 410	16 523	6 111	13 087	27 983	46 338	46 338	194 966	470 998	667 029	957 952
Vote 07 - Health & Protection Department		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 08 - Water & Sanitation Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 09 - Water Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Sanitation Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Land Human Settlement & Economic Development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Municipal Management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	2	8 880	24 060	23 240	37 061	26 410	16 523	6 111	13 087	27 983	46 338	46 338	194 966	470 998	667 029	957 952
<i>Single-year expenditure to be appropriated</i>																
Vote 01 - Legislative & Executive Support Services		4	11	10	16	12	7	3	6	12	20	20	85	206	290	207
Vote 02 - Strategic Management		28	75	72	115	82	51	19	41	87	144	144	605	1 462	1 351	1 295
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		48	131	126	202	144	90	33	71	152	252	252	1 061	2 563	2 694	5 434
Vote 05 - Budget & Treasury		72	194	187	299	213	133	49	105	225	373	373	1 571	3 794	1 742	2 992
Vote 06 - Engineering Department		38	102	99	158	112	70	26	56	119	197	197	829	2 002	1 377	171
Vote 07 - Health & Protection Department		105	284	274	437	311	195	72	154	330	546	546	2 298	5 551	8 440	10 354
Vote 08 - Water & Sanitation Management		77	209	202	322	229	143	53	114	243	402	402	1 692	4 087	4 530	345
Vote 09 - Water Services		454	1 229	1 187	1 893	1 349	844	312	668	1 429	2 367	2 367	9 958	24 057	10 440	11 445
Vote 10 - Sanitation Services		132	357	344	549	391	245	91	194	415	687	687	2 889	6 979	7 129	6 717
Vote 11 - Land Human Settlement & Economic Development		27	72	70	112	79	50	18	39	84	139	139	587	1 417	5 421	2 035
Vote 12 - Municipal Management		16	44	42	68	48	30	11	24	51	85	85	356	861	389	160
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	2	999	2 706	2 614	4 169	2 971	1 859	687	1 472	3 148	5 212	5 212	21 931	52 980	43 802	41 153
Total Capital Expenditure	2	9 879	26 767	25 854	41 230	29 381	18 382	6 799	14 559	31 131	51 550	51 550	216 897	523 978	710 831	999 105

Table 53 MBRR SA29 - 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
Capital Expenditure - Standard	1															
<i>Governance and administration</i>		9 077	24 594	23 756	37 884	26 996	16 890	6 247	13 378	28 604	47 366	47 366	199 292	481 449	674 761	968 215
Executive and council		8 942	24 227	23 401	37 318	26 593	16 638	6 154	13 178	28 177	46 659	46 659	196 317	474 261	669 466	958 689
Budget and treasury office		72	194	187	299	213	133	49	105	225	373	373	1 571	3 794	1 742	2 992
Corporate services		64	173	167	267	190	119	44	94	202	334	334	1 405	3 393	3 553	6 534
<i>Community and public safety</i>		114	310	299	477	340	213	79	168	360	596	596	2 508	6 060	9 961	11 354
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		94	253	245	390	278	174	64	138	295	488	488	2 054	4 962	7 690	9 630
Housing		10	26	25	40	29	18	7	14	30	50	50	211	509	1 521	1 000
Health		11	30	29	46	33	21	8	16	35	58	58	244	589	750	724
<i>Economic and environmental services</i>		23	63	61	97	69	43	16	34	73	121	121	511	1 234	3 900	955
Planning and development		23	63	61	97	69	43	16	34	73	121	121	511	1 234	3 900	955
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		664	1 800	1 739	2 773	1 976	1 236	457	979	2 093	3 466	3 466	14 585	35 235	22 209	18 582
Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water		533	1 443	1 394	2 223	1 584	991	367	785	1 679	2 780	2 780	11 696	28 256	15 081	11 865
Waste water management		132	357	344	549	391	245	91	194	415	687	687	2 889	6 979	7 129	6 717
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	2	9 879	26 767	25 854	41 230	29 381	18 382	6 799	14 559	31 131	51 550	51 550	216 897	523 978	710 831	999 105

Table 54 SA 30 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
Cash Receipts By Source														1		
Property rates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	10 498	15 638	12 614	12 217	15 304	11 022	11 973	16 218	16 348	9 668	19 224	13 524	162 281	170 737	178 663	
Service charges - sanitation revenue	4 851	7 226	5 828	5 645	7 072	5 093	5 532	7 494	7 554	4 467	8 883	6 249	74 984	78 658	82 621	
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other	211	314	253	245	307	221	240	326	328	194	386	272	3 259	3 419	3 576	
Rental of facilities and equipment	23	23	23	23	23	23	23	23	23	23	23	23	277	290	290	
Interest earned - external investments	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	2 096	25 155	24 536	26 000	
Interest earned - outstanding debtors	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	2 443	29 318	30 802	32 311	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	1	1	1	1	1	1	1	1	1	1	1	1	10	10	10	
Licences and permits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operational	159 924	-	-	159 924	-	-	159 924	-	-	159 924	-	-	639 696	677 003	710 492	
Other revenue	29 636	29 636	29 640	29 636	29 636	29 640	29 636	29 636	29 640	29 636	29 636	29 640	355 650	327 050	377 877	
Cash Receipts by Source	209 683	57 377	52 899	212 231	56 882	50 540	211 869	58 236	58 433	208 452	62 693	54 249	1 290 629	1 312 504	1 411 840	
Other Cash Flows by Source																
Transfer receipts - capital	117 750	-	-	117 750	-	-	117 750	-	-	117 750	-	-	470 998	667 029	957 952	
Contributions recognised - capital & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	7	-	-	332	85	-	-	-	-	-	(424)	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits	(21)	6	15	22	11	11	-	16	-	11	-	(71)	-	-	-	
Decrease (Increase) in non-current debtors	-	(6)	4	(95)	(6)	(6)	-	-	-	0	-	109	-	-	-	
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	7 272	-	3 838	-	-	-	-	-	-	-	-	(11 109)	-	-	-	
Total Cash Receipts by Source	334 684	57 384	56 755	329 909	57 219	50 630	329 618	58 253	58 433	326 212	62 693	42 754	1 761 627	1 979 533	2 369 792	
Cash Payments by Type																
Employee related costs	24 609	24 259	24 126	28 231	29 138	1 186	53 986	24 335	28 269	28 716	28 596	193 076	488 525	521 874	553 990	
Remuneration of councillors	1 237	1 147	1 184	1 106	1 096	1 157	1 462	951	1 163	1 171	1 168	1 171	14 015	15 066	15 788	
Finance charges	9	9	9	9	9	9	9	9	9	9	9	9	106	110	114	
Bulk purchases - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Water & Sewer	-	1 144	4 593	4 714	2 673	5 109	7 169	1 358	10 278	4 247	3 929	12 393	57 606	61 239	55 505	
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contracted services	-	-	-	-	6 387	3 805	414	11 879	3 841	-	5 310	30 880	62 518	65 581	68 598	
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure	4 632	49 160	32 531	26 899	21 371	25 452	22 494	28 343	28 601	24 874	29 197	166 524	460 077	445 508	510 102	
Cash Payments by Type	30 487	75 719	62 443	60 959	60 673	36 718	85 533	66 876	72 161	59 017	68 208	404 053	1 082 847	1 109 378	1 204 097	
Other Cash Flows/Payments by Type																
Capital assets	10 242	27 750	26 804	42 744	30 460	19 057	7 048	15 094	32 274	53 443	53 443	224 862	543 222	710 831	99 105	
Repayment of borrowing	-	4	19	-	-	-	-	-	-	-	-	(23)	-	-	-	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Payments by Type	40 729	103 472	89 266	103 703	91 133	55 775	92 581	81 970	104 435	112 460	121 651	628 892	1 626 068	1 820 209	1 303 202	
NET INCREASE/(DECREASE) IN CASH HELD	293 955	(46 088)	(32 511)	226 205	(33 914)	(5 145)	237 037	(23 718)	(46 002)	213 752	(58 959)	(586 138)	135 559	159 324	1 066 590	
Cash/cash equivalents at the month/year begin:	374 136	668 091	622 003	589 492	815 697	781 783	776 638	1 013 675	989 958	943 956	1 157 708	1 098 749	374 136	509 695	669 019	
Cash/cash equivalents at the month/year end:	668 091	622 003	589 492	815 697	781 783	776 638	1 013 675	989 958	943 956	1 157 708	1 098 749	512 611	509 695	669 019	1 735 609	

2.10 Annual budgets and SDBIPs – internal departments

2.10.1 Executive Support Services Vote 05

This unit consists of the cost centres of Council General and Mayoral Committee. This covers the political component of the municipality, and includes both part time and full time Councillors, the Executive Mayor and the Speaker. Its primary responsibility is providing the political direction of the municipality. The number of councillors will reduce from 73 in 2010/11 financial year to 50 in the 2012/13 financial year. This department's budget is R47 491 610 or 3.64 per cent of the overall budget.

Table 55 Water Services Department - operating revenue by source, expenditure by type and total capital expenditure

Description	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue &		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
Revenue By Source									
Service charges - water revenue	1,036,701	1,232,886	1,325,321	1,475,000	1,485,000	1,485,000	1,618,400	1,820,700	2,048,287
Service charges - other	5,532	5,993	6,466	7,150	7,050	7,050	7,500	8,400	9,324
Interest earned - outstanding debtors	27,676	28,590	29,780	31,250	33,775	33,775	35,000	36,750	38,588
Transfers recognised - operational	35,689	65,487	154,985	82,949	79,695	79,695	187,987	253,552	91,901
Total Revenue (excluding capital transfers and contributions)	1,105,598	1,332,956	1,516,552	1,596,349	1,605,520	1,605,520	1,848,887	2,119,402	2,188,100
Expenditure By Type									
Employee related costs	194,003	221,491	245,801	262,272	266,437	266,437	308,520	331,844	357,230
Remuneration of councillors	469	478	617	647	647	647	758	831	912
Debt impairment	65,335	67,495	70,308	71,235	81,564	81,564	84,522	87,987	91,683
Depreciation & asset impairment	47,891	47,481	43,565	87,974	81,183	81,183	88,630	119,650	123,837
Finance charges	80,723	84,087	90,416	96,186	96,186	96,186	101,785	106,874	116,386
Bulk purchases	311,541	334,304	359,080	389,458	397,633	397,633	437,922	483,903	537,133
Other materials	28,435	40,501	33,667	38,980	40,043	40,043	59,385	64,135	68,913
Contracted services	5,398	13,158	14,133	15,531	15,197	15,197	15,688	16,629	17,543
Transfers and grants	169,092	223,560	255,240	296,755	296,755	296,755	300,168	338,256	379,080
Other expenditure	71,642	79,811	86,563	92,680	91,232	91,232	96,542	102,871	111,410
Total Expenditure	974,528	1,112,366	1,199,390	1,351,719	1,366,877	1,366,877	1,493,920	1,652,981	1,804,127
Surplus/(Deficit)	131,070	220,590	317,162	244,630	238,643	238,642	354,967	466,421	383,973
Transfers recognised - capital	-	89,052	132,806	40,000	20,000	20,000	135,676	186,923	129,523
Surplus/(Deficit) after capital transfers & contributions	131,070	309,642	449,968	284,630	258,643	258,642	490,643	653,344	513,496
Capital Expenditure	151,356	304,860	408,899	372,401	295,139	295,139	211,473	338,822	347,458

Table 56 Water Services Department – Performance objectives and indicators

Key Performance Element	Key Performance Indicator (KPI)	Annual Target	Quarter 1 - Target	Quarter 2 - Target	Quarter 3 - Target	Quarter 4 - Target	Portfolio of evidence
<i>Strategic Objective 1 : The provision of quality basic services and infrastructure</i>							
Provision of Water	% households in the urban edge provided with access to basic potable water supply within a 200 m radius	100.0%	100.0%	100.0%	100.0%	100.0%	Reports and Indigent Register
	Number of new households provided with water connection	20,105	3,250	3,500	5,500	7,900	Metering advice receipts
	% compliance with the drinking water standards in line with SANS (South African National Standards 241)	100.0%	100.0%	100.0%	100.0%	100.0%	Compliance reports (Blue Drop Report)
	Expansion of the functional Water Demand Management Unit	By March 2012	Status quo analysis	Draft organisational structure to be in place	Source office space and fill vacancies		Report on the level of functionality of the unit
	% reduction in non-revenue water (unaccounted for water/distribution losses)	1.0%	0.5%	0.5%	0.5%	0.5%	Reports

2.10.2 Strategic Management Department Vote 15

This department consists of Risk Services, Municipal Support Unit, Strategic Planning, Information Management Unit, Municipal Support Unit focuses on supplying support to the seven local municipalities under the jurisdiction of ADM.

Strategic Planning provides the institution with strategic direction and is responsible for the IDP and SDBIP of the institution.

Information Management Unit provides the required IT infrastructure for the municipality and maintenance and support to all users.

Executive Support Services and Speaker Support Services comprise of the administrative officials who support the initiatives of the Mayor and the Speaker. This includes Communications and Media relations/public participation; inter governmental relations, and municipal international relations, Special Programmes, Marketing to name a few.

Overall budget of this department being R159 410 077 or 12.34 per cent of the overall budget.

2.10.3 Corporate Services Department Vote 20

This department consist of Administration and Human Resources cost centres. Administration consists of personnel administration, auxiliary services and Council support. Human Resources is responsible for organisational development and recruitment, human resources development, labour relations and PMS as well as employee wellness and occupational safety. Overall budget is R88 529 905 or 512.21.06 per cent of overall budget.

2.10.4 Budget & Treasury Office Vote 25

This department consists of the Office of the Chief Financial Officer, Accounting & Reporting (including Expenditure), Asset Management and Supply Chain Management, Budgeting (including Budget Reform), and Revenue cost centres. The Chief Financial officer provides overall financial leadership and direction for all the various cost centres, whose functions are clear within their titles, except for Budget Reform, which consists of five interns, funded by the Financial Management Grant, responsible for financial reforms within the municipality. Main outputs of the department being revenue collection, annual budget, expenditure management, supply chain management and production of the annual financial statements.

Overall budget of this department being R107 856 or 11.45 per cent of overall budget.

2.10.5 Engineering Department – Vote 35 and 45

The department is primarily responsible for water and sanitation services. It comprises of a Water Services Authority Division responsible for the planning of water services, a well capacitated Project Management Unit, which implements all MIG funded capital projects and a Water Services Provider Division responsible for operations and maintenance of the water services. It is also responsible for building and services planning, which includes waste management and transport services.

The departmental is focusing on backlog eradication to meet the 2014 targets. R34 064 640 or 1.93% of overall expenditure.

The departmental revenue base is primarily informed by the sale of water and provision of sanitation services, of which budget appropriation for the 2012/13 financial year is R127 751 517 and increases to R140 635 985 by 2013/14.

The estimate calculations put non-revenue water between 65 and 85 per cent. We cannot calculate distribution losses until we have all ervin metered and the data cleansing process complete. The ADM is however, making great strides in this regard and the data cleansing process is quite far advanced and a significant budget has been made available for meter installations, which should see the majority of stands metered by June 2013.

Engineering consumes R1 174 600 000 of overall budget or 39.64 per cent.

2.10.6 Health & Protection Services Department – Vote 40

The department is primarily responsible for the provision of Municipal Health Services and Protection Services, within the district. It provides municipal health services as a health authority and protection services which includes fire fighting services, disaster management and community safety services. Total budget allocation is R70 980 717 or 9.22 per cent of the overall budget.

2.10.7 Land Human Settlements & Economic Development Vote 50

This department consists of Land Administration & Housing, Economic Development and the Director Cost centres. Responsibilities include land reform, spatial planning, housing development and land development fund management, environmental management, heritage, agriculture, SMME's and co-ops, economic research and tourism. This department consumes R52 450 476 or 6.69 percent of overall budget.

2.10.8 Municipal Management Department – Vote 55

This department consists of Municipal Management, Internal Audit and Legal Services, which provides the entire institution with legal support as well as internal audit services. This department consumes R24 235 033 or 1..24 per cent of overall budget.

2.10.9 Legislative and Executive Support Services

This department consists of Executive Support Services and Speaker Support Services. Risk Services being a new unit to be established in the 2012/13 financial year to identify and manage the municipality's risk profile.

This department consumes R83 564 389 or 7.22 per cent of overall budget.

2.11 Contracts having future budgetary implications

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the Financial Management Division of the Treasury Department, and the chairperson of the Bid Adjudication Committee is the Chief Financial Officer.

2.12 Capital expenditure details

The following three table's present details of the municipality's capital expenditure programme, firstly on new assets by asset class and then on renewal of existing assets by asset class and finally on repairs and maintenance of assets by asset class.

Table 57 MBRR SA 34a - 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		
		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
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		187 087	227 436	305 431	459 560	459 560	459 560	470 998	667 029	957 952
Infrastructure - Road transport		-	-	-	1 558	1 558	1 558	2 347	2 708	2 778
<i>Roads, Pavements & Bridges</i>		-	-	-	1 558	1 558	1 558	2 347	2 708	2 778
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		176 289	167 859	284 945	274 125	274 125	274 125	245 951	431 379	667 800
<i>Dams & Reservoirs</i>		5 287	5 784	-	-	-	-	-	-	-
<i>Water purification</i>		1 180	40 596	51 662	222 196	222 196	222 196	189 447	221 979	257 800
<i>Reticulation</i>		169 822	121 479	233 283	51 929	51 929	51 929	56 504	209 400	410 000
Infrastructure - Sanitation		4 142	29 343	-	116 213	116 213	116 213	216 100	226 442	280 874
<i>Reticulation</i>		4 142	1 671	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	27 671	-	116 213	116 213	116 213	216 100	226 442	280 874
Infrastructure - Other		6 656	30 234	20 486	67 665	67 665	67 665	6 600	6 500	6 500
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>		-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		6 656	30 234	20 486	67 665	67 665	67 665	6 600	6 500	6 500
Community		1 336	2 784	709	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		1 336	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	2 784	709	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		11 825	21 807	20 123	34 269	37 020	37 020	41 585	35 358	16 241
General vehicles		966	18 897	13 962	16 462	16 381	16 381	25 985	19 998	8 242
Specialised vehicles		-	-	2 485	4 500	4 729	4 729	2 500	7 483	4 500
Plant & equipment		136	541	479	2 079	4 160	4 160	327	230	577
Computers - hardware/equipment		915	1 120	1 433	1 558	1 937	1 937	2 081	2 244	1 265
Furniture and other office equipment		1 010	1 081	1 682	7 090	6 543	6 543	8 082	5 402	1 157
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		8 798	90	83	2 581	3 271	3 271	2 610	-	500
Other Land		-	79	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	200 248	252 027	326 263	493 830	496 581	496 581	512 583	702 387	974 193
Specialised vehicles		-	-	2 485	4 500	4 729	4 729	2 500	7 483	4 500
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	2 485	4 500	4 729	4 729	2 500	7 483	4 500
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

Table 58 MBRR SA34b - Capital expenditure on the renewal of existing assets by asset class

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
R thousand	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		1 184	2 816	184	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements & Bridges</i>										
<i>Storm water</i>										
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>										
<i>Transmission & Reticulation</i>										
<i>Street Lighting</i>										
Infrastructure - Water		1 184	800	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>		1 184	800	-	-	-	-	-	-	-
<i>Water purification</i>										
<i>Reticulation</i>										
Infrastructure - Sanitation		-	2 015	184	-	-	-	-	-	-
<i>Reticulation</i>		-	1 325	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	690	184	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>										
<i>Transportation</i>	2									
<i>Gas</i>	3									
<i>Other</i>										
Community		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses	7									
Clinics										
Museums & Art Galleries										
Cemeteries	8									
Social rental housing										
Other										
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		754	4 106	14 833	18 011	15 593	15 593	11 395	8 445	24 912
General vehicles		193	2 909	3 082	7 486	7 396	7 396	7 235	4 890	17 055
Specialised vehicles		-	-	-	-	-	-	600	-	4 500
Plant & equipment		-	7	-	235	148	148	569	361	1 001
Computers - hardware/equipment		479	832	1 094	963	875	875	870	1 019	1 796
Furniture and other office equipment		82	357	830	3 828	3 395	3 395	1 121	1 126	560
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings		-	-	-	500	500	500	-	-	-
Other Land										
Surplus Assets - (Investment or Inventory)										
Other		-	-	9 827	5 000	3 280	3 280	1 000	1 049	-
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Total Capital Expenditure on renewal of existing assets	1	1 938	6 922	15 017	18 011	15 593	15 593	11 395	8 445	24 912

Table 59 MBRR SA34c - Repairs and maintenance expenditure by asset class

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
R thousand	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		5 682	4 630	6 032	15 309	16 748	16 748	19 588	20 382	21 933
Infrastructure - Road transport		-	-	162	960	2 660	2 660	2 126	2 345	2 230
<i>Roads, Pavements & Bridges</i>		-	-	162	960	2 660	2 660	2 126	2 345	2 230
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		5 682	4 630	5 870	12 322	12 462	12 462	11 662	12 156	13 274
<i>Dams & Reservoirs</i>		-	-	3 623	3 195	2 795	2 795	380	399	434
<i>Water purification</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		5 682	4 630	2 246	9 127	9 667	9 667	11 282	11 757	12 840
Infrastructure - Sanitation		-	-	-	2 028	1 626	1 626	5 800	5 881	6 429
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	-	-	2 028	1 626	1 626	5 800	5 881	6 429
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>	2	-	-	-	-	-	-	-	-	-
<i>Gas</i>	3	-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses	7	-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing	8	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other	9	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		5 553	3 188	3 262	12 006	13 268	13 268	14 476	15 311	16 844
General vehicles		-	-	-	5 139	6 207	6 207	5 602	5 807	6 365
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		3 470	1 845	1 607	2 146	2 313	2 313	1 835	2 167	3 047
Computers - hardware/equipment		339	65	93	250	240	240	100	105	120
Furniture and other office equipment		26	5	41	57	85	85	162	170	98
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		1 719	1 273	1 521	4 414	4 424	4 424	6 778	7 062	7 214
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		1 787	58	11	60	10	10	-	-	-
Computers - software & programming		1 787	58	11	60	10	10	-	-	-
Total Repairs and Maintenance Expenditure	1	13 023	7 876	9 305	27 375	30 026	30 026	34 065	35 693	38 777

Table 60 MBRR SA35 - 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
R thousand								
Capital expenditure	1							
Vote 01 - Legislative & Executive Support Services		206	290	207	-	-	-	-
Vote 02 - Strategic Management		1 462	1 351	1 295	-	-	-	-
Vote 03 - Internally Funded Projects		-	-	-	-	-	-	-
Vote 04 - Corporate Services		2 563	2 694	5 434	-	-	-	-
Vote 05 - Budget & Treasury		3 794	1 742	2 992	-	-	-	-
Vote 06 - Engineering Department		473 000	668 406	958 123	-	-	-	-
Vote 07 - Health & Protection Department		5 551	8 440	10 354	-	-	-	-
Vote 08 - Water & Sanitation Management		4 087	4 530	345	-	-	-	-
Vote 09 - Water Services		24 057	10 440	11 445	-	-	-	-
Vote 10 - Sanitation Services		6 979	7 129	6 717	-	-	-	-
Vote 11 - Land Human Settlement & Economic Development		1 417	5 421	2 035	-	-	-	-
Vote 12 - Municipal Management		861	389	160	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-
Total Capital Expenditure		523 978	710 831	999 105	-	-	-	-
Future operational costs by vote	2							
Vote 01 - Legislative & Executive Support Services		83 359	89 090	93 164	-	-	-	-
Vote 02 - Strategic Management		58 548	60 813	63 148	-	-	-	-
Vote 03 - Internally Funded Projects		99 400	40 000	40 000	-	-	-	-
Vote 04 - Corporate Services		85 967	92 374	94 932	-	-	-	-
Vote 05 - Budget & Treasury		104 062	110 072	118 192	-	-	-	-
Vote 06 - Engineering Department		93 333	118 343	155 913	-	-	-	-
Vote 07 - Health & Protection Department		65 430	71 857	76 969	-	-	-	-
Vote 08 - Water & Sanitation Management		193 256	204 624	217 192	-	-	-	-
Vote 09 - Water Services		302 864	323 569	338 232	-	-	-	-
Vote 10 - Sanitation Services		77 023	82 162	88 483	-	-	-	-
Vote 11 - Land Human Settlement & Economic Development		51 033	50 154	58 631	-	-	-	-
Vote 12 - Municipal Management		23 374	25 643	25 831	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-
Total future operational costs		1 237 649	1 268 702	1 370 687	-	-	-	-
Future revenue by source	3							
Property rates								
Property rates - penalties & collection charges								
Service charges - electricity revenue								
Service charges - water revenue		162 281	170 737	178 663				
Service charges - sanitation revenue		74 984	78 658	82 621				
Service charges - refuse revenue								
Service charges - other		3 259	3 419	3 576				
Rental of facilities and equipment		277	290	290				
Total future revenue		240 800	253 104	265 150	-	-	-	-
Net Financial Implications		1 520 827	1 726 430	2 104 642	-	-	-	-

Table 61 MBRR SA36 - Detailed capital budget per municipal vote

DC12 Amathole - Supporting Table SA36
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								
Parent municipality:																
<i>List all capital projects grouped by Municipal Vote</i>																
01 - Legislative & Executive Support Services		All - Mpu Operating Budget		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	30	9	9	-		New
01 - Legislative & Executive Support Services		All - Mpu Operating Budget		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	15	18	30	40		Renew
01 - Legislative & Executive Support Services		All - Mpu Operating Budget		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	8	9	12		Renew
01 - Legislative & Executive Support Services		All - Mpu Operating Budget		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	181	12	13	20		New
01 - Legislative & Executive Support Services		All - Mpu Operating Budget		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew
01 - Legislative & Executive		All - Mpu Operating		B	No	General	General Vehicles			-	-	-	-	-		New

Support Services	Budget				Vehicles										
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
01 - Legislative & Executive Support Services	All - Mpu Operating Budget		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	18	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	17	16	19	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	90	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				16	15	27	40	50	Renew

01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	15	18	30	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	43	-	20	30	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	39	18	15	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	20	6	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	15	37	50	55	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	17	12	15	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	63	34	30	40	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	Renew
01 - Legislative & Executive	Internally Funded	B	No	Furniture And Other Office	Furniture And Other Office	-	2	-	-	-	Renew

Support Services	Capex				Equipment	Equipment									
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	6	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	770	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		General Vehicles	General Vehicles				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No		Other Buildings	Other Buildings				-	-	-	-	-	Renew

01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
01 - Legislative & Executive Support Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	25	78	72	-	-	New
02 - Strategic Management	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	80	-	Renew
02 - Strategic Management	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	67	166	122	-	-	New
02 - Strategic Management	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating	B	No	General	General Vehicles			-	-	-	-	-	-	New

	Budget				<i>Vehicles</i>										
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	Renew
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>Plant & Equipment</i>	<i>Plant & Equipment</i>				-	-	-	-	-	New
02 - Strategic Management	All - Mpu Operating Budget		B	No	<i>Plant & Equipment</i>	<i>Plant & Equipment</i>				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>				7	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>				17	13	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>				12	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	Yes	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>				-	-	-	-	-	New

02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			452	350	270	500	700		New
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			41	-	24	30	35		New
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	15	17	30	30		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			46	35	24	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	15	20	12	-		Renew
02 - Strategic Management	Internally Funded Capex		B	Yes	Computers - Hardware/Equipment	Computers - Hardware/Equipment		-	-	-	-	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			295	177	300	315	400		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			15	-	-	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			54	-	-	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew

02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			11	8	60	80	50		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			31	26	-	-	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			97	70	110	45	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			40	-	54	60	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	26	50	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	2	5	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	1	-	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			23	53	-	-	-		Renew
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew

02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles			151	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	150	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	160	30	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	General Vehicles	General Vehicles			509	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other	Other				-	-	-	-	-	New

02 - Strategic Management	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment			15	-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New

02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				146	-	-	-	-	New
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
02 - Strategic Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
03 - Internally Funded Projects	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
04 - Corporate Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	New
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew

	Budget				Vehicles										
04 - Corporate Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				103	34	90	150	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				125	55	50	52	500	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	28	25	26	80	Renew

04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			62	24	-	-	2	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			473	171	395	105	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New

04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			84	66	200	209	200		New
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			58	148	20	21	30		Renew
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew
04 - Corporate Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	29	24	25	30		Renew

04 - Corporate Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	759	660	1 000	2 000	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			151	200	-	-	292	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			345	-	1 000	1 000	2 000	Renew
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded	B	No	General	General Vehicles			151	-	-	-	300	Renew

	Capex			<i>Vehicles</i>											
04 - Corporate Services	Internally Funded Capex	B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-		Renew
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		New
04 - Corporate Services	Internally Funded Capex	B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-		Renew

04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New

04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	100	105	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
04 - Corporate Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	24	26	26	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	78	100	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	50	58	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	50	Renew

05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment								12	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment									New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment									New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment									New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment									New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			107		109		109		New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					57		60		New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					188				New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				32				30	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment								60	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment									Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles					580				New

05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	210	-	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	600	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	38	10	10	10	New

05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	-	1	5	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	-	0	0	-	New
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	-	300	150	150	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
05 - Budget & Treasury	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				24	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	22	36	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	11	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				24	36	54	70	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				97	6	23	30	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				8	6	54	70	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				13	200	74	80	-	New
05 - Budget & Treasury	Internally Funded	B	No	Computers -	Computers -				-	-	-	-	-	New

	Capex				Hardware/Equipment	Hardware/Equipment									
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	21	25	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	22	25	30		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			31	-	19	35	40		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			10	-	-	-	-		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			107	-	30	40	200		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			7	15	-	25	45		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			210	41	-	-	100		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew

05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			14	40	-	-	15		Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	3	300	314	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			10	-	15	-	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	22	22	-	100		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			21	124	167	185	50		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			75	-	334	200	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	19	52	-	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			14	141	185	-	-		New
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			16	-	32	-	-		New

05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			1	33	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			15	1	29	44	50	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	60	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			58	9	156	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			17	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			168	3	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	14	8	20	20	Renew

05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	200	-	400	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	160	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	306	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	300	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	400	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	300	-	Renew

05 - Budget & Treasury	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew

05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	10	5	10	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	10	-	-	-	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				109	49	158	30	20	New
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew

05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	18	20	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	6	6	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
05 - Budget & Treasury	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
06 - Engineering Department	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	New
06 - Engineering Department	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	New
06 - Engineering Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	New
06 - Engineering Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
06 - Engineering Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew

06 - Engineering Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				8	6	53	80	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	20	92	-	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				44	-	10	15	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	8	-	-	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	9	25	30	50	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				11	30	12	-	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				7	-	-	-	50	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				28	-	20	20	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				10	23	38	43	45	New
06 - Engineering Department	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	50	200	250	-	New

06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			24	35	52	40	-		New
06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	31	79	79	-		New
06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			5	26	12	15	-		Renew
06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	106	10	-	-		Renew
06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			1	-	44	50	20		Renew
06 - Engineering Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			25	33	350	350	-		Renew
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	-	-		New
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			370	-	300	-	-		New
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			583	-	-	-	-		New
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	380	400	400	-		New
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	-	-		Renew
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	740	300	-	-		Renew
06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	5	5	-		Renew

06 - Engineering Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex		B	No	Other	Other				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other	Other				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other	Other				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other	Other				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings			17	-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New

06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	New
06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	6	-	Renew
06 - Engineering Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-	Renew
06 - Engineering Department	Mig Other Projects	B	No	Infrastructure - Other	Other			-	3	509	6 600	6 500	6 500	New
06 - Engineering Department	Mig Sanitation Projects	B	No	Infrastructure - Sanitation	Sewerage Purification			-	116	213	216 100	226 442	280 874	New
06 - Engineering Department	Mig Water Projects	B	No	Infrastructure - Water	Water Purification			-	222	196	189 447	221 979	257 800	New
06 - Engineering Department	Rbig - Regional Bulk Infrastructure Grant	B	No	Infrastructure - Water	Reticulation			-	51	929	56 504	209 400	410 000	New
06 - Engineering Department	Rtig - Rural Transport Infrastructure Grant	B	Yes	Infrastructure - Road Transport	Roads, Pavements & Bridges		-	-	1	558	2 347	2 708	2 778	New
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	15	20	-	New
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	20	Renew
07 - Health & Protection	All - Mpu Operating	B	No	Furniture And Other Office	Furniture And Other Office			-	10	-	20	-	-	New

Department	Budget			Equipment	Equipment									
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	19	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	New

Department	Budget														
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-		Renew
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-		New
07 - Health & Protection Department	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment			-	-	-	-	-	-		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	11	18	30	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			39	25	16	20	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			23	-	99	125	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			17	-	29	40	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			7	-	19	140	-	-		New
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New
07 - Health & Protection	Internally Funded	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New

Department	Capex			Hardware/Equipment	Hardware/Equipment									
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			8	10	-	-	30		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			7	-	9	12	-		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			54	30	-	-	15		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	12		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	15		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	15		Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	20		Renew

07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			14	-	35	45	25		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			40	11	24	15	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			23	-	210	235	52		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			371	359	1	350	-	-	New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			49	-	187	160	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			35	-	11	15	10		Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		Renew

07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				5	10	10	-	20	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				7	30	80	80	85	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	570	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	500	New
07 - Health & Protection Department	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	1 300	-	-	New

07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				1 154	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				560	-	-	-	-	500	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				648	666	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				870	600	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	-	New

07 - Health & Protection Department	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew

07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	25	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew

07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	10	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	20	20	25	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew	
07 - Health & Protection Department	Internally Funded Capex	B	No	Specialised Vehicles - Conservancy	Specialised Vehicles - Conservancy				-	-	-	-	-	New	
07 - Health & Protection Department	Internally Funded Capex	B	No	Specialised Vehicles - Fire	Specialised Vehicles - Fire				2 239	729	4	2 500	7 483	4 500	New
07 - Health & Protection Department	Internally Funded Capex	B	Yes	Specialised Vehicles - Fire	Specialised Vehicles - Fire				-	-	-	600	-	4 500	Renew
08 - Water & Sanitation Management	Ablution Facilities	B	No	Recreational Facilities	Recreational Facilities				-	-	-	-	-	New	
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	24	28	-	New

08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	30	9	9	12	Renew
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	5	53	56	8	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	70	-	-	-	Renew
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	840	700	734	-	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	800	-	-	-	Renew
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings	-	-	-	-	-	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Other Buildings	Other Buildings	-	-	-	-	-	Renew
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment	-	283	-	-	-	New
08 - Water & Sanitation Management	All - Mpu Operating Budget	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Bedford Stw	B	No	Infrastructure - Sanitation	Sewerage Purification	184	-	-	-	-	Renew
08 - Water & Sanitation Management	Cathcardt Wtw	B	No	Infrastructure - Water	Dams & Reservoirs	-	-	-	-	-	Renew
08 - Water & Sanitation	Cathcardt Wtw	B	No	Infrastructure -	Sewerage	-	-	-	-	-	Renew

Management					<i>Sanitation</i>	<i>Purification</i>									
08 - Water & Sanitation Management	Centane Water Supply Phase 4	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Cintsa Stw	B	No		<i>Infrastructure - Sanitation</i>	<i>Sewerage Purification</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Construction Bulk 100kl Reservoir Willowvale	B	No		<i>Infrastructure - Water</i>	<i>Dams & Reservoirs</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Construction Of Frankfort Motel Park Water Supply	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Dam Safety And Operating Rules	B	No		<i>Infrastructure - Other</i>	<i>Other</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Develop Water Conservation & Demand Management Strategy	B	No		<i>Infrastructure - Other</i>	<i>Other</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Develop Water Safety Plans	B	No		<i>Infrastructure - Other</i>	<i>Other</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Ehlobo Water Supply	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Ground Water Management Plan	B	No		<i>Infrastructure - Other</i>	<i>Other</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Hogsback Wtw	B	No		<i>Infrastructure - Water</i>	<i>Dams & Reservoirs</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Ibka Centane Water Supply Scheme A	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Idutywa Stw	B	No		<i>Infrastructure - Sanitation</i>	<i>Sewerage Purification</i>			-	-	-	-	-		Renew
08 - Water & Sanitation	Internally Funded	B	No		<i>Computers - Hardware/Equip</i>	<i>Computers - Hardware/Equipme</i>			3	75	90	-	-		New

Management	Capex			ment	nt										
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			37	50	83	-	-			New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	93	26	-	-			New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			16	47	-	-	-			Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	100	-	-	-			Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	36	36	40	42			Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			33	68	125	135	-			New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			85	837	600	500	-			New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			22	20	56	60	63			New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			9	18	-	-	-			Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	203	65	68	70			Renew
08 - Water & Sanitation	Internally Funded	B	No	Furniture And Other Office	Furniture And Other Office			-	8	-	-	-			Renew

Management	Capex			Equipment	Equipment									
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			11 057	725	1	450	1 000	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	050	1	770	850	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other	Other			-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other	Other			-	280	3	1 000	1 049	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings			-	-	-	-	-	-	Renew

08 - Water & Sanitation Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	15	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	150	-	-	Renew
08 - Water & Sanitation Management	Kei Mount & Mogan Bay Stw	B	No	Infrastructure - Sanitation	Sewerage Purification	-	-	-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Keiskamma Hoek Stw	B	No	Infrastructure - Sanitation	Sewerage Purification	-	-	-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Komga Commonage Housing Project	B	No	Housing Development	Housing Development	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Mendu Wtw	B	No	Infrastructure - Water	Dams & Reservoirs	-	-	-	-	-	-	-	-	Renew
08 - Water & Sanitation Management	Nkonkobe Water Reticulation	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqgushwa Ward 3 Sanitation	B	No	Infrastructure - Sanitation	Sewerage Purification	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply B&E	B	No	Infrastructure - Water	Dams & Reservoirs	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply C	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply Scheme C	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply Scheme D	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply Scheme Epwp1	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation Management	Nqusi Water Supply Scheme Epwp8	B	No	Infrastructure - Water	Reticulation	-	-	-	-	-	-	-	-	New
08 - Water & Sanitation	Nxuba Water Resource & Recycle	B	No	Infrastructure -	Other	-	-	-	-	-	-	-	-	New

Management	Investigation				<i>Other</i>										
08 - Water & Sanitation Management	Peddie Stw	B	No		<i>Infrastructure - Sanitation</i>	<i>Sewerage Purification</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Refurbish Fort Beaufort Works	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Refurbish/Upgrade Daliwe Sewer Network	B	No		<i>Infrastructure - Sanitation</i>	<i>Reticulation</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Repair Hogsback Dam	B	No		<i>Infrastructure - Water</i>	<i>Dams & Reservoirs</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Roads & Storm Water 18	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Roads And Stormwater 2b	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Study To Lift Dam Wall & Construct Sludge Lag	B	No		<i>Infrastructure - Other</i>	<i>Other</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Tyefu/Hlosin/Bhongweni Phase 3 Water Supply	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Upgrade Elliotdale Wtws	B	No		<i>Infrastructure - Water</i>	<i>Dams & Reservoirs</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	Upgrade Haga Haga Raw Water Supply	B	No		<i>Infrastructure - Water</i>	<i>Dams & Reservoirs</i>			-	-	-	-	-		Renew
08 - Water & Sanitation Management	Water Meter Replacement Programme & Wcdm	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New
08 - Water & Sanitation Management	West Victoria East Water Supply Phase 2	B	No		<i>Infrastructure - Water</i>	<i>Reticulation</i>			-	-	-	-	-		New

08 - Water & Sanitation Management	Willowvale Wtw	B	No	Infrastructure - Water	Dams & Reservoirs	-	-	-	-	-	-	-	-	Renew
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
09 - Water Services	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	29	11	20	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	19	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	10	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	11	20	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	11	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			7	30	-	-	-		New

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	19	11	13	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	32	9	10	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			8	9	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			9	9	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			8	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	30	30	40	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	18	8	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	26	35	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			17	36	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			9	16	26	35	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			18	10	34	40	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			9	10	16	20	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	10	8	10	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	9	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	10	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				9	9	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	9	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	10	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	19	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				8	-	19	21	30	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	13	30	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	9	26	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	15	20	50	Renew

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	18	25	15	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	10	-	-	25	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	58	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			59	33	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			4	77	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			24	20	60	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	12	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	26	50	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	12	13	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			75	-	17	20	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			9	15	328	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	10	33	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			42	692	385	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	27	30	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	15	40	50	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	35	12	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	339	49	61	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			6	51	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			1	46	118	123	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	79	54	25	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-		New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	5	270	200	-		New

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	42	13	15	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	24	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment					50	50	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	65	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	79	410	46	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	60	70	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	125	15	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	5	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			42	-	-	-	30	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	2	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	4	4	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	32	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew	
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew	
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			123	160	2	200	250	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew	
09 - Water Services	Internally Funded Capex		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	160	-	-	-	Renew	
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	350	-	-	-	New	
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	200	1	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	350	-	-	400	350	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	350	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	420	400	-	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles			-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	840	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	386	840	-	400	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	420	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	270	-	400	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	350	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	320	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	290	400	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	320	400	400	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	400	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	350	400	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	750	500	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	1 150	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	65	1 450	100	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	1 900	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	350	400	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	1 850	2 000	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	420	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	350	400	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	420	500	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	420	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	675	600	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	350	385	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	400	1	1 470	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	350	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	400	400	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	320	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	700	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	400	Renew

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	1 000	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	420	400	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	350	400	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	418	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	350	-	-	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	400	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	400	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	1 260	1 000	1 500	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	700	1 680	-	486	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other				-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	1 412	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	173	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	2 367	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	5 582	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		293	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other	Other		-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings		-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	235	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	300	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	765	-	500	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	1 350	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	4	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	135	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	350	1	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				66	140	360	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	500	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	Renew

09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings	-	-	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	900	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	13	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	150	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	47	60	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	50	60	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	5	-	-	-	-	30	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	2	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	5	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	31	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	55	10	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	20	25	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	15	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	15	10	10	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	11	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	50	-	-	-	-	-	-	New
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	80	-	-	-	-	-	-	New

09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	30	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	70	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	30	Renew

09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	25	25	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	30	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	30	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	50	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	60	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	100	-	Renew
09 - Water Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	30	35	40	-	Renew

09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	50	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	200	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
09 - Water Services	Internally Funded Capex		B	No	Specialised Vehicles -	Specialised Vehicles -				-	-	-	-	-	New

					<i>Conservancy</i>	<i>Conservancy</i>													
09 - Water Services	Internally Funded Capex		B	No	<i>Specialised Vehicles - Conservancy</i>	<i>Specialised Vehicles - Conservancy</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New
10 - Sanitation Services	All - Mpu Operating Budget		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>				-	-	-	-	-	-				New

	Budget				<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	All - Mpu Operating Budget	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New

	Budget			<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	All - Mpu Operating Budget	B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	9	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			8	11	11	15	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	9	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	9	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	9	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	9	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	10	-	-	-	-	New
10 - Sanitation Services	Internally Funded	B	No	<i>Computers - Hardware/Equipment</i>	<i>Computers - Hardware/Equipment</i>			-	10	-	-	-	-	New

	Capex				ment	nt									
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			9	10	18	21	30			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	15	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	4	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	10	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	10	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-			New

	Capex				ment	nt									
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-		Renew

	Capex				ment	nt									
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	-	Renew

10 - Sanitation Services	Capex				ment	nt												
	Internally Funded Capex	B	No		Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-				Renew
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				18	-	350	400	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				20	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-				New
10 - Sanitation Services	Internally Funded Capex	B	No		Furniture And Other Office Equipment	Furniture And Other Office Equipment				23	116	520	545	300				New
10 - Sanitation Services	Internally Funded	B	No		Furniture And Other Office	Furniture And Other Office				-	-	60	60	65				New

	Capex				<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	10	10	15		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	22	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	350	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	25	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	60	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	13	-	-	-		New
10 - Sanitation Services	Internally Funded	B	No		<i>Furniture And Other Office</i>	<i>Furniture And Other Office</i>			-	-	-	-	-		New

	Capex				<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			48	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded	B	No		<i>Furniture And Other Office</i>	<i>Furniture And Other Office</i>			-	-	-	-	-		Renew

	Capex				<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			2	68	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded	B	No		<i>Furniture And Other Office</i>	<i>Furniture And Other Office</i>			-	-	-	-	-		Renew

	Capex				<i>Equipment</i>	<i>Equipment</i>									
10 - Sanitation Services	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	350	950	997	500		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	1 140	1 000	800		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	1 650	2 500	1 000		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	320	350	400	400		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	350	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	400	420	400		New
10 - Sanitation Services	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>			-	350	720	-	-		New

10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	720	400	400		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	350	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		New
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		Renew
10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles				-	-	-	-	-		Renew

10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	500	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	300	400	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	800	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	300	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	300	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew

10 - Sanitation Services	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Other	Other	-	-	-	-	-	-	-	-	New

10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other	Other			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings			-	-	-	-	-	New

10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew

10 - Sanitation Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	920	-	-	200	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				10	334	-	-	200	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	New

10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	10	10	2	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	50	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	50	55	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew

10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	70	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	(68)	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew

10 - Sanitation Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
10 - Sanitation Services	Internally Funded Capex		B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	All - Mpu Operating Budget		B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	All - Mpu Operating Budget		B	No	General Vehicles	General Vehicles				-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			40	-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex		B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			97	82	45	50	-	-	New

11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			17	-	45	47	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			35	61	9	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			25	-	50	52	55	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	30	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			14	35	150	21	-	New

11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			48	153	225	280	100	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			15	-	165	173	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			(0)	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	28	29	50	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment			-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	General Vehicles	General Vehicles			-	-	-	-	-	New
11 - Land Human Settlement	Internally Funded	B	No	General	General Vehicles			-	-	350	500	-	New

& Economic Development	Capex				<i>Vehicles</i>					840					
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		637	450	-	3 268	800			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	350	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	1 000	1 000			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>General Vehicles</i>	<i>General Vehicles</i>		-	-	-	-	-			Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>Other</i>	<i>Other</i>		-	-	-	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>Other</i>	<i>Other</i>		-	-	-	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>Other</i>	<i>Other</i>		-	-	-	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>Other Buildings</i>	<i>Other Buildings</i>		-	-	-	-	-			New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No		<i>Other Buildings</i>	<i>Other Buildings</i>		-	-	-	-	-			New

11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	New
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment	-	-	-	-	-	-	-	-	Renew
11 - Land Human Settlement & Economic Development	Ndpg - Led Aspire Projects	B	No	Infrastructure - Other	Other	-	64 156	-	-	-	-	-	-	New
12 - Municipal Management	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
12 - Municipal Management	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	5	-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	24	12	143	-	-	-	-	-	New

12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	76	50	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	68	44	24	28	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	18	-	88	100	50	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	20	21	15	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	30	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded	B	No	Furniture And Other Office	Furniture And Other Office	-	-	-	-	-	New

	Capex				<i>Equipment</i>	<i>Equipment</i>									
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	5	5	10		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	34	247	-	-		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	81	100	-		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			16	102	143	-	-		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	10	10	60	55		Renew
12 - Municipal Management	Internally Funded Capex	B	No		<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded	B	No		<i>Furniture And Other Office</i>	<i>Furniture And Other Office</i>			-	-	-	-	-		Renew

	Capex				<i>Equipment</i>	<i>Equipment</i>									
12 - Municipal Management	Internally Funded Capex		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>Furniture And Other Office Equipment</i>	<i>Furniture And Other Office Equipment</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			280	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		New
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>			-	-	-	-	-		Renew
12 - Municipal Management	Internally Funded		B	No	<i>General</i>	<i>General Vehicles</i>			-	-	-	-	-		Renew

	Capex			<i>Vehicles</i>											
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>General Vehicles</i>	<i>General Vehicles</i>				-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other</i>	<i>Other</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex		B	No	<i>Other Buildings</i>	<i>Other Buildings</i>				-	-	-	-	-	New

12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	9	3	3	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				8	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				20	27	20	21	-	-	New

12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	New
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	186	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
12 - Municipal Management	Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-	-	Renew
15 - Other	All - Mpu Operating Budget	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment				-	-	-	-	-	-	New
15 - Other	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
15 - Other	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	New
15 - Other	All - Mpu Operating Budget	B	No	General Vehicles	General Vehicles				-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment				-	-	-	-	-	-	New

15 - Other	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	Computers - Hardware/Equipment	Computers - Hardware/Equipment	-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	Furniture And Other Office Equipment	Furniture And Other Office Equipment	-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	New
15 - Other	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew
15 - Other	Internally Funded Capex	B	No	General Vehicles	General Vehicles	-	-	-	-	-	-	Renew

15 - Other		Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-		New
15 - Other		Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-		New
15 - Other		Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-		New
15 - Other		Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-		Renew
15 - Other		Internally Funded Capex	B	No	Other Buildings	Other Buildings				-	-	-	-	-		Renew
15 - Other		Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-		New
15 - Other		Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-		New
15 - Other		Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-		Renew
15 - Other		Internally Funded Capex	B	No	Plant & Equipment	Plant & Equipment				-	-	-	-	-		Renew
15 - Other		Internally Funded Capex	B	No	Specialised Vehicles - Conservancy	Specialised Vehicles - Conservancy				-	-	-	-	-		New
Parent Capital expenditure	1											523 978	710 831	999 105		
Entities:																
<i>List all capital projects grouped by Entity</i>																
Entity A																

Water project A																			
Entity B																			
Electricity project B																			
Entity Capital expenditure									-	-	-	-	-						
Total Capital expenditure									35 665	174	512	523 978	710 831	999 105					

Table 62 MBRR SA37 - Projects delayed from previous financial year

Municipal Vote/Capital project	Ref. 1,2	Project name	Project number	Asset Class 3	Asset Sub-Class 3	GPS co-ordinates 4	Previous target year to complete Year	Current Year 2011/12		2012/13 Medium Term Revenue & Expenditure Framework		
								Original Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand												
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>				<i>Examples</i>	<i>Examples</i>							
Entities: <i>List all capital projects grouped by Municipal Entity</i>												
Entity Name <i>Project name</i>												

References

- 1. List all projects with planned completion dates in current year that have been re-budgeted in the MTREF
- 2. Refer MFMA s30
- 3. As per Table SA34

2.13 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was partially complied with, partially in that not all reports were submitted within 10 working days.

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department as well as in the Internal audit Division. Two long term interns have been employed in Finance Department and Municipal Support Unit, with one interim being appointed as a CFO in one of the local municipalities.

3. Budget and Treasury Office

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

4. Audit Committee

An Audit Committee has been established and is fully functional.

5. Service Delivery and Implementation Plan

The detail SDBIP document is at a draft stage and will be finalised after approval of the 2010/11 MTREF in May 2011 directly aligned and informed by the 2012/13 MTREF.

6. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

7. Policies – Credit Control and Debt Collection Policy, Tariff Policy and Indigent Support Policy were reviewed and submitted to Council in March together with the draft budget for approval.

Other supporting documents

Table 63 MBRR Table SA1 - Supporting detail to budgeted financial Performance

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																	
REVENUE ITEMS:																	
Property rates																	
Total Property Rates	6																
less Revenue Foregone																	
Net Property Rates																	
Service charges - electricity revenue																	
Total Service charges - electricity revenue	6																
less Revenue Foregone																	
Net Service charges - electricity revenue																	
Service charges - water revenue																	
Total Service charges - water revenue	6	51 997	71 094	99 732	89 551	89 551	89 551	89 551	162 281	170 737	178 663						
less Revenue Foregone																	
Net Service charges - water revenue		51 997	71 094	99 732	89 551	89 551	89 551	89 551	162 281	170 737	178 663						
Service charges - sanitation revenue																	
Total Service charges - sanitation revenue	6	33 018	43 762	69 772	68 772	68 772	68 772	68 772	74 984	78 658	82 621						
less Revenue Foregone																	
Net Service charges - sanitation revenue		33 018	43 762	69 772	68 772	68 772	68 772	68 772	74 984	78 658	82 621						
Service charges - refuse revenue																	
Total refuse removal revenue	6																
Total landfill revenue																	
less Revenue Foregone																	
Net Service charges - refuse revenue																	
Other Revenue by source																	
Prior Year Income					180 376	216 664	216 664	216 664	283 643	228 926	244 609						
Other Income		35 035	47 280	47 505	60 609	132 675	132 675	132 675	72 006	98 125	133 268						
Total 'Other' Revenue	1	35 035	47 280	47 505	240 985	349 339	349 339	349 339	355 650	327 050	377 877						
EXPENDITURE ITEMS:																	
Employee related costs																	
Basic Salaries and Wages	2	144 614	182 453	206 630	278 946	280 494	280 494	280 494	303 498	325 585	348 835						
Pension and UIF Contributions		28 050	34 858	46 479	62 306	63 452	63 452	63 452	93 230	101 556	106 174						
Medical Aid Contributions																	
Overtime		606	638	782	1 231	1 231	1 231	1 231	1 643	1 767	1 883						
Performance Bonus		6 213	7 031	9 088	11 745	12 194	12 194	12 194	15 190	16 136	17 210						
Motor Vehicle Allowance		6 323	8 542	10 442	12 034	12 821	12 821	12 821	27 786	29 820	29 820						
Cellphone Allowance									1 900	2 000	2 000						
Housing Allowances		8 778	8 406	10 625	8 085	8 085	8 085	8 085	13 082	14 044	15 068						
Other benefits and allowances																	
Payments in lieu of leave		23 827	8 425	30 288	25 000	25 000	25 000	25 000	32 000	33 000	33 000						
Long service awards																	
Post-retirement benefit obligations	4	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990						
Less: Employees costs capitalised to PPE	sub-total																
Total Employee related costs	1	218 412	250 352	314 335	399 347	403 278	403 278	403 278	488 525	521 874	553 990						
Contributions recognised - capital																	
List contributions by contract																	
Total Contributions recognised - capital																	
Depreciation & asset impairment																	
Depreciation of Property, Plant & Equipment	10	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133						
Lease amortisation																	
Capital asset impairment																	
Depreciation resulting from revaluation of PPE																	
Total Depreciation & asset impairment	10	75 080	76 608	89 773	90 586	90 586	90 586	90 586	104 174	111 010	114 133						
Bulk purchases																	
Electricity Bulk Purchases	1	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505						
Water Bulk Purchases																	
Total bulk purchases	1	33 320	37 980	48 673	64 363	64 363	64 363	64 363	57 606	61 239	55 505						
Transfers and grants																	
Cash transfers and grants																	
Non-cash transfers and grants																	
Total transfers and grants	1																
Contracted services																	
Anatola Water			46 013	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598						
Wssa	sub-total		46 013	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598						
Allocations to organs of state:																	
Electricity																	
Water																	
Sanitation																	
Other																	
Total contracted services			46 013	53 784	61 380	61 380	61 380	61 380	62 518	65 581	68 598						
Other Expenditure By Type																	
Collection costs	3	1 507	1 477	2 443	4 200	3 935	3 935	3 935	3 100	3 252	3 250						
Contributions to other provisions																	
Consultant fees		283	1 514	3 516	5 593	4 305	4 305	4 305	7 651	7 357	7 857						
Audit fees		2 962	4 214	4 204	4 961	4 874	4 874	4 874	5 851	5 725	5 990						
General expenses		325 151	224 750	216 447	91 059	222 442	222 442	222 442	42 906	45 826	47 331						
Transport/Fuel Costs		7 369	8 654	11 490	17 890	14 910	14 910	14 910	18 064	18 822	20 317						
Projects Municipal Manager									89 400	40 000	40 000						
Training - General		1 095	3 060	2 820	11 004	5 332	5 332	5 332	13 296	16 024	19 017						
Training - Vehicles		8 078	13 759	9 348	15 919	11 935	11 935	11 935	7 793	8 142	8 366						
Protective Clothing & Uniforms		293	1 386	2 918	3 123	3 712	3 712	3 712	3 413	3 602	4 544						
Voi Portion On External Funds									58 142	82 227	117 952						
R&M - Vehicle Maintenance					5 139	6 243	6 243	6 243	5 602	5 807	6 365						
Anatole Economic Dev Agency Contr			10 000	11 500	15 000	15 000	15 000	15 000	15 000	15 000	21 000						
Financial Reporting Tool Support									1 309	1 373	1 436						
Insurance Premium Costs		4 286	4 476	4 614	5 112	5 155	5 155	5 155	6 108	6 913	7 297						
Software		165	1 276	664	9 644	9 819	9 819	9 819	11 554	12 226	10 979						
R&M - Network		4 152	4 012	1 318	7 511	7 229	7 229	7 229	10 427	11 126	11 734						
R&M - Buildings - Whelan Workshop		48	233	256	1 950	306	306	306	675	708	708						
R&M - Mechanical Electrical		1 530	619		5 036	3 306	3 306	3 306	4 044	3 697	4 957						
Tanker Hire									13 960	14 647	15 413						
Indigent Support		566	1 346	3 458	6 229	3 995	3 995	3 995	7 639	8 016	8 707						
Telephone Expenses		2 847	3 307	3 701	6 838	4 185	4 185	4 185	8 119	8 549	8 671						
S&T Fly Hotel/Car Hire		2 977	3 294	6 104	6 552	8 910	8 910	8 910	7 725	9 082	9 600						
Electricity		10 709	15 806	18 991	23 894	25 171	25 171	25 171	33 109	37 347	44 400						
Skills Development Levy		1 584	1 978	2 309	4 063	2 691	2 691	2 691	4 922	5 222	5 382						
Pit Lintime Clearance			93	1 384	3 800	3 800	3 800	3 800	3 800	3 986	4 170						
Staff 2013/14									10 000								
Membership Fees		1 556	2 178	2 114	3 031	3 440	3 440	3 440	4 736	5 586	5 925						
R&M - Dams Repairs & Maintenance					3 195	2 840	2 840	2 840	380	399	434						
R&M - Buildings - 40 Cambridge		3 256	1 170	1 579	2 464	1 575	1 575	1 575	5 663	5 787	6 086						
Security Services		3 429	2 803	10 809	15 653	15 162	15 162	15 162	18 510	19 434	19 462						
Printing Stationery		3 515	3 589	2 889	8 076	8 648	8 648	8 648	10 348	10 934	13 664						
R&M - Machinery And Equipment		4 036	1 843	1 601	4 033	4 673	4 673	4 673	4 015	4 391	5 274						
Job Evaluation Results		235	229	297	2 560	1 950	1 950	1 950			2						
Rentals - Office Accommodation		4 462	5 760	8 129	12 438	13 266	13 266	13 266	18 977	19 799	19 096						
Solid Waste Site Eastern Region Costs		361	35	1 533	4 300	4 300	4 300	4 300	4 300	4 500	4 707						

Table 64 MBRR Table SA2 – Matrix financial performance budget (revenue source/expenditure type and department)

Description	Ref	Vote 01 - Legislative & Executive Support Services	Vote 02 - Strategic Management	Vote 03 - Internally Funded Projects	Vote 04 - Corporate Services	Vote 05 - Budget & Treasury	Vote 06 - Engineering Department	Vote 07 - Health & Protection Department	Vote 08 - Water & Sanitation Management	Vote 09 - Water Services	Vote 10 - Sanitation Services	Vote 11 - Land Human Settlement & Economic Development	Vote 12 - Municipal Management	Vote 15 - Other	Total
R thousand	1														
Revenue By Source															
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	162 281	-	-	-	-	162 281
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	74 984	-	-	-	74 984
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	3 259	-	-	-	-	-	-	3 259
Rental of facilities and equipment		-	-	-	277	-	-	-	-	-	-	-	-	-	277
Interest earned - external investments		-	-	-	-	25 155	-	-	-	-	-	-	-	-	25 155
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	29 318	-	-	-	-	29 318
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	10	-	-	-	-	-	-	10
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue		44 898	77 601	-	75 884	72 418	253 183	57 296	-	6 000	-	44 717	7 700	-	639 696
Transfers recognised - operational		38 667	11 259	70 551	12 369	10 284	26 420	10 416	94 569	34 984	21 864	7 733	16 535	-	355 650
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		83 564	88 860	70 551	88 530	107 856	279 602	70 981	94 569	232 583	96 848	52 450	24 235	-	1 290 629
Expenditure By Type															
Employee related costs		51 010	30 167	-	39 477	75 972	23 150	45 764	23 651	131 741	30 101	24 343	13 150	-	488 525
Remuneration of councillors		14 015	-	-	-	-	-	-	-	-	-	-	-	-	14 015
Debt impairment		-	-	-	-	-	-	-	-	29 632	16 677	-	-	-	46 309
Depreciation & asset impairment		321	1 953	-	1 582	1 020	381	1 515	91 803	-	2 664	2 860	75	-	104 174
Finance charges		3	3	-	27	40	-	20	-	-	-	6	8	-	106
Bulk purchases		-	-	-	-	-	-	-	-	57 606	-	-	-	-	57 606
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	-	-	-	-	62 518	-	-	-	-	-	62 518
Transfers and grants		-	890	-	-	-	300	-	-	4	-	3 125	-	-	4 319
Other expenditure		18 011	25 535	99 400	44 880	27 030	69 502	18 131	15 284	83 881	27 582	20 700	10 142	-	460 077
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		83 359	58 548	99 400	85 967	104 062	93 333	65 430	193 256	302 864	77 023	51 033	23 374	-	1 237 649
Surplus/(Deficit)		206	30 312	(28 849)	2 563	3 794	186 269	5 551	(98 687)	(70 282)	19 825	1 417	861	-	52 980
Transfers recognised - capital		-	-	-	-	-	470 998	-	-	-	-	-	-	-	470 998
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		206	30 312	(28 849)	2 563	3 794	657 267	5 551	(98 687)	(70 282)	19 825	1 417	861	-	523 978

Table 65 MBRR Table SA3 – Supporting detail to Statement of 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
R thousand											
ASSETS											
<u>Call investment deposits</u>											
Call deposits < 90 days											
Other current investments > 90 days		469 467	466 190	471 109	460 000	460 000	460 000	460 000	460 000	460 000	460 000
Total Call investment deposits	2	469 467	466 190	471 109	460 000	460 000	460 000	460 000	460 000	460 000	460 000
<u>Consumer debtors</u>											
Consumer debtors		213 048	293 631	166 851	220 329	298 210	298 210	298 210	307 156	316 371	325 862
<u>Less: Provision for debt impairment</u>		(162 047)	(241 903)	(126 704)	(132 197)	(209 810)	(209 810)	(209 810)	(216 104)	(222 587)	(229 265)
Total Consumer debtors	2	51 001	51 728	40 147	88 131	88 400	88 400	88 400	91 052	93 783	96 597
<u>Debt impairment provision</u>											
Balance at the beginning of the year		127 584	169 638	251 776							
Contributions to the provision		63 015	91 748	157 094	(132 197)	209 810	209 810	209 810	216 104	222 587	229 265
Bad debts written off		(20 961)	(9 610)	(270 945)							
Balance at end of year		169 638	251 776	137 926	(132 197)	209 810	209 810	209 810	216 104	222 587	229 265
<u>Property, plant and equipment (PPE)</u>											
PPE at cost/valuation (excl. finance leases)		2 658 282	2 907 779	3 233 808	3 383 526	3 928 535	3 928 535	3 928 535	3 827 634	4 284 222	4 838 941
Leases recognised as PPE		3 231	3 231	3 478	1 965	2 213	2 213	2 213	2 213	2 213	2 213
<u>Less: Accumulated depreciation</u>		284 295	365 133	446 281	649 163	448 373	448 373	448 373	535 964	623 554	711 144
Total Property, plant and equipment (PPE)	2	2 377 218	2 545 877	2 791 005	2 736 328	3 482 374	3 482 374	3 482 374	3 293 883	3 662 881	4 130 010
LIABILITIES											
<u>Current liabilities - Borrowing</u>											
Short term loans (other than bank overdraft)											
Current portion of long-term liabilities		350	504	472	538	736	736	736	438	139	-
Total Current liabilities - Borrowing		350	504	472	538	736	736	736	438	139	-
<u>Trade and other payables</u>											
Trade and other creditors		103 929	111 263	154 262	180 126	97 594	97 594	97 594	102 474	107 597	112 977
Unspent conditional transfers		127 484	120 997	169 834	179 485	201 192	201 192	201 192	205 215	209 320	213 506
VAT											
Total Trade and other payables	2	231 413	232 260	324 097	359 611	298 785	298 785	298 785	307 689	316 917	326 483
<u>Non current liabilities - Borrowing</u>											
Borrowing											
Finance leases (including PPP asset element)		265	538	299	237	299	299	299	299	299	139
Total Non current liabilities - Borrowing	4	265	538	299	237	299	299	299	299	299	139
<u>Provisions - non-current</u>											
Retirement benefits		91 963	107 557	137 845	109 718	137 845	137 845	137 845	147 494	157 819	168 866
Leave Accruals		10 025	8 774	13 167	7 288	12 254	12 254	12 254	13 111	14 029	15 011
Deferred Income		-	-	-	-	-	-	-	-	-	-
Operating Lease Liability		214	282	472	286	-	-	-	290	295	298
Refuse landfill site rehabilitation											
Other											
Total Provisions - non-current		102 202	116 612	151 484	117 293	150 099	150 099	150 099	160 896	172 142	184 175
CHANGES IN NET ASSETS											
<u>Accumulated Surplus/(Deficit)</u>											
Accumulated Surplus/(Deficit) - opening balance		1 508 277	2 916 795	3 097 260	2 733 887	3 244 033	3 244 033	3 244 033	3 345 181	3 451 386	3 562 901
GRAP adjustments		1 286 085	(1 395)	-							
Restated balance		2 794 362	2 915 400	3 097 260	2 733 887	3 244 033	3 244 033	3 244 033	3 345 181	3 451 386	3 562 901
Surplus/(Deficit)		122 433	181 860	146 773	511 841	512 174	512 174	512 174	523 978	710 831	999 105
Appropriations to Reserves											
Transfers from Reserves											
Depreciation offsets											
Other adjustments		-	-	-	0	0	0	0	19 244	(0)	-
Accumulated Surplus/(Deficit)	1	2 916 795	3 097 260	3 244 033	3 245 728	3 756 207	3 756 207	3 756 207	3 888 402	4 162 217	4 562 006
<u>Reserves</u>											
Housing Development Fund											
Capital replacement											
Self-insurance											
<u>Other reserves</u>		-	-	-	-	101 148	101 148	101 148	106 205	111 515	117 091
Revaluation		(5 826)	18 665	18 665	18 665	18 665	18 665	18 665	18 665	18 665	18 665
Total Reserves	2	(5 826)	18 665	18 665	18 665	119 813	119 813	119 813	124 870	130 180	135 756
TOTAL COMMUNITY WEALTH/EQUITY	2	2 910 969	3 115 925	3 262 698	3 264 393	3 876 020	3 876 020	3 876 020	4 013 272	4 292 397	4 697 762

Table 66 MBRR Table SA9 – Social, economic and demographic statistics and assumptions

Description of economic indicator	Ref.	Basis of calculation	1996 Census	2001 Census	2007 Survey	2009/10	2010/11	2011/12	Current Year 2012/13	2013/14 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
Demographics												
Population		COMMUNITY SURVEY	-	1 664	1 665	-	-	-	-	-	-	-
Females aged 5 - 14			-	204	185	-	-	-	-	-	-	-
Males aged 5 - 14			-	205	188	-	-	-	-	-	-	-
Females aged 15 - 34			-	300	290	-	-	-	-	-	-	-
Males aged 15 - 34			-	271	293	-	-	-	-	-	-	-
Unemployment			-	281	213	-	-	-	-	-	-	-
Monthly household income (no. of households)												
No income	1, 12					-	-	-	-	-	-	-
R1 - R1 600												
R1 601 - R3 200												
R3 201 - R6 400												
R6 401 - R12 800												
R12 801 - R25 600												
R25 601 - R51 200												
R52 201 - R102 400												
R102 401 - R204 800												
R204 801 - R409 600												
R409 601 - R819 200												
> R819 200												
Poverty profiles (no. of households)												
< R2 060 per household per month	13											
ADM			-	-	-	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Household/demographics (000)												
Number of people in municipal area			-	-	-	-	-	-	-	-	-	-
Number of poor people in municipal area			-	-	-	-	-	-	-	-	-	-
Number of households in municipal area			-	-	-	-	-	-	-	-	-	-
Number of poor households in municipal area			-	-	-	-	-	-	-	-	-	-
Definition of poor household (R per month)			-	-	-	-	-	-	-	-	-	-
Housing statistics												
Formal	3		-	211 985	260 745	-	-	-	-	-	-	-
Informal			-	212 356	197 839	-	-	-	-	-	-	-
Total number of households			-	424 341	458 584	-	-	-	-	-	-	-
Dwellings provided by municipality	4		-	-	-	-	-	-	-	-	-	-
Dwellings provided by province/s			-	-	-	-	-	-	-	-	-	-
Dwellings provided by private sector	5		-	-	-	-	-	-	-	-	-	-
Total new housing dwellings			-	-	-	-	-	-	-	-	-	-
Economic												
Inflation/inflation outlook (CPIX)	6					6.0%	6.0%	6.0%	6.0%	6.0%	5.0%	0.0%
Interest rate - borrowing						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Interest rate - investment						7.0%	7.0%	7.0%	0.0%	0.0%	0.0%	0.0%
Remuneration increases						13.0%	13.0%	13.0%	10.0%	6.0%	5.0%	0.0%
Consumption growth (electricity)						0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Consumption growth (water)						5.0%	5.0%	5.0%	0.0%	0.0%	0.0%	0.0%
Collection rates												
Property tax/service charges	7					37.0%	31.0%	31.0%	48.0%	48.0%	48.0%	0.0%
Rental of facilities & equipment						100.0%	89.0%	89.0%	100.0%	100.0%	100.0%	0.0%
Interest - external investments						272.0%	79.0%	79.0%	100.0%	100.0%	100.0%	0.0%
Interest - debtors						0.0%	78.0%	78.0%	0.0%	0.0%	0.0%	0.0%
Revenue from agency services						100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Table 67 MBRR SA32 – List of external mechanisms

External mechanism	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
Name of organisation		Number			R thousand
<i>Amathole Water</i>	3	1	Purchase of Bulk Water		60 000

Table 68 List of Internally Funded Projects per vote

ENGINEERING SERVICES		
1314 PROJECTS REQUIRING FUNDING		
	PROJECT NAME	AMOUNT 2013/14
1	Construction of Transfer Station in Mbashe	210 000
2	Design for Ndlovini Settlement	200 000
3	Feasibility Study for Public Transport Facilities Management	300 000
4	Feasibility Study Western RSWS	200 000
5	Implementation of risk abatement safety plan	800 000
6	Implementation of water safety plan	800 000
7	Installation of high level of service per household (Pilot to 2 villages per LM i.e. Amahlaleni)	500 000
8	Laboratory establishment	800 000
9	Provision of engineering services to (Ndlovini Phase 2 Victoria Post, Hertzog, Lewi)	1 000 000
10	Public Transport Facilities and Infrastructure upgrade (canopies in Peddie, Butterworth)	2 000 000
11	Interim safe drinking water through rain water harvesting programme	1 900 000
12	Refurbishment of Adelaide Canal	1 900 000
13	Roll out of VIP Sanitation Projects - Executive Mayor's Special projects	15 000 000
14	Sanitation infrastructure upgrade	500 000
15	The Development and Implementation of the refurbishment plan	4 900 000
16	Construction of transfer station in Mquma and Mbashe	1 790 890
17	Drought mitigation /desal/re-use	3 500 000
18	Hogback/Ndlovini settlement	200 000
19	Implementation of Butterworth pipe replacement	1 900 000
20	Implementation of water cons & demand management	9 907 089
21	Prov multi modal PTF in Willovale	1 692 021
	TOTAL	50 000 000

LHSED

1314 PROJECTS REQUIRING FUNDING

	PROJECT NAME	Amount
	Plans and Policies	
1	Housing Strategy Review	50 000
2	Elliotdale Zone Plan B	350 000
3	Implementation of Blue Flag Program	100 000
4	Implementation of Climate Change Strategy	200 000
5	Support for LM LED Strategy Development	150 000
6	SDF Review	100 000
	Town Register Land and Planning	
7	Cenyulands Consolidation of Land	150 000
8	Wesley Township Register	50 000
9	Gasela Township Register	100 000
10	Maclean Town Commonage Transfer	100 000
11	Land Summit	200 000
12	Social Housing Project	100 000
13	Cefane Planning	200 000
14	LRSP Implementation-Land Transferes	150 000
15	Settlements Inventory	100 000
	Tourism and Heritage	
16	Heritage Research,Collection, Branding and Development	100 000
17	Heritage Route Development	100 000
18	Conservation and Rehabilitation of Heritage Sites	150 000
19	Resuscitation of Ntaba Ka Ndoda Monument /Heritage Site	200 000
20	Armed Struggle Living Museum	200 000
21	Heritage Resources Management Capacitiation	70 000
22	Annual Heritage Celebrations	200 000
23	Early African Intellectuals Legacy	400 000
24	Wars of Land Dispossession-Centane War Memorial	100 000
25	ADM Tourism Development ,Marketing and Promotion	500 000
26	Economic Intelligence System	100 000
27	Investor conference follow up sessions	100 000
28	ADM Craft Development Support	100 000
29	Emerging Film and Creative Industry	100 000
30	Sport Tourism Events	500 000
31	Toursim Development	300 000
	Capacity Building Awareness and Support	
32	LM Institutional Land Reform Capacity Building	50 000
33	Implementation of Air Quality Management	100 000
34	Implementation of statutory environmental empowerment campaigns	100 000
35	Capacity Building of Enterprises	100 000
36	Networking Platform for Enterprises	100 000
37	Cooperatives Support	100 000
38	Informal Trade Support	100 000
39	SMME Support	100 000
40	Establishment of the Cooperatives Development Center	1 000 000
	Agri and Food Security	
41	Mechanisation and Input Supply	1 896 000
42	Food Security	300 000
43	Emerging Farmer Support	300 000
	Housing	
44	Housing Accreditation Roll out	100 000
45	Housing Finance Risk and Fraud Plan Implementation	50 000
46	Housing Finance Risk Programme	100 000
47	Housing Strategy Training	50 000
48	Amathole Mountain Biosphere Reserve	134 000
	TOTAL	10 000 000

STRATEGIC MANAGEMENT

1314 PROJECTS REQUIRING FUNDING

	PROJECT NAME	Amount	
	MSJ EXECUTIVE AND LEGISLATIVE SUPPORT		
1	Phase 3 Implementation of GIS Shared Services for ADM and its LMs	925 000	
2	IT Support to Local Municipalities	800 000	
3	Capacity building in LMs	900 000	
4	Technical assistance, training for machine operators for u		AMOUNT
5	Capacity building for finance officials in LMs	200 000	300 000
6	Training and Development at LMs	300 000	200 000
7	Gratified Asset Register	300 000	
8	Clean up of audit issues	900 000	500 000
	TOTAL		
	PLANS AND SURVEY		
9	Review of the Fort Beaufort Zoning Scheme	300 000	
10	Development of the Alice, Middleton and Symons Town Schemes	250 000	
11	Rectification of the Survey diagrams for the Ndlovini Settlement	200 000	
12	Planning and surveying of the Bedford Settlements	200 000	
13	Planning and Survey of the Adelaide Settlement	200 000	
	IT AND OTHER		
14	Network Infrastructure Upgrade		AMOUNT
15	Biometrics Implementation of the HRD Strategy	350 000	600 000
16	SAN Upgrade Women Empowerment Programme	450 000	616 740
17	Server Rooms Upgrade	400 000	200 000
18	Video packaging of communication events	300 000	583 260
19	Planning & Rollout of Mobile Web Initiative	175 000	
20	Implementation of IT Disaster Recovery Plan	500 000	4 000 000
21	Implementation of IT Master Strategic Plan	600 000	
22	Develop Master Systems Plan	500 000	
23	Develop Enterprise Architecture	600 000	
	Total		10 000 000

1314 PROJECTS REQUIRING FUNDING

	PROJECT NAME	AMOUNT	
	Asset Management		
1	Identification, Verification and Valuation of ADM's Fixed Assets	800 000	
2	Moveable Assets Labelling	450 000	
	Revenue Enhancement		
3	Tariff Setting Model	200 000	
4	Service Coverage	4 000 000	
	PROJECT NAME	AMOUNT	
1	Sustainable Waste Management Promotion	800 000	350 000
2	Community Safety Capacity Building Programs	200 000	
3	Health and Safety Awareness Campaigns	900 000	
4	Address Disaster Damaged Houses Backlogs in 3 LMs	1 100 000	120 000
5	Establishment of 1 Fire Satellite Station at Hamburg	2 000 000	
6	Establishment of 1 Fire Station Satellite Station at Willowvale	2 000 000	7 000 000
	TOTAL		7 000 000

LIST OF POLICIES

BUDGET POLICY

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DEFINITIONS

“Account” means the segment used to allocate the budget for specific items within the votes (departments) e.g. advertising

“Accounting Officer” means the municipal official who is the administrative head of the Municipality as contemplated in section 60 of the MFMA i.e. Municipal Manager

“Adjustments Budget” means the revision of the approved annual budget

“Allocation”, means-

- (a) a municipality's share of the local government's equitable share referred to in section 214(l)(a) of the Constitution;
- (b) an allocation of money to a municipality in terms of section 214(1) (c) of the Constitution;
- (c) an allocation of money to a municipality in terms of a provincial budget; or
- (d) any other allocation of money to a municipality by an organ of state, including by another municipality, otherwise than in compliance with a commercial or other business transaction;

“Annual Division of Revenue Act” means the Act of Parliament, which must be enacted annually in terms of section 214 (1) of the Constitution;

“Approved budget,” means an annual budget-

- a) approved by a municipal council, or
- b) approved by a provincial or the national executive following an intervention in terms of section 139 of the Constitution, and includes such an annual budget as revised by an adjustments budget in terms of section 28 of the MFMA and Regulations on Municipal Budgeting and Reporting.

“Basic Municipal Service” means a municipal service that is necessary to ensure an acceptable and reasonable quality of life and which, if not provided, would endanger public health or safety or the environment;

Budget-related Policy” means a policy of a municipality affecting or affected by the annual budget of the municipality, including-

“Systems Act;

- a) the credit control and debt collection policy, which the municipality must adopt in terms of section 96(b) of the Municipal Systems Act;

“Budget transfer/move” means transfer of funding within a function / vote.

“Budget Year” means the financial year of the municipality for which an annual budget is to be approved in terms of section 16(1) of the MFMA;

“Capital Budget” means the estimated amount for capital items in a given fiscal period. Capital items are fixed assets such as facilities and equipment, the cost of which is normally written off over a number of fiscal periods

“Chief financial officer” means a person designated in terms of section 80(2) (a) of the MFMA who is the head of the Budget & Treasury Office;

“Cost centre” means a collector which represents a logical point at which costs/expenditure is collected and managed by a responsible cost centre owner e.g. Revenue 25 35 managed by Revenue Manager

"Councillor" means a member of a municipal council;

"Creditor", means a person to whom money is owed by the municipality;

"Current year" means the financial year, which has already commenced, but not yet ended;

"Delegation", in relation to a duty, includes an instruction or request to perform or to assist in performing the duty;

"Director/head of department" Refers to managers directly reporting and accountable to the Accounting officer as outlined in Municipal Systems Act, section 56

"Executive mayor" means the councillor elected as the executive mayor of the municipality in terms of section 55 of the Municipal Structures Act;

"Financial year" means the 12 month period starting on 1 July and ending on 30 June of the following year

"Financial recovery plan" means a plan prepared in terms of section 141 of the MFMA

"Financial statements", means statements consisting of at least-

- a) a statement of financial position;
- b) a statement of financial performance;
- c) a cash-flow statement;
- d) statement of changes in net assets;
- e) accounting policies;
- f) any other statements that may be prescribed; and
- g) any notes to these statements;
- h) "Financial year" means a twelve months period commencing on 1 July and ending on 30 June each year

"Financing agreement" includes any loan agreement, lease, and installment purchase contract or hire purchase arrangement under which a municipality undertakes to repay a long-term debt over a period of time;

"Fruitless and wasteful expenditure" means expenditure that was made in vain and would have been avoided had reasonable care been exercised;

"Irregular expenditure", means-

- a) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the MFMA Act, and which has not been condoned in terms of section 170 of the MFMA;
- b) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the Municipal Systems Act, and which has not been condoned in terms of that Act;

- c) expenditure incurred by a municipality in contravention of, or that is not in accordance with, a requirement of the Public Office-Bearers Act, 1998 (Act No. 20 of 1998); or
- d) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the supply chain management policy of the municipality or entity or any of the municipality's by-laws giving effect to such policy, and which has not been condoned in terms of such policy or by-law, but excludes expenditure by a municipality which falls within the definition of "unauthorized expenditure";

"Investment", in relation to funds of a municipality, means-

- a. the placing on deposit of funds of a municipality with a financial institution; or
- b. the acquisition of assets with funds of a municipality not immediately required, with the
- c. primary aim of preserving those funds;

a) "Lender", means a person who provides debt finance to a municipality;

"Local community" has the meaning assigned to it in section 1 of the Municipal Systems Act;

"Long-term debt" means debt repayable over a period exceeding one year;

"MFMA" means the Local Government: Municipal Financial Management Act 2003 (Act No. 56 of 2003)

"Municipal Structures Act" means the Local Government: Municipal Structures Act, 1998 (Act No. 117 of 1998);

"Municipal Systems Act" means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000);

"Municipal Council" or "council" means the council of a municipality referred to in section 18 of the Municipal Structures Act;

"Municipal Debt Instrument" means any note, bond, debenture or other evidence of indebtedness issued by a municipality, including dematerialized or electronic evidence of indebtedness intended to be used in trade;

"Municipal entity" has the meaning assigned to it in section 1 of the Municipal Systems Act (refer to the MSA for definition);

"Municipality"-

- a. when referred to as a corporate body, means a municipality as described in section 2 of the Municipal Systems Act; or
- b. when referred to as a geographic area, means a municipal area determined in terms of the Local Government: Municipal Demarcation Act, 1998 (Act No. 27 of 1998);

"Municipal manager" means a person appointed in terms of section 82(l) (a) or (b) of the Municipal Structures Act;

"Municipal service" has the meaning assigned to it in section 1 of the Municipal Systems Act (refer to the MSA for definition);

"Municipal tariff" means a tariff for services which a municipality may set for the provision of a service to the local community, and includes a surcharge on such tariff;

"National Treasury" means the National Treasury established by section 5 of the Public Finance Management Act;

"Official", means-

- a. an employee of a municipality or municipal entity;
- b. a person seconded to a municipality or municipal entity to work as a member of the staff of the municipality or municipal entity; or
- c. a person contracted by a municipality or municipal entity to work as a member of the staff of the municipality or municipal entity otherwise than as an employee;

"Operating budget", means-

the financial plan of Amathole District Municipality, which outlines proposed expenditures for the coming financial year and estimates the revenues to be used to finance them;

"Overspending", means -

- a) causing the operational or capital expenditure incurred by the municipality during a financial year to exceed the total amount appropriated in that year's budget for its operational or capital expenditure, as the case may be;
- b) in relation to a vote, means causing expenditure under the vote to exceed the amount appropriated for that vote; or
- c) in relation to expenditure under section 26 of the MFMA, means causing expenditure under that section to exceed the limits allowed in subsection (5) of this section;

"Past financial year" means the financial year preceding the current year;

"Quarter" means any of the following periods in a financial year:

- a) 1 July to 30 September;
- b) 1 October to 31 December;
- c) 1 January to 31 March; or
- d) 1 April to 30 June;

"Service delivery and budget implementation plan" means a detailed plan approved by the executive mayor of a municipality in terms of section 53(l)(c)(ii) of the MFMA for implementing the municipality's delivery of municipal services and its annual budget, and which must indicate-

- (a) projections for each month of-
 - (i) revenue to be collected, by source; and
 - (ii) operational and capital expenditure, by vote;
- b) service delivery targets and performance indicators for each quarter; and
- c) any other matters that may be prescribed, and includes any revisions of such plan by the executive mayor in terms of section 54(l) (c) of the MFMA;

"Short-term debt" means debt repayable over a period not exceeding one year;

"Standards of generally recognized accounting practice," means an accounting practice complying with standards applicable to municipalities or municipal entities as determined by the Accounting Standards Board

"Unauthorized expenditure", means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3) of the MFMA, and includes-

- a) overspending of the total amount appropriated in the municipality's approved budget;
- b) overspending of the total amount appropriated for a vote in the approved budget;
- c) expenditure from a vote unrelated to the department or functional area covered by the vote;
- d) expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose;
- e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of "allocation" otherwise than in accordance with any conditions of the allocation; or
- f) a grant by the municipality otherwise than in accordance with the MFMA;

"Virement" means the process of transferring an approved budgetary provision from one operating cost element or capital project to another within the same vote/department.

"Vote" means-

- a) one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and
- b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

1. OBJECTIVE OF THE POLICY

The objective of the budget policy is to set out:

- The principles which the municipality will follow in preparing each medium term revenue and expenditure budget framework
- The responsibilities of the executive mayor, the accounting officer, the chief financial officer and other senior managers and managers in compiling the budget
- To establish and maintain procedures to ensure adherence to Amathole District Municipality IDP and budget processes

2. BUDGETING PRINCIPLES

- A municipality can only incur expenditure in terms of an approved budget and within the limits of the amounts appropriated for the different votes/departments in an approved budget
- The draft budget, the annual budget and the adjustments budget of the municipality can only be approved by Council
- This approval must be within the legislative timeframes specified in the MFMA, i.e. draft to be approved 90 days before start of the new financial year, and final to be adopted 30 days before the start of the new financial year
- The municipality shall endeavour to have a balanced budget and not budget for a deficit
- Revenue projections in the budget must be realistic, taking into account historical actual collection levels
- All sources of revenue to be reflected
- Expenditure per vote/department to be reflected
- Indicative revenue and projected expenditure to be reflected for outer two years; as well as estimated revenue and expenditure for current year and actual revenue and expenditure for the year preceding current year
- Budget must be divided between operating and capital
- Each director, together with his general managers, senior managers and managers, is responsible for the preparation of the budget for his department, with the guidance and assistance of the budget office, within the revenue stream allocated to his/her department.
- Each director is responsible for the implementation and control of its budget, with support from the budget office in terms of monthly reports on expenditure versus budget.

3. BUDGET PREPARATION PROCESS

3.1 Formulation of the budget

- a) The mayor shall coordinate the processes for preparing the annual budget, and for reviewing the municipality's IDP and budget related processes, to ensure that the budget, the IDP, and the policies are mutually consistent and credible
- b) The mayor shall give political guidance over the budget processes and the priorities that must guide the preparation of the budget.
- c) The Chief Financial Officer and the Strategic Manager shall draft the IDP and Budget process plan for the municipality, and ensure that this plan is adopted by Council before 31 August, preceding the year to which it relates
- d) The IDP/Budget process plan shall indicate the key deadlines for the review of the IDP as well as the preparation of the medium term revenue and expenditure framework budget and the revision of the annual budget. Such target dates shall follow the prescriptions of the Municipal Finance Management Act as well as the guidelines set by National Treasury.
- e) During November of each year, Budget office to distribute budget templates for population by departments. Templates to indicate prior year actual figures as well as four (4) months budget and actual figures for the current year.
- f) Budget office to provide guidelines on growth parameters, using CPI and any other know factors as the basis for the guidelines.
- g) Human Resource Department to distribute list of posts per cost centre for verification by departments as well as addition of any currently unfilled, vacant posts
- h) Based on the anticipated revenue as indicated in the Division of Revenue Act's (DORA) outer years, and realistically anticipated internally generated revenue, each department to be given their funding envelope within which to budget.
- i) Departments to assess staffing needs and submit motivations and job descriptions for assessment and grading by the Organisational Development and Recruitment section of the Human Resources Department.
- j) The template and staffing requirements are to remain as a draft submission until the finalization of the outcomes of the Strategic Cession in December/January.
- k) The mayor shall convene a strategic workshop in December/January with the mayoral committee, municipal manager, section 56 employees and any other relevant managers, in order to determine the strategic objectives and direction of the municipality taking into account the financial and political pressures facing the municipality
- l) Internally funded projects, with their funding requirements, supported by business plans and cash flows, to be developed
- m) In order to achieve the strategies and objectives as finalized in the strategic cession.

- n) Draft budget requirements as submitted in template format as well as staffing requirements to be re-assessed and amended if necessary following outcomes of the strategic session
- o) Three year capital plan to be developed by the Project Management Unit (PMU) and amended if necessary to equal the final DORA allocation
- p) All budget information to be consolidated by the budget office and overall picture presented to department heads
- q) Department heads to assess overall budget requirements and make voluntary cuts to attempt to balance expenditure requirements to funding envelope received
- r) Budget hearings to be held between each department head and the municipal manager to make any further cuts necessary in order to achieve a balanced budget
- s) All changes to be captured into final budget document and overall summaries to be prepared
- t) All budget information to be transferred into the Schedule A format as required by National Treasury
- u) All additional non budget information to be populated in Schedule A with each department providing the required relevant information
- v) Textual budget document to be prepared in the “Dummy Budget” format as recommended by National Treasury.
- w) The draft IDP and MTREF budget to be submitted to council by end of March, (90 days before the start of the new budget year) together with the draft resolutions and budget related policies (policies on tariff setting, credit control, debt collection, indigents, investment and cash management, borrowings, etc).
- x) After tabling of the draft budget, public consultations to consider the view of the local community must be undertaken. Draft budgets to be submitted to National & Provincial Treasury Mayor to consider any submissions and respond to the submission and if necessary to revise the draft budget
- y) 30 days before the start of the budget year the municipal council must consider approval of the annual budget
- z) The approved annual budget must then be submitted to National Treasury and Provincial Treasury

3.2 Publication of Draft Budgets

After the tabling of the draft budget, the draft budget must be submitted in both printed and electronic formats to National Treasury and Provincial Treasury. Copy of the draft budget to be published on the municipality's website and an advert published, announcing that copies of the budget are available at the Strategic Manager's office as well as at local municipalities.

3.3 Consultation on the tabled budget

When the annual budget has been tabled the council must consider the views of the local community, National Treasury, Provincial Treasury and any other national or provincial organs of state. This is done via budget road shows to the local communities, making the budget available for inspection, and submission to National Treasury and Provincial Treasury.

After considering these views, the council must give the mayor the opportunity to respond to the submissions received and if necessary, revise the budget and table amendments for consideration by the council.

3.4 Approval of the budget

- a) Council shall consider the next medium term expenditure framework budget for approval not later than 31 May (30 days before the start of the budget year).
- b) The council resolution, must contain budget policies and performance measures, and be adopted.
- c) Should the municipality fail to approve the budget before the start of the budget year, the mayor must inform the MEC for Finance that the budget has not been approved.
- d) The budget tabled to Council for approval shall include the following supporting documents:
 - i. draft resolutions approving the budget and levying property rates, other taxes and tariffs for the financial year concerned;
 - ii. draft resolutions;
 - iii. measurable performance objectives for each budget vote, taking into account the municipality's IDP;
 - iv. the projected cash flows for the financial year by revenue sources and expenditure votes;
 - v. any proposed amendments to the IDP;
 - vi. any proposed amendments to the budget-related policies;
 - vii. the cost to the municipality of the salaries, allowances and other benefits of its political office bearers and other councillors, the accounting officer, the chief financial officer, and other senior managers;
 - viii. particulars of any proposed allocations or grants to other municipalities, municipal entities, external mechanisms assisting the municipality in service delivery, other organs of state, and organizations such as Non-Governmental Organizations, welfare institutions and so on;
 - ix. particulars of the municipality's investments; and
 - x. various information in regard to municipal entities under the shared or sole control of the municipality

3.5 Publication of the budget

After Council has approved the annual budget, the Chief Financial Officer must publish the approved budget on the municipal website as well as submitting copies to both National Treasury and Provincial Treasury.

4. CAPITAL BUDGET

- a) Expenditure of a project shall be included in the capital budget if it meets the asset definition i.e. if it results in an asset being acquired or created and its value exceeds R5, 000 and has a useful life in excess of one year.
- b) A municipality may spend money on a capital project only if the money for the project has been appropriated in the capital budget.
- c) The envisaged sources of funding for the capital budget must be properly considered and the Council must be satisfied that this funding is available and has not been committed for other purposes.
- d) Amathole District Municipality's capital budget consists largely of projects funded by the Municipal Infrastructure Grant (MIG). This funding is specifically allocated for this purpose and cannot be utilized for any other purpose.
- e) A small portion of capital is funded internally, for the purchase of desks, chairs computers etc. No additions can be made to the capital budget, except in terms of an adjustments budget.
- f) Before approving the capital budget, the council shall consider:
 - i. the impact on the present and future operating budgets of the municipality in relation to finance charges to be incurred on external loans,
 - ii. depreciation of fixed assets,
 - iii. maintenance of fixed assets, and
 - iv. any other ordinary operational expenses associated with any item on such capital budget.

The capital expenditure shall be funded from the following sources:

- a) Revenue or Surplus
- b) External loans
 - i. External loans can be raised only if it is linked to the financing of an asset;

- ii. A capital project to be financed from an external loan can only be included in the budget if the loan has been secured or if can be reasonably assumed as being secured;
- iii. The loan redemption period should not exceed the estimated life expectancy of the asset. If this happens the interest payable on the excess redemption period shall be declared as fruitless expenditure;
- iv. Interest payable on external loans shall be included as a cost in the revenue budget;
- v. Finance charges relating to such loans shall be charged to or apportioned only between the departments or votes to which the projects relate.

c) Donor Funding

d) Capital Grants

- i. Capital expenditure must be budgeted for in the capital budget
- ii. Interest earned on investments of Conditional Grant Funding shall be transferred to operating budget .If there is no condition stated the interest can then be allocated directly to the revenue accounts.
- iii. Grant funding does not need to be cash backed but cash should be secured before spending can take place.

5. OPERATING BUDGET

- (a) The municipality shall budget in each annual and adjustments budget for the contribution to:
 - i. provision for accrued leave entitlements equal to 8 days leave as at 30 June of each financial year,
 - ii. provision for bad debts based on past experience
 - iii. Depreciation and finance charges on fixed assets shall be charged to or apportioned only between the departments or votes to which the projects relate.
 - iv. Depreciation and finance charges together shall not exceed 20% of the aggregate expenses budgeted for in the operating budget.
 - v. Allocation of interest earned on the municipality's investments shall be budgeted for in terms of the investment policy
 - vi. At least 5% of the operating budget component of each annual and adjustments budget shall be set aside for maintenance of fixed assets.
- (b) When considering the draft annual budget, council shall consider the impact, which the proposed increases in service tariffs will have on the monthly municipal accounts of households. Affordability as well as financial sustainability needs to be considered in tariff setting.
- (c) The head of directorates shall have the right to allocate the total budgeted amount to the line items within such vote except for provisions, statutory and contractual commitments and entertainment, which are done by the budget office, subject to their funding envelope being adhered to.

- (d) The budget for Wages; salaries and allowances and salaries- relate benefits shall be separately prepared by the Human Resource Department, based on the approved organogram.
- (e) The remuneration of political office bearers and other councillors shall be excluded from this limit.
- (f) The chief financial officer shall ensure that the cost of indigency relief is separately reflected in the appropriate votes.

6. FUNDING OF CAPITAL AND OPERATING BUDGET

- (a) The budget may be financed only from:
 - i. realistically expected revenues, based on current and previous collection levels;
 - ii. cash-backed funds available from previous surpluses where such funds are not required for other purposes; and
 - iii. borrowed funds in respect of the capital budget only

7. UNSPENT FUNDS / ROLL OVER OF BUDGET

- (a) The appropriation of funds in an annual or adjustments budget will lapse to the extent that they are unspent by the end of the relevant budget year. Except for funds appropriated for expenditure made for a period that may exceed that financial year, as is the case with internally funded projects and refurbishment budgets, which subject to motivation and approval can be rolled over to the next financial year.
- (b) Any unspent grant (if the conditions for such grant funding allows that) or loan funded capital budget may be rolled over to the next budget year
- (c) Conditions of the grant fund shall be taken into account in applying for such roll over of funds
- (d) Adjustments to the rolled over budget shall be done during the 1st budget adjustment in the new financial year after taking into account expenditure up to the end of the previous financial year.
- (e) In the case of conditional DORA gazetted funds, approval from the funder must be obtained BEFORE funds can be rolled over.
- (f) No unspent operating budget shall be rolled over to the next budget year except if it is grant funded e.g. the annual financial Management Grant.

8. UNFORESEEN AND UNAVOIDABLE EXPENDITURE

Section 29 of the MFMA says:

- (1) The mayor of a municipality may in emergency or other exceptional circumstances authorize unforeseeable and unavoidable expenditure for which no provision was made in an approved budget.
- (2) Any such expenditure-
 - (a) must be in accordance with any framework that may be prescribed;
 - (b) may not exceed a prescribed percentage of the approved annual budget;

- (c) must be reported by the mayor to the municipal council at its next meeting; and
 - (d) must be appropriated in an adjustments budget
- (3) If such adjustments budget is not passed within 60 days after the expenditure was incurred, the expenditure is unauthorized and section 32 applies.

9. SHIFTING OF FUNDS BETWEEN MULTI-YEAR APPROPRIATIONS

Section 30 of the MFMA says:

When funds for a capital programme are appropriated in terms of section 16 (3) for more than one financial year, expenditure for that programme during a financial year may exceed the amount of that year's appropriation for that programme, provided that –

- (a) The increase does not exceed 20 per cent of that year's appropriation for the programme;
- (b) The increase is funded within the following year's appropriation for the programme
- (c) The municipal manager certifies that-
 - (i) actual revenue for the financial year is expected to exceed budgeted revenue; and
 - (ii) Sufficient funds are available for the increase without incurring further borrowing beyond the annual budget limit;
- (d) Prior written approval is obtained from the mayor for the increase: and
- (e) The documents referred to in paragraphs (c) and (d) are submitted to the relevant provincial treasury and the Auditor General.

10. BUDGET VIREMENTS

- a) "Virement" is defined as a regulated transfer or re-allocation of money from one account to another, especially public funds
- b) A virement represents a flexible mechanism to effect budgetary amendments within a municipal financial year.
- c) Changing circumstances and priorities during a financial period may give rise to a need to do virement (transfer) of funds within approved Votes, as defined in the Municipal Finance Management Act 56 of 2003 (MFMA). The treatment of such instances may, however, be dependent on whether an adjustments budget is required or not.
- d) This should by no means encourage poor budgeting and should not be a practice but rather an exception.

10.1 PURPOSE OF REGULATING VIREMENTS

- To institute financial controls and underlying administrative processes as envisaged by the MFMA.
- To advise the senior management in the exercise of delegated responsibilities as assigned by the MFMA.
- To regulate each director or delegated official to plan and conduct assigned operations so as to not to expend more funds than budgeted and to ensure that funds are utilized effectively and efficiently.

- To provide guidelines to senior management in the use of virements as a mechanism in their day-to-day management of their budgets.
- To empower senior managers with an efficient financial and budgetary system to ensure optimum service delivery within the current legislative framework of the MFMA and the Amathole District Municipality's system of delegations.
- To give the heads of municipal departments and programs a measure of flexibility in managing their budgets.

10.2 MFMA REGULATION ON BUDGET VERSUS EXPENDITURE

The MFMA regulates as follows regarding the incurring of expenditure against budgetary Provisions:

Section 15 – Appropriation of funds for expenditure

A municipality may, except where otherwise provided in this Act, incur expenditure only

- in terms of an approved budget; and
- within the limits of the amounts appropriated for the different votes in an approved budget.

Unauthorized Expenditure

In relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3), and includes-

- overspending of the total amount appropriated in the municipality's approved budget;
- overspending of the total amount appropriated for a vote in the approved budget including a line item.
- expenditure from a vote unrelated to the department or functional area covered by that vote;
- expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose;
- spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of "allocation" otherwise than in accordance with any conditions of the allocation; or
- a grant by the municipality otherwise than in accordance with the Act; (MFMA).

Overspending

- (a) in relation to the budget of a municipality, means causing the operational or capital expenditure incurred by the municipality during a financial year to exceed the total amount appropriated in that year's budget for its operational or capital expenditure, as the case may be;
- (b) in relation to a vote, means causing expenditure under the vote to exceed the amount appropriated for that vote; or
- (c) in relation to expenditure under section 26, means causing expenditure under that section to exceed the limits allowed in subsection (5) of that section;

Section 71(1)(g)(iii) states inter alia "(1) The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:...(g) when necessary, an explanation of- ... (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved Budget.

10.3 VIREMENT REQUIREMENTS

- a) The virement process represents the major mechanism to align and take corrective (financial / budgetary) action within a Directorate during a financial year.
- b) In order for a "vote" (Directorate) to transfer funds from one cost element or capital project to another cost element or capital project, a saving has to be identified within the monetary limitations of the approved "giving" cost element or capital project allocations on the respective budgets.
- c) Sufficient, (non-committed) budgetary provision should be available within the "giving" vote's cost element or project concerned to give effect to the budgetary transfer (virement). In addition, the transferring function must clearly indicate to which cost element or capital project the budget provision will be transferred to and provide a clear motivation for the transfer.
- d) Any budgetary amendment which changes the total approved annual budget allocation as well as any other amendments not covered in this policy must be considered for budgetary adoption via an adjustments budget (see MFMA Section 28).
- e) In terms of Section 17(2) of the MFMA a municipality's budget is divided into an operating and capital budget and consequently no virements are permitted between Operating and Capital Budgets, meaning virements from capital to operating expenditure are not permitted and vice versa.
- f) Virements are not permissible across, or between, votes. These must form part of the adjustment budget.
- g) Virements are not permissible in relation to the revenue side of the budget.
- h) Virements towards personnel expenditure should not be permitted.
- i) Virements to or from the following items should not be permitted: entertainment, bulk purchases, debt impairment, interest charges, depreciation, grants to individuals, revenue foregone, insurance and VAT.

- j) Virements should not result in adding new projects to the capital budget.
- k) Virements of conditional funds to purposes outside of that specified in the relevant conditional grant framework must not be permitted unless written confirmation is received from the funder authorizing this
- l) There must be prudent limits on the amount of funds that may be moved between expenditure categories within a department/vote. Moves between different categories of expenditure to be limited to 5% of overall budget of the vote. Anything exceeding this 5% must be motivated to and authorized by the Municipal Manager.

10.4 OPERATING BUDGET VIREMENTS

- a. Virements are not allowed to utilize special purpose budgetary allocations, adopted by Council as such and to which specific Council recommendations apply (e.g. budget strategy for growth in repairs and maintenance provisions) and which result from specific resolutions adopted when adopting the budget, as virement sources.
- b. Sound motivations should be provided for all virements, as provided for on in the virement documentation.
- c. Specific virement limitations:
- d. Salaries, Wages and Allowances:
 - a) Virements within this category are allowed. No virements towards this category are allowed, including the remuneration of councillors
 - a. General Expenditure and Repairs and Maintenance.
 - b) Virements to and from cost elements within these categories are allowed.
 - a. Internally Funded Projects
 - b. When virements are made between internally funded projects, all conditions under Clause a & b above should be met, as well as the following –
 - c. Virements between existing projects approved by council, within the same directorate are permitted, with the authorization of the head of the directorate
 - o Motivations for virements between projects should clearly state the reason for the saving within the giving project, as well as the reason for the additional amount required.

Should new projects be added or funds re-allocated across departments, but the total allocation for projects stays the same, this adjustment will require the approval of the Executive Mayor. Should the total allocation to the projects increase, this amounts to an adjustment budget, which needs to be approved by Council.

10.5 CAPITAL BUDGET VIREMENTS

- a) Only virements which relate to projects already approved as part of the annual or adjustments budgets, will be permitted

- b) No virements of which the effect will be to add “new” projects onto the Capital Budget will be allowed, this constitutes a budget adjustment
- c) Virements may cause an increase to individual projects total cost, but not an increase to the entire capital budget
- d) Virements must be between projects of similar funding sources (e.g. Municipal Infrastructure Grant),
- e) Implementation of the project from which the virement is made may not be prejudiced (i.e must not hinder completion of the project)
- f) Motivations for virements should clearly state the reason for the saving within the “giving” project, as well as the reason for the additional amount required in the receiving project
- g) Virements to capital projects must be approved by the Executive Mayor
- h) Virements within the different classes of capital items such as furniture, computers, vehicles etc are permitted with the authority of the head of the directorate
- i) No virements, which will increase the initial amount approved for capital with regard to furniture, computers vehicles etc will be allowed, this constitutes an adjustment budget

11. PROCESS AND ACCOUNTABILITY

- a. Accountability to ensure that virement application forms are completed in accordance with Council’s virement policy and are not in conflict with the directorate’s strategic objectives rest with the head of the relevant directorate.
- b. Virement forms must be authorized by the relevant Head of Department or his/her delegated official and forward to the Budget Office for effecting
- c. All virements approved and processed will be reported for information to the Executive Mayor on a quarterly basis

12. ADJUSTMENTS BUDGET

An adjustment budget:

- a) must adjust the revenue expenditure estimates downwards if there is material under collection of revenue during the current year i.e. decreasing overall revenue
- b) May appropriate additional revenues that have become available over and above those anticipated in the annual budget but only to revise or accelerate spending programmes already budgeted for i.e. increasing overall revenue
- c) May, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the Mayor of the municipality
- d) May authorize the utilization of projected savings in one vote towards spending under another vote
- e) May authorize the spending of funds that were unspent at the end of the past financial year where the under spending could not reasonably have been foreseen at the time to include projected rollovers when the annual budget for the current year was approved by the council

- f) May correct any errors in the annual budget and
- g) May provide for any other expenditure within a prescribed framework

An adjustment budget must be in a prescribed form

Only the Mayor may table an adjustments budget in the municipal council, but an an adjustments budget in terms of subsection 28 2b to g of the MFMA 56 of 2003, may only be tabled within any prescribed limitations as to timing or frequency.

When an adjustments budget is tabled it must be accompanied by

- (a) An explanation how the adjustments budget affects the annual budget
- (b) A motivation of any material changes to the annual budget
- (c) An explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years
- (d) Any other supporting documentation that may be prescribed

Municipal tax and tariffs may not be increased during a financial year, except when required in terms of a financial recovery plan

The CFO shall ensure that the adjustment budget complies with the requirements of the National Treasury; reflects the budget priorities determined by the mayor; is aligned with the IDP, and complies with all budget related policies.

Adjustment budgets to be done annually after the midyear assessment in December and submitted to the next Council Meeting.

13. BUDGET IMPLEMENTATION

13.1 Monitoring

- a) The accounting officer, with the assistance of the chief financial officer and other Directors are responsible for the implementation of the budget
- b) The Budget unit of Budget & Treasury, to produce a monthly report reflecting budgeted versus actuals figures at line item detail, at cost centre level, to assist Directors with the management of their budgets
- c) Directors are to assess any variances highlighted of 10% and above, and provide an explanation for the variance, as well as any proposed remedial measures
- d) Monthly spreadsheets detailing all virements per department to be distributed to all Directors, to ensure that the overall limit applicable to budget moves is not exceeded
- e) Monthly reports on actual versus budgeted cash flows on internally funded projects to be distributed by Expenditure Unit of Budget & Treasury to assist in monitoring project spending
- f) Directors or their delegated officials, to pay due diligence to account number allocations on all source documents, including project payment sheets and pink requisitions to ensure accurate cost allocation
- g) Directors or their delegated officials to ensure that expenditure is in line with the contract entered into with the original funder or in line with the original purpose of the allocation to an internally funded project

- h) Copies of contracts entered into with funders or allocation letters to be forwarded to BTO for creation of account number, verification of allocation, and audit purposes

13.2 Reporting

Monthly budget statements

- a) The accounting officer with the assistance of the chief financial officer must, not later than ten working days after the end of each calendar month, submit to the Executive mayor and Provincial and National Treasury a report in the prescribed format (section 71 of the MFMA), which includes Schedule C on the state of the municipality's budget for such calendar month, as well as on the state of the budget cumulatively for the financial year to date, as well

This report must reflect the following:

- i) actual revenues per source, compared with budgeted revenues;
 - ii) actual expenses per vote, compared with budgeted expenses;
 - iii) actual capital expenditure per vote, compared with budgeted expenses;
 - iv) actual borrowings, compared with the borrowings envisaged to fund the capital budget;
 - v) the amount of allocations received, compared with the budgeted amount;
 - vi) actual expenses against allocations, but excluding expenses in respect of the equitable share;
 - vii) explanations of any material variances between the actual revenues and expenses as indicated above and the projected revenues by source and expenses by vote as set out in the service delivery and budget implementation plan;
 - viii) the remedial or corrective steps to be taken to ensure that the relevant projections remain within the approved or revised budget; and
 - ix) projections of the revenues and expenses for the remainder of the financial year, together with an indication of how and where the original projections have been revised.
- b) The report to the National Treasury must be both in electronic format and in a signed written document.

Quarterly Reports

- a) The Executive mayor must submit to Council within thirty days of the end of each quarter a report on the implementation of the budget and the financial state of affairs of the municipality in terms of section 52d of the MFMA 56 of 2003.

Mid-year budget and performance assessment

- a) The Accounting officer must assess the budgetary performance of the municipality for the first half of the financial year, taking into account all the monthly budget reports for the first six months, the service delivery performance of the municipality as

against the service delivery targets and performance indicators which were set in the service delivery and budget implementation plan.

- b) The Accounting officer must then submit a report on such assessment to the Executive Mayor, National and Provincial Treasury by 25 January each year
- c) The Accounting officer must in such report make recommendations as to whether an adjustments budget is necessary and recommend revised projections for revenue and expenditure to the extent that this may be necessary.

14. BUDGET STEERING COMMITTEE

In terms of regulation 4c(1) of the Municipal Budget and Reporting Regulations (Chapter 2) "the mayor of a municipality must establish a budget steering committee to provide technical assistance to the mayor in discharging the responsibilities set out in section 53 of the MFMA". These regulations became applicable to all municipalities and municipal entities on 1 July 2009. Regulation 4(2) states that a budget steering committee must consist of the following persons:

- a) The councilor responsible for financial matters
- b) The municipal manager
- c) The chief financial officer
- d) The senior managers responsible for at least the three largest votes in the municipality
- e) The manager responsible for budgeting
- f) The manager responsible for planning; and
- g) Any technical experts on infrastructure

In light of the above, the budget steering committee for ADM was established as follows:

The chairmanship of the committee has been delegated by the Executive Mayor to the Portfolio Councillor for Finance. Members include:

- a) The Municipal Manager
- b) The Chief Financial Officer
- c) All directors of all the departments
- d) The two managers responsible for budgeting
- e) The manager responsible for the IDP/PMS and SDBIP
- f) Chair persons of the four standing committees

All items with a budget connotation will be forwarded to this committee for consideration after they have been through the working group and the executive committee. The Chairperson of the BSC will then discuss these items with the Executive Mayor, providing guidance where necessary before the items proceed to the mayoral committee and finally to full council for approval. The

committee is to recommend saving declarations and re-allocations of these savings to other internally funded projects to the Mayor for final approval.

15. CONCLUSION

The Chief Financial Officer must place on the municipality's official website the following:

- The annual and adjustments budgets and all budget-related documents;
- All budget-related policies;
- The integrated development plan
- The annual report;
- All performance agreements;
- All service delivery agreements;
- All long-term borrowing contracts;
- All quarterly and mid-year reports submitted the Council on the implementation of the budget and the financial state of affairs of the municipality.

Supply Chain Management Policy

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PREAMBLE

This policy was adopted by the Amathole District Municipality (ADM), in terms of section 111 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003).

The targeted mechanism of the Policy which enhances the development of black economic empowerment (BEE) companies clearly demonstrates the focus of the policy.

Major achievements and goals have been realized through the targeted procurement processes and Policies of the ADM. The future focus will be to further enhance the Policy by considering new legislation that have been enacted.

The empowerment (BEE) goals have been reviewed and amended to be in-line with current trends and to be realistic in terms of Council's performance.

Other amendments related to policy gaps and policy performances have been included in the policy to strengthen and enhance the current policy.

The Policy includes a chapter on Empowerment Goals and objectives which strives towards ensuring that BEE companies are presented an opportunity to participate and function in the mainstream of the economy.

The Policy sets out clear guidelines to service providers/contractors who perform projects on behalf of the Municipality to use local labour based human resources to ensure job creation and development of BEE companies in communities where projects will be undertaken.

GOAL

The goal of this Policy is to ensure sound, sustainable and accountable supply chain management with the Amathole District Municipality (ADM), whilst promoting black economic empowerment as a priority of ADM.

OBJECTIVES

The objectives of this Policy are:

- [i] To give effect to section 217 of the Constitution of the Republic of South Africa;
- [ii] To implement a policy that is fair, equitable, transparent, competitive and cost effective;
- [iii] To comply with all applicable provisions of the Municipal Finance Management Act;
- [iv] To ensure consistency with all other applicable legislation, including:
 - the Preferential Procurement Policy Framework Act;
 - the Broad-Based Black Economic Empowerment Act;
 - the Construction Industry Development Board Act;
 - the Local Government : Municipal Systems Act; and
 - the Promotion of Administrative Justice Act.
- [v] This policy will also strive to ensure that the objectives for uniformity in supply chain management systems between organs of state in all spheres, is not undermined and that consistency with national economic policy on the promotion of investments and doing business with the public sector is maintained.

COMMENCEMENT AND REVIEW

This Policy is effective with effect from a date determined by Council.

APPLICATION OF THE POLICY

This Policy applies to the acquisition of all goods and services, construction works and consultancy services.

DEFINITIONS

In this policy, unless the context otherwise indicates, a word or expression to which a meaning has been assigned in the Municipal Finance Management Act 56 of 2003 has the same meaning as in the Act, and –

1.	“agent” means a person mandated by another person (“the principal”) to do business for and on behalf of, or to represent in a business transaction, the principal, and thereby acquire rights for the principal against an organ of state and incur obligations binding the principal in favour of an organ of state.
2.	“all applicable taxes” includes value-added tax, pay as you earn, income tax, unemployment insurance fund contributions and skills development levies.
3.	“allocation” in relation to a municipality means - [a] municipality's share of the local government's equitable share referred to in Section 214 (1) (a) of the Constitution; [b] an allocation of money to a municipality in terms of Section 214 (1) (c) of the Constitution; [c] an allocation of money to a municipality in terms of a provincial budget; or [d] any other allocation of money to a municipality by an organ of state, including by another municipality, otherwise than in compliance with a commercial or other business transaction.]
4.	“B-BBEE” means broad-based black economic empowerment as defined in section 1 of the Broad-Based Black Economic Empowerment Act.

5.	"B-BBEE status level of contributor" means the B-BBEE status received by a measured entity based on its overall performance using the relevant scorecard contained in the Codes of Good Practice on Black Economic Empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act.
6.	"bid" means a written offer or bid in a prescribed or stipulated form in response to an invitation by an organ of state for the provision of services or goods.
7.	"bidder" means any person submitting a bid.
8.	"break-out procurement" means the procurement of goods and services for any project of the Municipality in the smallest possible quantities without compromising the quality, coverage, cost or developmental impact of the goods and services.
9.	"Broad-Based Black Economic Empowerment Act" means the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003).
10.	"closing time" means the time and day specified in the bid documents for the receipt of bids.
11.	"competitive bidding process" means a competitive bidding process referred to in section 26 of this policy;
12.	"competitive bid" means a bid in terms of a competitive bidding process;
13.	"comparative price" means the price after the factors of a non-firm price and all unconditional discounts that can be utilised have been taken into consideration.
14.	"consortium or joint venture" means an association of persons for the purpose of combining their expertise, property, capital, efforts, skill and knowledge in an activity necessary for the execution of a contract.
15.	"Construction Industry Development Board Act" means the Construction Industry Development Board Act, 2000 (Act 38 of 2000) and includes the regulations thereto.
16.	"construction works" means any work in connection with: <ul style="list-style-type: none"> [a] the erection, maintenance, alteration, renovation, repair, demolition or dismantling of or addition to a building or any similar structure; [b] the installation, erection, dismantling or maintenance of fixed plant; [c] the construction, maintenance, demolition or dismantling of any bridge,

	<p>dam, canal, road, railway, sewer or water reticulation system or any similar civil engineering structure; or</p> <p>[d] the moving of earth, clearing of land, the making of an excavation, piling or any similar type of work.</p>
17.	"consultant" means a person or entity providing services requiring knowledge based expertise.
18.	"contingency" means the amount varying in accordance with the nature of the contract.
19.	"contract" means the agreement that results from the acceptance of a bid by the Municipality and awarded to the successful bidder.
20.	"contract value" means the value of the contract.
21.	"control" the possession and exercise of legal authority and power to manage the assets, goodwill and daily operations of a business and the active and continuous expertise of appropriate managerial authority and power in determining the policies and directing the operations of the business.
22.	"contractor" means a person or body of persons who undertakes to execute and complete constructions works.
23.	"councillor" means a member of a municipal council.
24.	"day(s)" means calendar days unless the context indicates otherwise.
25.	"delegated authority" means any person or committee delegated with authority by the municipality in terms of the provisions of the relevant legislation.
26.	"designated sector" means a sector, sub-sector or industry that has been designated by the Department of Trade and Industry in line with national development and industrial policies for local production, where only locally produced services, works or goods or locally manufactured goods meet the stipulated minimum threshold for local production and content.
27.	"district municipality" means a municipality that has municipal executive and legislative authority in an area that includes more than one municipality and which is described in section 155(1) of the Constitution as a category "C" municipality.
28.	"employer" means the Amathole District Municipality.
29.	"end user" means a person who initiates the process of acquisition management

	and also plays a very important role during the evaluation process.
30.	“executive mayor” means an executive mayor elected in terms of section 55 of the Municipal Structures.
31.	“extension of contracts” means contracts where the scope of works or duration must be extended. The possibility of adding to the scope of works exist.
32.	“final award” , in relation to bids or quotations submitted for a tender, means the final decision taken by the municipality for the award of the tender.
33.	“firm price” is the price that is only subject to adjustments in accordance with the actual increase or decrease resulting from the change, imposition, or abolition of customs or excise duty and any other duty, levy or tax which in terms of a law or regulation is binding on the contractor and demonstrably has an influence on the price of any supplies, or the rendering costs of any service, for the execution of the contract.
34.	“formal written price quotation” means quotations referred to in section 25 of this policy;
35.	“fruitless and wasteful expenditure” means expenditure that was made in vain and would have been avoided had reasonable care been exercised.
36.	“functionality” means the measurement according to predetermined norms, as set out in the tender documents, of a service or commodity that is designed to be practical and useful, working or operating, taking into account, among other factors, the quality, reliability, viability and durability of a service and the technical capacity and ability of a tenderer.
37.	<p>“historically disadvantaged individual” means a South African Citizen or any service provider;</p> <p>a] who, due to the apartheid policy that had been in place, had no franchise in national elections prior to the introduction of the Constitution of the Republic of South Africa Act, 1993 (Act No. 200 of 1993) or the Constitution of the Republic of South Africa, 1993 (Act No. 200 of 1993) (“the Interim Constitution”); and/or</p> <p>[b] who is a female; and/or</p> <p>[c] who has a disability;</p> <p>provided that a person who obtained South African citizenship on or after the coming to effect of the Interim Constitution, is deemed not to be an HDI.</p>

38.	<p>“imported content” means that portion of the tender price represented by the cost of components, parts or materials which have been or are still to be imported (whether by the supplier or its subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs, such as landing costs, dock dues, import duty, sales duty or other similar tax or duty at the South African port of entry.</p>
39.	<p>“in the service of the state” means to be –</p> <ul style="list-style-type: none"> (a) a member of – <ul style="list-style-type: none"> (i) any municipal council; (ii) any provincial legislature; or (iii) the National Assembly or the National Council of Provinces; (b) a member of the board of directors of any municipal entity; (c) an official of any municipality or municipal entity; (d) an employee of any national or provincial department, national or provincial public entity or constitutional institution within the meaning of the Public Finance Management Act, 1999 (Act No.1 of 1999); (e) a member of the accounting authority of any national or provincial public entity; or (f) an employee of Parliament or a provincial legislature;
40.	<p>“irregular expenditure” in relation to a municipality or municipal entity, means-</p> <ul style="list-style-type: none"> (a) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the MFMA, and which has not been condoned in terms of section 170 thereof; (b) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the Municipal Systems Act, and which has not been condoned in terms of that Act; (c) expenditure incurred by a municipality in contravention of, or that is not in accordance with a requirement of the Remuneration of Public Office-Bearers Act, 1998 (Act No. 20 of 1998); or (d) expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the supply chain management policy of the municipality or entity or any of the municipality’s by-laws giving effect to such policy, and which has not been

	condoned in terms of such policy or by-law.
41.	"local content" means that portion of the tender price which is not included in the imported content, provided that local manufacture does not take place.
42.	"local municipality" means a municipality that shares municipal executive and legislative authority in its area with a district municipality within whose area it falls and which is described in section 155(1) of the Constitution as a category "B" municipality.
43.	"long term contract" means a contract with a duration period exceeding one year;
44.	"list of accredited prospective providers" means the list of accredited prospective providers which a municipality or municipal entity must keep in terms of section 22 of this policy;
45.	"management" in relation to an enterprise or business, means an activity inclusive of control and performed on a daily basis, by any person who is a principal executive officer of the company, by whatever name that person may be designated, and whether or not that person is a director.
46.	"municipal council" means a municipal council referred to in section 157(1) of the Constitution, 1996, and "council" shall have a corresponding meaning.
47.	"municipal entity" means an entity as defined in the Municipal Systems Act.
48.	"Municipal Finance Management Act" means the Local Government: Municipal Finance Management, 56 of 2003 and includes the regulations thereto, and "MFMA" shall have a corresponding meaning.
49.	"municipality" when referred to as – [a] an entity, means a municipality as described in section 2 of the Municipal Systems Act, and [b] a geographic area, means a municipal area determined in terms of the Local Government: Municipal Demarcation Act, 1998 (Act No. 27 of 1998)
50.	"municipal manager" means a person appointed by the municipality in terms of section 82 of the Municipal Structures Act and who is the head of administration and also the accounting officer for the Municipality.
51.	"Municipal Structures Act" means the Local Government: Municipal Structures Act, 1998 (Act No. 117 of 1998).

52.	“Municipal Systems Act” means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000).
53.	“non-firm prices” means all prices other than “firm prices”.
54.	“organ of state” means an organ of state as defined in section 239 of the Constitution.
55.	Original Equipment Manufacturer (OEM) means machinery or any equipment needing original parts for repairs and maintenance.
56.	“other applicable legislation” means any other legislation applicable to municipal supply chain management, including – <ul style="list-style-type: none"> (a) the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000); (b) the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003); and (c) the Construction Industry Development Board Act, 2000 (Act No.38 of 2000);
57.	“own” having all the customary incidents of ownership, including the right of disposition, and sharing in all the risks and profits commensurate with the degree of ownership interest, as demonstrated by an examination of the substance, rather than the form of ownership arrangements.
58.	“person” includes reference to a juristic person.
59.	“policy” means this Supply Chain Management Policy as amended from time to time.
60.	“Preferential Procurement Policy Framework Act” means the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000) and includes the regulations thereto.
61.	“privileged or confidential information” means any information: <ul style="list-style-type: none"> (a) determined by the bid specification, evaluation or adjudication committee to be privileged or confidential; (b) discussed in close sessions by any of the bid committees; (c) disclosure of which would violate a person’s right to privacy; (d) declared to be privileged, confidential or secret in terms of any legislative

	framework.
62.	"quotation or quote" means a written or electronic offer made to the municipality in response to an invitation to submit a quotation.
63.	"rand value" means the total estimated value of a contract in Rand denomination which is calculated at the time of bid invitations and includes all applicable taxes and excise duties.
64.	"regulation" means any clause contained in the Municipal Supply Chain Management Regulations published in terms of Section 168 of the MFMA.
65.	"renewal of contracts" means contracts such as rental agreements, software licences, etc. that are to be renewed on a periodic basis.
66.	"republic" means the Republic of South Africa, and "RSA" shall have a corresponding meaning.
67.	"SARS" means the South African Revenue Services.
68.	<p>"service providers" means</p> <p>a) "Professional Service Provider":</p> <p>Any person or body corporate that is under contract to the Employer for the provision of Professional Services.</p> <p>b) "General Service Provider":</p> <p>Any person or body that is under contract to the Employer for the provision of any type of service.</p>
69.	"SMMEs" means a separate and distinct business entity, including cooperative enterprises and non-governmental organizations, managed by one owner or more which, including its branches or subsidiaries, if any, is predominantly carried on in any sector or sub-sector of the economy.
70.	"sponsorship" means paying for or contributing towards the cost of an event.
71.	"stipulated minimum threshold" means that portion of local production and content as determined by the Department of Trade and Industry.

72.	“sub-contracting” means the primary contractor’s assigning or leasing or making out work to, or employing, another person to support such primary contractor in the execution of part of a project in terms of the contract.
73.	“supply chain manager” means an official appointed by the Amathole District Municipality to fulfill a vital role in the implementation, the monitoring and the continued application of this Policy.
74.	“Systems Act” means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000).
75.	“tender” means a written offer in a prescribed or stipulated form in response to an invitation by an organ of state for the provision of services, works or goods, through price quotations, advertised competitive tendering processes or proposals.
76.	“the Act” means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003).
77.	“the constitution” means the Constitution of the Republic of South Africa Act, 1996 (Act No. 108 of 1996).
78.	“the Regulations” means the Local Government : Municipal Financial Management Act, 2003, Municipal Supply Chain Management Regulations published by Government Notice 868 of 2005.
79.	“total revenue” bears the same meaning assigned to this expression in the Codes of Good Practice on Black Economic Empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act and promulgated in the Government Gazette on 9 February 2007.
80.	“treasury guidelines” means any guidelines on supply chain management issued by the Minister in terms of section 168 of the Act.
81.	“trust” means the arrangement through which the property of one person is made over or bequeathed to a trustee to administer such property for the benefit of another person.
82.	“trustee” means any person, including the founder of a trust, to whom property is bequeathed in order for such property to be administered for the benefit of another person.
83.	“unauthorised expenditure” in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with Section 15 or 11(3) of the Act.

	<ul style="list-style-type: none"> (a) overspending of the total amount appropriated in the municipality's approved budget; (b) overspending of the total amount appropriated for a vote in approved budget; (c) expenditure from a vote unrelated to the department of functional area covered by the vote; (d) expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose; (e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of "allocation" otherwise than in accordance with any condition of the allocation; or (f) a grant by the Municipality otherwise than in accordance with the MFMA.
84.	"unsolicited bid" means an offer submitted by any person on his, her or its own initiative without having been invited by the municipality to do so.
85.	"variation order" means unforeseen costs pertaining to uncertain circumstances that are part of infrastructure projects.
86.	"written or verbal quotations" means quotations referred to in section 24 of this policy.
Words importing the singular shall include the plural and vice versa and words importing the masculine gender shall include females and words importing persons shall include companies, closed corporations and firms, unless the context clearly indicates otherwise.	
All amounts/limits stated in this document shall be deemed to be inclusive of Value Added Tax (VAT).	

CHAPTER 1

EMPOWERMENT GOALS

1. **INTRODUCTION**

In the preamble to this Policy it is stated that “the Supply Chain Management Policy seeks to encourage socio-economic transformation” within its region. To achieve this, empowerment goals have been set, which aim to redress the skewed distribution of wealth and therefore contribute to the alleviation of poverty.

2. **STRATEGY**

The Policy will achieve the above by providing employment opportunities to BEE companies and communities, enabling socio-economic transformation objectives to be linked to fair, transparent, equitable, competitive and cost effective procurement practices. In this regard, the following empowerment goals are proposed to be used as measures by Council in assessing the impact of its policy in realizing the socio-economic transformation agenda of government in all spheres.

3. **PROCESS : GOALS**

3.1 **PERCENTAGE ALLOCATED TO COMPANIES THAT HAVE ATTAINED THEIR B-BBEE STATUS LEVEL OF CONTRIBUTOR**

Council aims to have allocated its projects to BEE companies that have attained the B-BBEE status level of contributor in accordance with the table below:

B-BBEE Status Level of Contributor	% Allocated
1	100%
2	90%
3	80%
4	70%
5	60%
6	50%
7	40%
8	30%
Non-Compliant Contributor	0%

3.2 EMPLOYMENT/JOB CREATION

In all capital projects, preference will be given to service providers who demonstrate labour intensive employment strategies along the following categories and ratios:

- 35% of labour be women [above youth age category of 36 years];
- 35% of labour be youth [men and women];
- 28% of labour be men [above youth age category of 36 years]
- 2% of labour be disabled people [regardless of gender]

Annexure H (refer SCM Manual) must be duly completed by all bidders as the above figures will form part of the decision being taken when adjudicating bids

3.3 MONITORING MECHANISM

For purposes of monitoring the allocation of bids along the empowerment goals mentioned above, Supply Chain Management shall table a report as part of consideration of the bids, detailing how many of the bids that were adjudicated during a particular quarter and if there are any variations to the stated objectives. A progress report will also be tabled every quarter to the Mayoral Committee and Council for noting and/or comments where there is deviation or lack of visible progress.

CHAPTER 2

ESTABLISHMENT AND IMPLEMENTATION OF SUPPLY CHAIN MANAGEMENT POLICY

Supply chain management policy

4. (1) The ADM resolves in terms of section 111 of the Municipal Finance Management Act 56 of 2003 to have and implement a supply chain management policy that –
- (a) gives effect to –
 - (i) section 217 of the Constitution; and
 - (ii) Part 1 of Chapter 11 and other applicable provisions of the Act;
 - (b) is fair, equitable, transparent, competitive and cost effective;
 - (c) complies with –
 - (i) the regulatory framework prescribed in Chapter 2 of the Regulations; and
 - (ii) any minimum norms and standards that may be prescribed in terms of section 168 of the Municipal Finance Management Act 56 of 2003;
 - (d) is consistent with other applicable legislation;
 - (e) does not undermine the objective for uniformity in supply chain management systems between organs of state in all spheres; and
 - (f) is consistent with national economic policy concerning the promotion of investments and doing business with the public sector.
- (2) The ADM may not act otherwise than in accordance with this supply chain management policy when–
- (a) procuring goods or services;
 - (b) disposing of goods no longer needed;

- (c) selecting contractors to provide assistance in the provision of municipal services otherwise than in circumstances where Chapter 8 of the Municipal Systems Act applies; or
- (d) selecting external mechanisms referred to in section 80 (1) (b) of the Municipal Systems Act for the provision of municipal services in circumstances contemplated in section 83 of that Act.

Amendment of the supply chain policy

- 5. (1) the accounting officer must:
 - (a) at least annually review the implementation of this policy; and
 - (b) when the accounting officer considers it necessary, submit proposals for the amendment of this policy to the Council.

Delegation of supply chain management powers and duties

- 6. (1) The ADM hereby delegates such additional powers and duties to the accounting officer so as to enable the accounting officer –
 - (a) to discharge the supply chain management responsibilities conferred on accounting officers in terms of –
 - (i) Chapter 8 or 10 of the Municipal Finance Management Act 56 of 2003; and
 - (ii) this policy;
 - (b) to maximise administrative and operational efficiency in the implementation of the supply chain management policy;
 - (c) to enforce reasonable cost-effective measures for the prevention of fraud, corruption, favouritism and unfair and irregular practices in the implementation of this policy; and
 - (d) to comply with his or her responsibilities in terms of section 115 and other applicable provisions of the Municipal Finance Management Act 56 of 2003.

- (2) Sections 79 and 106 of the Municipal Finance Management Act 56 of 2003 apply to the subdelegation of powers and duties delegated to an accounting officer in terms of subsection 5(1) of this policy.
- (3) The council or accounting officer may not delegate or subdelegate any supply chain management powers or duties to a person who is not an official of the ADM or to a committee which is not exclusively composed of officials of the ADM;
- (4) This section may not be read as permitting an official to whom the power to make final awards has been delegated, to make a final award in a competitive bidding process otherwise than through the committee system provided for in section 34 of this policy.

Subdelegations

- 7. (1) The accounting officer may in terms of section 79 or 106 of the Municipal Finance Management Act 56 of 2003 subdelegate any supply chain management powers and duties, including those delegated to the accounting officer in terms of this policy, but any such subdelegation must be consistent with subsection 6(2) and section 5 of this policy.
- (2) The power to make a final award –
 - (a) above R10 million (VAT included) may not be subdelegated by the accounting officer;
 - (b) above R2 million (VAT included), but not exceeding R10 million (VAT included), may be subdelegated but only to –
 - (i) the chief financial officer;
 - (ii) a senior manager (reporting to the accounting officer); or
 - (iii) a bid adjudication committee of which the chief financial officer or a senior manager is a member;
 - (c) not exceeding R2 million (VAT included) may be subdelegated but only to –
 - (i) the chief financial officer;
 - (ii) a senior manager (reporting to the accounting officer); or

- (iii) a manager directly accountable to the chief financial officer or a senior manager; or
 - (iv) a bid adjudication committee.
- (3) An official or bid adjudication committee to which the power to make final awards has been subdelegated in accordance with this policy must within five days of the end of each month submit to the official referred to in subsection 6(4) of this policy a written report containing particulars of each final award made by such official or committee during that month, including–
 - (a) the amount of the award;
 - (b) the name of the person to whom the award was made; and
 - (c) the reason why the award was made to that person.
- (4) A written report referred to in subsection 6 (3) of this policy must be submitted –
 - (a) to the accounting officer, in the case of an award by –
 - (i) the chief financial officer;
 - (ii) a senior manager (reporting to the accounting officer); or
 - (iii) a bid adjudication committee of which the chief financial officer or a senior manager is a member;
 - (b) to the chief financial officer or the senior manager responsible for the relevant bid, in the case of an award by –
 - (i) a manager referred to in subsection 6(2)(c)(iii) of this policy; or
 - (ii) a bid adjudication committee of which the chief financial officer or a senior manager is not a member.
- (5) Subsections 6(3) and (4) of this policy do not apply to procurements out of petty cash.
- (6) This section may not be interpreted as permitting an official to whom the power to make final awards has been subdelegated, to make a final award in a

competitive bidding process otherwise than through the committee system provided for in section 34 of this policy.

- (7) No supply chain management decision-making powers may be delegated to an advisor or consultant.

Oversight role of council

8.
 - (1) The Municipal Finance Management Act 56 of 2003 prohibits a councillor from being a member of a bid committee or any other committee evaluating or approving quotations or bids nor may a councillor attend any such meeting as an observer.
 - (2) Council, however has an oversight role to ensure that the accounting officer implements all supply chain management activities in accordance with this Policy.
 - (3) For the purposes of such oversight the accounting officer must –
 - (a)
 - (i) within 30 days of the end of each financial year, submit a report on the implementation of the supply chain management policy of the municipality and of any municipal entity under its sole or shared control of the municipality, to the council of the municipality,
 - (ii) whenever there are serious and material problems in the implementation of the Supply Chain Management Policy, immediately submit a report to the Council of the Municipality.
 - (4) The accounting officer must, within 10 days of the end of each quarter, submit a report on the implementation of the supply chain management policy to the Executive Mayor.
 - (5) The reports must be made public in accordance with section 21A of the Municipal Systems Act.

Supply chain management unit

9.
 - (1) The accounting officer must establish a supply chain management unit to implement this policy.

- (2) The supply chain management unit must operate under the direct supervision of the chief financial officer or an official to whom this duty has been delegated in terms of section 82 of the Municipal Finance Management Act 56 of 2003.

Training of supply chain management officials

10. The training of officials involved in implementing the supply chain management policy should be in accordance with any Treasury guidelines on supply chain management training.

CHAPTER 3

CONCEPT OF SUPPLY CHAIN MANAGEMENT

11. SUPPLY CHAIN MANAGEMENT DEFINED

SCM involves the management of working capital that is invested in goods, stores and services with the objective of optimizing the economic return on such investment. The process begins when the needs are identified during the strategic planning phase of the organisation when service delivery targets are identified, to the point of finally disposing of an asset.

12. OBJECTIVES OF SUPPLY CHAIN MANAGEMENT

As a concept, Supply Chain Management has the following broad objects:

- (a) Promoting uniformity in the processes relevant to the repealing of bid board legislation in the various spheres of government and devolving the responsibility and accountability for procurement-related functions to accounting officers or authorities.
- (b) Promoting uniformity in the various spheres of government in the interpretation of government's preferential procurement legislation and policies, also in the context of other broad-based but related legislative and policy requirements of government.
- (c) Replacing the outdated procurement and provisioning practices in government with a supply chain management function and a systematic competitive procedure for the appointment of consultants as an integral part of financial management in government that conforms to internationally accepted best practice principles.
- (d) Introducing parameters for the promulgation of a regulatory framework in terms of the Public Finance Management Act (PFMA) and MFMA to ensure compliance to minimum norms and standards, but in such a manner that the principles of co-operative governance are observed.
- (e) Introducing parameters for the promulgation of a regulatory framework in terms of the Public Finance Management Act (PFMA) and MFMA to ensure compliance to minimum norms and standards, but in such a manner that the principles of co-operative governance are observed. To give effect to the provisions of the Constitution.

- (f) To give effect to the provisions of the MFMA and PFMA.
- (g) To transform procurement and provisioning practices into an integrated SCM function.
- (h) To introduce a systematic approach for the appointment of consultants.
- (i) To create an understanding of Government's preferential procurement policy objectives.
- (j) To make significant improvement to financial management.
- (k) To promote consistency in respect of supply chain policy and other related policy initiatives.
- (l) To adhere to international best practices.

13. IMPROVING ACCOUNTABILITY

The MFMA aims to improve accountability by placing responsibility for decisions in the hands of each accounting officer, and by ensuring that there is support from National Treasury, for example in the form of "best practice" guidelines, to assist managers in delivering services to communities as efficiently and effectively as possible.

The accountability chain is the most critical driver for improving financial management in the public sector. The Annual Report and the report of the Auditor-General will indicate achievement against the intentions specified in each municipality's or municipal entity's Integrated Development Plan (IDP) and may highlight areas that require improvement.

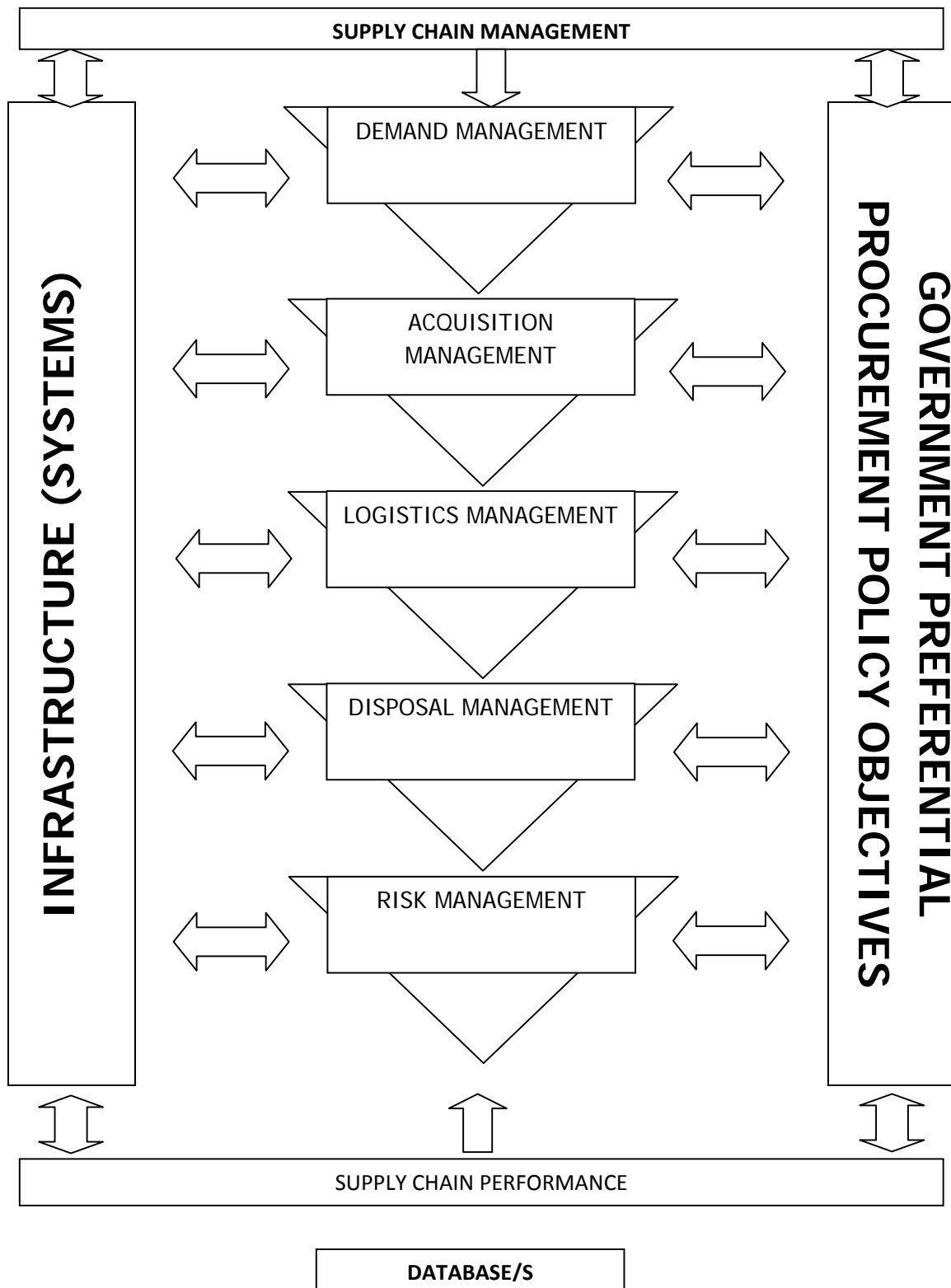
A particular requirement of the MFMA is that each accounting officer undertakes a "risk assessment" for his or her municipality or municipal entity. Risk management acknowledges that all the activities of an organization involve some element of risk. Management should decide what is an acceptable level of risk (given cost and other social factors) by objectively assessing the factors (risks) that may prevent a particular activity from meeting its objective. In the case of SCM, this will include ensuring, on a case-by-case basis, that clearly worded and unambiguous contract documents, guarantees or insurance arrangements are in place (i.e. managers must manage).

In addition, the award and management of contracts is an area where fraud and corruption has been found in the past, and the Municipality's Anti Fraud Management Strategy should reflect this, through cost-effective use of control measures and procedures and an ethical culture.

14. GOOD GOVERNANCE

In order to achieve the ideals of good corporate governance and to address deficiencies in SCM, fundamental institutional reforms will have to be implemented. Such reforms need to promote efficient and effective procurement and provisioning systems and practices that enable municipalities/municipal entities to deliver the required quality and quantity of services to its clients. The establishment of uniformity in procedures, policies, documentation and contract options and the implementation of sound systems of control and accountability should form the cornerstone of institutional reform.

15. THE ELEMENTS / FRAMEWORK OF SUPPLY CHAIN MANAGEMENT



This supply chain management policy provides systems for –

- (i) demand management;
- (ii) acquisition management;
- (iii) logistics management;
- (iv) disposal management;
- (v) risk management; and
- (vi) performance management.

15.1 DEMAND MANAGEMENT

This is the beginning of the supply chain, and must begin with a needs assessment, to ensure:

- (a) that goods or services are required in order to deliver the agreed service;
- (b) that specifications are precisely determined;
- (c) that requirements are linked to the budget; and
- (d) that the supplying industry has been analyzed.

This phase will bring the supply chain practitioner close to the end user, to ensure that value for money is achieved. This policy provides for an effective system of demand management in order to ensure that the resources required to support the strategic and operational commitments of the Municipality, are delivered at the correct time, at the right price and at the right location, and that the quantity and quality satisfy the needs of the Municipality.

15.2 ACQUISITION MANAGEMENT

This refers to the management of procurement by a municipality. The Municipality must:

- (a) decide on the manner in which the market will be approached;
- (b) establish the total cost of ownership of a particular type of asset;
- (c) ensure that bid documentation is complete, including evaluation criteria;

- (d) evaluate bids in accordance with published criteria; and
- (e) ensure that proper contract documents are signed.

15.3 LOGISTICS MANAGEMENT

This aspect addresses the setting of inventory levels, placing of orders, receiving and distribution of material and goods, stores, warehouse and transport management, expediting orders, the review of vendor performance, maintenance and contract administration. From these processes, the financial system is activated to generate payments.

15.4 DISPOSAL MANAGEMENT

A supply chain management policy must provide for an effective system of disposal management for the disposal or letting of assets no longer needed, including unserviceable, redundant or obsolete assets, subject to sections 14 and 90 of the MFMA.

At this stage, consideration must be given to:

- (a) obsolescence planning;
- (b) maintaining a data base of redundant material;
- (c) inspecting material for potential re-use;
- (d) determining a disposal strategy; and
- (e) executing the physical disposal process.

15.5 RISK MANAGEMENT

A supply chain management policy must provide for an effective system of risk management for the identification, consideration and avoidance of potential risks in the supply chain management system. Risk management must include:

- (a) the identification of risks on a case-by-case basis;
- (b) the allocation of risks to the party best suited to manage such risks;

- (c) acceptance of the cost of the risk where the cost of transferring the risk is greater than that of retaining it;
- (d) the management of risks in a pro-active manner and the provision of adequate cover for residual risks; and
- (e) the assignment of relative risks to the contracting parties through clear and unambiguous contract documentation.

15.6 PERFORMANCE MANAGEMENT

This is a monitoring process, undertaking a retrospective analysis to determine whether the proper processes have been followed and whether the desired objectives were achieved. Some of the issues that may be reviewed are:

- (a) compliance to norms and standards;
- (b) cost efficiency of procurement process (i.e. the cost of the process itself); and
- (c) whether supply chain practices are consistent with Government's broader policy focus.

16. Five pillars of procurement

- (1) Value for money

The term "value for money" includes the monetary value as well as the quality and the utilisation of the procurement system to achieve government's policy objectives (see the Regulations pertaining to the PPPFA). Due consideration should, however, be given to the quality of goods required, the time to administrate the process, and the cost effectiveness of the ensuing contracts. This is an essential test against which a municipality or municipal entity must justify a procurement outcome.

- (2) Open and effective competition

The pillar of public sector procurement requires the following:

- (a) a framework of procurement laws, policies, practices and procedures that is transparent; in other words they must be readily accessible to all parties;
- (b) openness in the procurement process;

- (c) encouragement of effective competition through procurement methods suited to market circumstances; and
 - (d) observance of the provisions of the PPPFA.
- (3) Ethics and fair dealing

All parties involved in procurement should comply with the following ethical standards:

- (a) deal with each other on a basis of mutual trust and respect; and
 - (b) conduct their business in a fair and reasonable manner and with integrity,
- (4) Accountability and reporting

This involves ensuring that individuals and organizations are answerable for their plans, actions and outcomes. Openness and transparency in administration, by external scrutiny through public reporting, is an essential element of accountability

- (5) Equity

The word “equity” in the context of the five pillars of public sector procurement means the application and observance of government policies that are designed to advance persons or categories of persons disadvantaged by unfair discrimination. This fifth pillar is vital to public sector procurement in South Africa. It ensures that Government is committed to economic growth by implementing measures to support the industry in general. No public procurement system should be operated if it is not founded on this pillar.

CHAPTER 4

DEMAND MANAGEMENT

System of demand management

17. (1) The accounting officer must establish, through operational procedures, an effective system of demand management in order to ensure that the resources required to support the strategic and operational commitments are delivered at the correct time, at the right price and at the right location, and that the quantity and quality satisfy the needs.
- (2) The demand management system must:
- (a) include timely planning and management processes to ensure that all goods and services required by the Municipality are quantified, budgeted for and timely and effectively delivered at the right locations and at the critical delivery dates, and are of the appropriate quality and quantity at a fair cost;
 - (b) take into account any benefits of economies of scale that may be derived in the case of acquisitions of a repetitive nature; and
 - (c) provide for the compilation of the required specifications to ensure that its needs are met;
 - (d) to undertake appropriate industry analysis and research to ensure that innovations and technological benefits are maximized.
- (3) The ADM's Integrated Development Plan (IDP) is a comprehensive strategy document setting out how the ADM intends to tackle its development challenges in a financial year. It is on the basis of the IDP that the resources of the Municipality will be allocated and on which the budget is based.
- (4) The objective is to ensure that the resources required to fulfil the needs identified in the IDP are delivered at the correct time, price and place, and that the quantity and quality will satisfy those needs.
- (5) In order to achieve the objectives of good governance and to address deficiencies in supply chain management, fundamental institutional reforms will have to be implemented. These reforms will promote

efficient and effective provisioning and procurement systems and practices to enable the ADM to deliver the required quantity and quality of services to the communities.

- (6) The establishment of uniformity in policies, procedures, documents and contract options and the implementation of sound systems of control and accountability shall form the cornerstone of institutional reform.
- (7) The development of a world-class professional supply chain management system should result in continuing improvement in affordability and value for money, based on total cost of ownership and quality of procurement as competition amongst suppliers is enhanced.
- (8) Resources required for the fulfillment of the Municipality's obligations will be clearly analysed. This includes a detailed analysis of the goods, works and services required.
- (9) In dealing with suppliers and potential suppliers, the ADM shall respond promptly, courteously and efficiently to enquiries, suggestions and complaints.

The Demand Management Process

- 18.** (1) This is the beginning of the supply chain where the following major activities associated with the identifying demand should take place:
 - (a) establishing requirements;
 - (b) determining needs; and
 - (c) deciding on appropriate procurement strategies.
- (2) Demand management accordingly shall involve the following activities:
 - (a) SCM integration in the strategic planning process;
 - (b) understanding the future needs;
 - (c) identifying critical delivery dates;
 - (d) identifying the frequency of need;
 - (e) linking the requirement to the budget;

- (f) conducting an expenditure analysis based on past expenditures;
- (g) determining requirements;
- (h) compiling of specifications;
- (i) conducting a commodity analysis in order to check for alternatives;
- (j) conducting a market/industry analysis; and
- (k) providing regular feedback to and from the roleplayers.

This is a cross-functional exercise that brings the supply chain practitioner closer to the end user and ensuring that value for money is achieved.

Strategy for achieving the Preferential Procurement Policy Framework Act (PPPFA) objectives and linking the system to Black Economic Empowerment (BEE) objectives

- 19.** In order to achieve the objectives as stated in Chapter 1 of this Policy, the Municipality will use the public sector SCM system as a tool to achieve the BEE objectives/goals. This will be achieved within the prescribed framework of the PPPFA and its Regulations.

In order to achieve the BEE objectives and goals the specifications and terms of reference for each project will be drafted prior to publication. The specifications will be drafted in a manner that will assist in achieving the BEE targets set by the Municipality. The accounting officer or the delegated official will approve all specifications drafted by the Bid Specification Committee prior to publication.

Planning and stipulation of preference point system to be utilized

- 20.** An organ of state must, prior to making an invitation for tenders:
- (a) properly plan for, and, as far as possible, accurately estimate the costs of the provision of services, works or goods for which an invitation for tenders is to be made;
 - (b) determine and stipulate the appropriate preference point system to be utilized in the evaluation and adjudication of the tenders; and
 - (c) determine whether the services, works or goods for which an invitation for tenders is to be made has been designated for local production and content in terms of regulation 9.

CHAPTER 5

ACQUISITION MANAGEMENT

System of acquisition management

- 21.** (1) The accounting officer must establish, through operational procedures, an effective system of acquisition management in order to ensure –
- (a) that goods and services are procured by the Municipality in accordance with authorised processes only;
 - (b) that expenditure on goods and services is incurred in terms of an approved budget in terms of section 15 of the Municipal Finance Management Act 56 of 2003;
 - (c) that the threshold values for the different procurement processes are complied with;
 - (d) that bid documentation, evaluation and adjudication criteria, and general conditions of a contract, are in accordance with any applicable legislation; and
 - (e) that any Treasury guidelines on acquisition management are properly taken into account.
- (2) This supply chain management policy, except where provided otherwise in the policy, does not apply in respect of the procurement of goods and services contemplated in section 110(2) of the Municipal Finance Management Act 56 of 2003, including –
- (a) water from the Department of Water Affairs or a public entity, another municipality or a municipal entity; and
 - (b) electricity from Eskom or another public entity, another municipality or a municipal entity.
- (3) The following information must be made public wherever goods or services contemplated in section 110(2) of the Municipal Finance Management Act 56 of 2003 are procured other than through the supply chain management system –

- (a) the kind of goods or services; and
- (b) the name of the supplier.

22. Range of procurement processes

STRUCTURE OF APPROVAL		
GOODS/SERVICE VALUE	PROCUREMENT METHOD MINIMUM	APPROVAL AUTHORITY
R0 – R2 000	Petty Cash : One Quote	Head of Department or Delegated Authority
R2 001 – R10 000	Three Quotations	Head of Department or Delegated Authority
R10 001 – R30 000	Three Quotations	Head of Department or Delegated Authority
R30 001 – R200 000	1 Week Bulletin Notice and Advertisement via Website : Three Quotations	This level of approval will be applied in terms of the Accounting Officer's delegation (See Delegation Policy).
R200 001 – R2 Million	Competitive Bidding Process	Bid Adjudication Committee
R2 Million – R10 Million	Competitive Bidding Process	Bid Adjudication Committee
Above R10 Million	Competitive Bidding Process	Accounting Officer

- (1) The procurement of goods and services through this policy is provided by way of –
- (a) petty cash purchases, up to a transaction value of R2 000 (VAT included);
 - (b) written or verbal quotations for procurements of a transaction value over R2 000 up to R10 000 (VAT included);
 - (c) formal written price quotations for procurements of a transaction value over R10 000 up to R200 000 (VAT included); and
 - (d) a competitive bidding process for–

- (i) procurements above a transaction value of R200 000 (VAT included); and
 - (ii) the procurement of long term contracts.
- (2) The accounting officer may in writing -
 - (a) lower, but not increase, the different threshold values specified in subsection (1); or,
 - (b) direct that –
 - (i) written or verbal quotations be obtained for any specific procurement of a transaction value lower than R2 000;
 - (ii) formal written price quotations be obtained for any specific procurement of a transaction value lower than R10 000; or
 - (iii) a competitive bidding process be followed for any specific procurement of a transaction value lower than R200 000.
- (3) Goods or services may not deliberately be split into parts or items of a lesser value merely to avoid complying with the requirements of the policy. When determining transaction values, a requirement for goods or services consisting of different parts or items must as far as possible be treated and dealt with as a single transaction.

General preconditions for consideration of written quotations or bids

- 23.** A written quotation or bid may not be awarded unless the provider who submitted the quotation or bid –
- (a) has furnished that provider's –
 - (i) full name;
 - (ii) identification number or company or other registration number; and
 - (iii) tax reference number and VAT registration number, if any;
 - (b) has authorised ADM to obtain a tax clearance from the South African Revenue Services that the provider's tax matters are in order; and

- (c) has indicated –
 - (i) whether he or she is in the service of the state, or has been in the service of the state in the previous twelve months;
 - (ii) if the provider is not a natural person, whether any of its directors, managers, principal shareholders or stakeholder is in the service of the state, or has been in the service of the state in the previous twelve months; or
 - (iii) whether a spouse, child or parent of the provider or of a director, manager, shareholder or stakeholder referred to in subsection (ii) is in the service of the state, or has been in the service of the state in the previous twelve months.

Lists of accredited prospective providers

- 24.** (1) The accounting officer must –
- (a) keep a list of accredited prospective providers of goods and services that must be used for the procurement requirements of the ADM through written or verbal quotations and formal written price quotations;
 - (b) at least once a year through newspapers commonly circulating locally, the website and any other appropriate ways, invite prospective providers of goods or services to apply for evaluation and listing as accredited prospective providers;
 - (c) specify the listing criteria for accredited prospective providers; and
 - (d) disallow the listing of any prospective provider whose name appears on the National Treasury's database as a person prohibited from doing business with the public sector.
 - (e) disallow the listing of any prospective provider whose tax clearance certificate has expired.
 - (f) disallow the listing of any prospective provider who is in the service of the state, or has been in the service of the state in the previous twelve months.

- (2) The list must be updated at least quarterly to include any additional prospective providers and any new commodities or types of services. Prospective providers must be allowed to submit applications for listing at any time.
- (3) The list must be compiled per commodity and per type of service.

Petty cash purchases

- 25.** (1) In certain cases it is not possible or economically viable to procure goods and services through written or competitive bidding processes. This situation will arise where the total costs of engaging in written quotation or competitive bidding far outweigh the value of the items or services being sought. This situation is envisaged for items or services below R2 000.00 VAT inclusive only.
- (2) The accounting officer must establish the conditions for procurement of goods by means of petty cash purchases referred to in section 22 (1) (a) of this policy, which must include conditions–
- (a) determining the terms on which a manager may delegate responsibility for petty cash to an official reporting to the manager;
 - (b) limiting the number of petty cash purchases or the maximum amounts per month for each manager;
 - (c) excluding any types of expenditure from petty cash purchases, where this is considered necessary; and
 - (d) requiring monthly reconciliation reports from each manager to the chief financial officer, including –
 - (i) the total amount of petty cash purchases for that month; and
 - (ii) receipts and appropriate documents for each purchase.

Written or verbal quotations

- 26.** The accounting officer must establish the conditions for the procurement of goods or services through written or verbal quotations, which must include conditions stating that–
- (a) quotations must be obtained from at least three different accredited providers registered in the ADM database;

- (b) Providers not registered on the data base will only be considered if no technically suitable suppliers are registered on the data base and/or if it would be in the best interests of ADM that such suppliers be considered, provided that such providers meet the listing criteria required by section 21(c) of this policy;
- (c) as far as possible all suppliers must be afforded an opportunity to quote on a rotational basis;
- (d) to the extent feasible, providers must be requested to submit such quotations in writing;
- (e) if it is not possible to obtain at least three quotations, then the reasons must be recorded and reported quarterly to the accounting officer or another official designated by the accounting officer;
- (f) the accounting officer must record the names of the potential providers requested to provide such quotations with their quoted prices;
- (g) if a quotation was submitted verbally, then the order may be placed only against written confirmation by the selected provider; and
- (h) splitting of requirements with the sole intention of circumventing any of the procurement mechanism listed, is not allowed.

Formal written price quotations

- 27.** (1) The accounting officer must establish the conditions for the procurement of goods or services through formal written price quotations, which must include conditions stating that–
- (a) quotations must be obtained in writing from at least three different providers whose names appear on the list of accredited prospective providers of the Municipality;
 - (b) Providers not registered on the database will only be considered if no technically suitable suppliers are registered on the data base and/or if it would be in the best interests of ADM that such suppliers be considered, provided that such providers meet the listing criteria required by section 22(c) of this policy;

- (c) if it is not possible to obtain at least three quotations, then the reasons must be recorded and approved by the chief financial officer or an official designated by the chief financial officer;
 - (d) the accounting officer must record the names of the potential providers and their written quotations; and
 - (e) splitting of requirements with the sole intention of circumventing any of the procurement mechanism listed is not allowed.
- (2) A designated official referred to in subsection (1)(c) must within three days of the end of each month report to the chief financial officer on any approvals given during that month by that official in terms of that subsection.

Procedures for procuring goods or services through written or verbal quotations and formal written price quotations

- 28.** (1) The accounting officer must determine the operational procedure for the procurement of goods or services through written or verbal quotations or formal written price quotations, which must stipulate that–
- (a) when using the list of accredited prospective providers the accounting officer must promote ongoing competition amongst providers, including the invitation of providers to submit quotations on a rotation basis;
 - (b) all requirements in excess of R30 000 (VAT included) that are to be procured by means of formal written price quotations must, in addition to the requirements of section 25, be advertised for at least seven days on the website and an official notice board of the Municipality;
 - (c) offers received must be evaluated on a comparative basis taking into account unconditional discounts;
 - (d) if there are frequent procurements of the same or similar goods or services, and where the amount per transaction is less than R200 000.00, then such procurements must be consolidated and a single contract must be concluded after having followed a competitive bidding process;
 - (e) the accounting officer must take all reasonable steps to ensure that the procurement of goods and services through written or verbal quotations or formal written price quotations is not abused;

- (f) the accounting officer or chief financial officer must on a monthly basis be notified in writing of all written or verbal quotations and formal written price quotations accepted by an official acting in terms of a subdelegation;
 - (g) offers below R30 000 (vat included) must be awarded based on compliance to specifications and conditions of contract, ability and capability to deliver the goods and services and lowest price;
 - (h) proper record keeping must be maintained, including the requirements therefor;
 - (i) splitting of requirements with the sole intention of circumventing any of the procurement mechanism listed is not allowed.
- (2) With regard to the procurement of goods and services with a transaction value lower than R200 000 -
- (a) the procurement of goods and services between R0 and R30 000 falls within the scope of the heads of departments;
 - (b) the procurement of goods and services between R30 001 and R200 000 will be delegated by the accounting officer to the different Heads of Departments within the Municipality (see Delegation Policy).
- (3) For purposes of the procurement of goods and services in terms of sub-section 2 –
- (a) the regulation thereof will be assessed and monitored by the supply chain management unit to ensure alignment with the empowerment goals set out in Chapter 1;
 - (b) the Municipality shall establish a database of service providers and suppliers which must be updated at least quarterly or whenever deemed necessary in accordance with section 24 of this policy;
 - (c) three databases shall be established in terms of subsection 3 (b), namely:
 - (i) General Services;
 - (ii) Professional Services (Built Environment and Management of Consultants); and

- (iii) Contractors;
- (d) in order to be considered for listing on any of the databases referred to in subsection (c), a service provider or supplier must produce proof of compliance with the following prerequisites:
 - (i) current original certificate of good standing in terms of VAT/Income Tax;
 - (ii) offices should preferably be in the jurisdiction of the ADM;
 - (iii) company registration with the registrar of businesses in terms of the Companies Act, 1973 (Act No. 61 of 1973); and,
 - (iv) registration with a professional body, where relevant;
 - (v) food caterers must comply with the regulations governing general hygiene compliance for food premises and the transport of food, and be in possession of a certificate of acceptability, as required by Regulation GNR 918 of 30 July 1991, made by the Minister of Health in terms of section 35, read with section 40, of the Health Act, 1977 (Act No. 63 of 1977).
 - (vi) contractors must be registered with the Construction Industry Development Board (CIDB) and be in possession of a grading certificate.
 - (v) ensure, in respect of the preferred bidder, that the bidder's municipal rates and taxed and municipal service charges are not in arrears.
- (e) the supply chain management unit must submit a quarterly report, including an analysis of the achievement of set goals.
- (f) The Supply Chain Management unit will submit a quarterly report on the procurement of goods and services in this category. An analysis will be provided stating the achievement and/or failure in compliance with the set goals.

Competitive bidding process

- 29.** (1) Goods or services above a transaction value of R200 000 (VAT included) and long term contracts may only be procured through a competitive bidding process, subject to section 22(2) of this policy.
- (2) No requirement for goods or services above an estimated transaction value of R200 000 (VAT included), may deliberately be split into parts or items of lesser value merely for the sake of procuring the goods or services otherwise than through a competitive bidding process.
- (3) Prospective service providers must be registered as VAT vendors in order to tender for bids of any value.

Process for competitive bidding

- 30.** The accounting officer must establish procedures for a competitive bidding process for each of the following stages:
- (a) the compilation of bidding documentation;
 - (b) the public invitation of bids;
 - (c) site meetings or briefing sessions, if applicable;
 - (d) the handling of bids submitted in response to public invitation;
 - (e) the evaluation of bids;
 - (f) the award of contracts;
 - (g) the administration of contracts:
 - (i) after approval of a bid, the accounting officer or delegated authority and the bidder must enter into a written agreement.
 - (h) proper record keeping:
 - (i) original/legal copies of written contracts agreements should be kept in a secure place for reference purposes.

Bid documentation for competitive bids

31. (1) The accounting officer must establish the criteria to which bid documentation for a competitive bidding process must comply, which in addition to section 20 of this policy, the bid documentation must –

- (a) take into account –
 - (i) the general conditions of contract and any special conditions of contract, if specified;
 - (ii) any Treasury guidelines on bid documentation; and
 - (iii) the requirements of the Construction Industry Development Board, in the case of a bid relating to construction, upgrading or refurbishment of buildings or infrastructure;
- (b) include the preference points system to be used, goals as contemplated in the Preferential Procurement Regulations and evaluation and adjudication criteria, including any criteria required by other applicable legislation;
- (c) compel bidders to declare any conflict of interest they may have in the transaction for which the bid is submitted;

(2) Bids exceeding R10 million

- (a) If the value of the transaction is expected to exceed R10 million (VAT included), then the bid documentation must stipulate that bidders are required to furnish–
 - (i) their audited annual financial statements if required by law to do so –
 - (aa) for the past three years; or
 - (bb) since their establishment, if established during the past three years,
- in the event that the bidder is required by law to prepare annual financial statements for auditing;

- (ii) a certificate signed by the bidder certifying that the bidder has no undisputed commitments for municipal services towards a municipality or other service provider in respect of which payment is overdue for more than 30 days;
 - (iii) particulars of any contracts awarded to the bidder by an organ of state during the past five years, including particulars of any material non-compliance or dispute concerning the execution of such contract; and
 - (iv) a statement indicating whether any portion of the goods or services are expected to be sourced from outside the Republic, and, if so, what portion and whether any portion of payment from the Municipality is expected to be transferred out of the Republic.
- (b) The bid documentation must also stipulate that disputes must be settled by means of mutual consultation, mediation (with or without legal representation), or, when unsuccessful, in a South African court of law.

(3) Construction works

If the bid relates to construction works as contemplated by the Construction Industry Development Board Act then the requirements of that Act must be taken into account in the bid documentation.

Public invitation for competitive bids

- 32.** (1) The accounting officer must determine the procedure for the invitation of competitive bids, which must stipulate that:
- (a) any invitation to prospective providers to submit bids must be by means of a public advertisement in newspapers commonly circulating locally, the website of the Municipality or any other appropriate ways (which may include an advertisement in the Government Tender Bulletin); and
 - (b) the information contained in a public advertisement, must include –

- (i) the closure date for the submission of bids, which may not be less than 30 days in the case of transactions over R10 million (VAT included), or which are of a long term nature, or 14 days in any other case, from the date on which the advertisement is placed in a newspaper, subject to subsection (2) of this policy; and
 - (ii) a statement that bids may only be submitted on the bid documentation provided by the Municipality.
- (2) The accounting officer may determine a closure date for the submission of bids which is less than the 30 or 14 days requirement, but only if such shorter period can be justified on the grounds of urgency or emergency or any exceptional case where it is impractical or impossible to follow the official procurement process.
- (3) Bids submitted must be sealed.
- (4) Where bids are requested in electronic format, such bids must be supplemented by sealed hard copies.

Procedure for handling, opening and recording of bids

- 33.** The accounting officer must determine the procedures for the handling, opening and recording of bids, which must:
- (a) stipulate that bids:
 - (i) must be opened only in public; and
 - (ii) must be opened at the same time and as soon as possible after the period for the submission of bids has expired;
 - (iii) received after the closing time should not be considered and returned unopened immediately.
 - (b) any bidder or member of the public has the right to request that the names of the bidders who submitted bids in time must be read out and, if practical, also each bidder's total bidding price;
 - (c) no information, except the provisions in subpara (b) relating to the bid should be disclosed to bidders or other persons until the successful bidder is notified of the award; and

- (c) the accounting officer :
 - (i) to record in a register all bids received in time;
 - (ii) to make the register available for public inspection; and
 - (iii) to publish the entries in the register and the bid results on the website.

Negotiations

- 34.** (1) The negotiation process may be used when:
- (a) procuring goods and services from single or sole suppliers;
 - (b) negotiating the terms and conditions of the contract concluded with the preferred bidder; and
 - (c) negotiating annual price increases.
- (2) The accounting officer may negotiate the final terms of a contract with bidders identified through a competitive bidding process as preferred bidders, provided that such negotiation –
- (a) does not allow any preferred bidder a second or unfair opportunity;
 - (b) is not to the detriment of any other bidder; and
 - (c) does not lead to a higher price than the bid as submitted.
- (3) The bidding document or request for quotation document must specify that negotiations will be conducted in finalizing the award.
- (4) Minutes of such negotiations must be kept for record purposes.

- (5) The approval or mandate to negotiate with any supplier must be obtained in writing from the accounting officer or delegated official, as contemplated in terms of the ADM's delegation policy.
- (6) The approval or mandate to negotiate must address at least the following:
 - (a) reasons for negotiations;
 - (b) negotiation parameters;
 - (c) objectives of the negotiations; and
 - (d) supplier(s) to be negotiated with.
- (7) The outcome of the negotiation must be approved by the Bid Adjudication Committee before the contract can be awarded to the preferred bidder.
- (8) Records of all negotiations must be kept and submitted to the BAC during the award.

Two-stage bidding process

- 35.** (1) A two-stage bidding process is allowed for –
- (a) large complex projects;
 - (b) projects where it may be undesirable to prepare complete detailed technical specifications; or
 - (c) long term projects with a duration period exceeding three years.
- (2) In the first stage technical proposals on conceptual design or performance specifications should be invited, subject to technical as well as commercial clarifications and adjustments.
- (3) In the second stage final technical proposals and priced bids should be invited.

Committee system for competitive bids

- 36.** (1) The accounting officer is required to –
- (a) establish a committee system for competitive bids consisting of at least –

- (i) a bid specification committee;
 - (ii) a bid evaluation committee; and
 - (iii) a bid adjudication committee;
- (b) appoint the members of each committee, taking into account section 117 of the Municipal Finance Management Act 56 of 2003; and
- (c) provide for an attendance or oversight process by a neutral or independent observer, appointed by the accounting officer, when this is appropriate for ensuring fairness and promoting transparency.
- (2) The committee system must be consistent with –
- (a) sections 35, 36 and 37 of this policy; and
 - (b) any other applicable legislation.
- (3) The accounting officer may apply the committee system to formal written price quotations.

Bid specification committees

- 37.** (1) The bid specification committee must compile the specifications for each procurement of goods or services by the Municipality.
- (2) Specifications –
- (a) must be drafted in an unbiased manner to allow all potential suppliers to offer their goods or services;
 - (b) must take account of any accepted standards such as those issued by Standards South Africa, the International Standards Organisation, or an authority accredited or recognised by the South African National Accreditation System with which the equipment or material or workmanship should comply;
 - (c) where possible, be described in terms of performance required rather than in terms of descriptive characteristics for design;

- (d) may not create trade barriers in contract requirements in the forms of specifications, plans, drawings, designs, testing and test methods, packaging, marking or labeling of conformity certification;
 - (e) subject to (h), below, may not make reference to any particular trade mark, name, patent, design, type, specific origin or producer unless there is no other sufficiently precise or intelligible way of describing the characteristics of the work, in which case such reference must be accompanied by the words "equivalent";
 - (f) must indicate each specific goal for which points may be awarded in terms of the points system set out in terms of the PPPFA;
 - (g) must be approved by the accounting officer prior to publication of the invitation for bids in terms of section 30 of this policy; and
 - (h) may stipulate that an item of a particular trade mark, name, patent, design, type, specific origin or producer must be supplied in the event that such item is a component of existing equipment that is of the same trade mark, name, patent, design, type, specific origin or producer.
- (3) The bid specification committee must be composed of one or more officials of the Municipality, preferably the manager responsible for the function involved, and may, when appropriate, include external specialist advisors.
 - (4) No person, advisor or corporate entity involved with the bid specification committee, or director of such a corporate entity, may bid for any resulting contracts.

Bid evaluation committees

- 38.** (1) The bid evaluation committee must –
- (a) evaluate bids in accordance with –
 - (i) the specifications for a specific procurement; and
 - (ii) the points system set out in terms of the PPPFA;
 - (b) evaluate each bidder's ability to execute the contract;

- (c) ensure in respect of the recommended bidder that his or her or its municipal rates and taxes and municipal service charges are not in arrears;
 - (d) submit to the adjudication committee a report and recommendations regarding the award of the bid or any other related matter.
- (2) The bid evaluation committee must as far as possible be composed of –
- (a) officials (technical experts) from departments requiring the goods or services;
 - (b) at least one supply chain management practitioner of the Municipality to ensure compliance with SCM procedures.
- (3) Subject to subsection (2) :
- (a) the composition of the bid evaluation committee may change to accommodate different scenarios;
 - (b) members from the bid specification committee may also form part of the bid evaluation committee; and
 - (c) a member from the bid evaluation committee may present reports to the bid adjudication committee, but only as an advisor.

Bid adjudication committees

- 39.** (1) The bid adjudication committee must –
- (a) consider the report and recommendations of the bid evaluation committee; and
 - (b) either –
 - (i) depending on the extent of its delegated authority, make a final award or a recommendation to the accounting officer to make the final award; or
 - (ii) make another recommendation to the accounting officer how to proceed with the relevant procurement.

- (2) The bid adjudication committee must consist of at least four senior managers of the Municipality which must include –
 - (i) the chief financial officer or, if the chief financial officer is not available, another manager in the budget and treasury office reporting directly to the chief financial officer and designated by the chief financial officer;
 - (ii) the senior manager responsible for the bid or another manager reporting directly to that senior manager;
 - (ii) at least one senior supply chain management practitioner who is an official of the Municipality; and
 - (iii) a technical expert in the relevant field who is an official, if such an expert exists.
- (3) The accounting officer must appoint the chairperson of the committee. If the chairperson is absent from a meeting, the members of the committee who are present must elect one of them to preside at the meeting.
- (4) Neither a member of a bid evaluation committee, nor an advisor or person assisting the evaluation committee, may be a member of a bid adjudication committee.
- (5) (a) If the bid adjudication committee decides to award a bid other than the one recommended by the bid evaluation committee, the bid adjudication committee must prior to awarding the bid –
 - (i) check in respect of the preferred bidder whether that bidder's municipal rates and taxes and municipal service charges are not in arrears, and;
 - (ii) notify the accounting officer.
- (b) The accounting officer may –
 - (i) after due consideration of the reasons for the deviation, ratify or reject the decision of the bid adjudication committee referred to in subsection (a); and

- (ii) if the decision of the bid adjudication committee is rejected, refer the decision of the adjudication committee back to that committee for reconsideration.
- (6) The accounting officer may, at any stage of a bidding process, refer any recommendation made by the evaluation committee or the adjudication committee back to that committee for reconsideration of the recommendation.
- (7) If a tender other than the recommended tender is approved, then the accounting officer must comply with section 114 of the Municipal Finance Management Act 56 of 2003 within 10 working days.

Evaluation panel

- 40.** (1) In respect of functionality assessment, the accounting officer may evaluate each technical bid/proposal using an evaluation panel consisting of three or more specialists in their field of expertise. For the sake of impartiality, members of bid committees in respect of the bid under consideration should not act as panel members.
- (2) Officials conducting the functionality assessment must be appointed by the relevant head of department.
- (3) Should specialists in their field of expertise not exist internally, external specialists may be appointed.
- (3) A supply chain management official, appointed by the Head of SCM, must be present at each functionality assessment to ensure that the process is fair.

Bid administration section

- 41.** (1) The accounting officer shall establish a bid administration section in the SCM unit of the Municipality to handle all the administrative tasks pertaining to the bidding process.
- (2) The duties of the officials in this section shall entail, inter alia:
- (a) the invitation for bids;
 - (b) the opening of bids on the closing date;
 - (c) the processing of the bid documents;

- (d) consultation; and,
- (e) the submission of a recommendation by the bid evaluation committee to the bid adjudication committee.

Advisors

42. The accounting officer may procure the services of advisors to assist in the execution of the supply chain management function. In this regard:

- (a) these services must be obtained through a competitive bidding process;
- (b) no advisor may, participate in the final decision-making process regarding the award of bids; and,
- (c) the accounting officer may not delegate decision-making authority to an advisor.

Preference points system, evaluation of bids, awarding of bids not scoring highest points, cancellation and re-invitation of bids

43. The 80/20 preference point system for the acquisition of services, works or goods up to a Rand value of R1 million

- (1)(a) The following formula must be used to calculate the points for price in respect of bids (including price quotations) with a Rand value equal to, or above R30 000 and up to a Rand value of R1 000 000 (all applicable taxes included):

$$P_s = 80 \left(1 - \frac{P_t - P_{min}}{P_{min}} \right)$$

Where

P_s = Points scored for comparative price of bid or offer under consideration

P_t = Comparative price of bid or offer under ~~bid~~ consideration

P_{min} = Comparative price of lowest acceptable bid or offer

- (b) The Municipality may apply the formula in (a) for price quotations with a value less than R30 000, if and when appropriate.

- (2) Subject to sub-section (3), points must be awarded to a bidder for attaining the B-BBEE status level of contributor in accordance with the table below:

B-BBEE Status Level of Contributor	Number of Points
1	20
2	18
3	16
4	12
5	8
6	6
7	4
8	2
Non-Compliant Contributor	0

- (3) A maximum of 20 points may be allocated in accordance with sub-section (2).
- (4) The points scored by a bidder in respect of B-BBEE contribution contemplated in sub-section (2) must be added to the points scored for price as calculated in accordance with sub-section (1).
- (5) Subject to section 49, the contract must be awarded to the tenderer who scores the highest total number of points.

44. The 90/10 preference point system for acquisition of services, works or goods with a Rand value above R1 million

- (1) The following formula must be used to calculate the points for price in respect of bids/procurement with a Rand value above R1 000 000 (All applicable taxes included):

$$Ps = 90 \left(1 - \frac{Pt - Pmin}{Pmin} \right)$$

Where

Ps = Points scored for comparative price of bid or offer under consideration

Pt = Comparative price of bid or offer under consideration

Pmin = Comparative price of lowest acceptable bid or offer

- (2) Subject to sub-section (3), points must be awarded to a bidder for attaining the B-BBEE status level of contributor in accordance with the table below:

B-BBEE Status Level of Contributor	Number of Points
1	10
2	9
3	8
4	5
5	4
6	3
7	2
8	1
Non-Compliant Contributor	0

- (3) A maximum of 10 points may be allocated in accordance with sub-section (2).
- (4) The points scored by a bidder in respect of the level of B-BBEE contribution contemplated in sub-section (2) must be added to the points scored for price as calculated in accordance with sub-section (1).
- (5) Subject to section 49, the contract must be awarded to the tenderer who scores the highest total number of points.

45. The sale and letting of assets

- (1) The Preferential Procurement Regulations, 2011 is not applicable to the sale and letting of assets.
- (2) In instances where assets are sold or leased by means of a bidding process, the bid must be awarded to the bid with the highest price.

Planning and Stipulation of preference point system to be used

46. Prior to making an invitation for tenders, the Municipality must:

- (1) properly plan for, and, as far as possible, accurately estimate the costs of the provision of services, works or goods for which an invitation for tenders is to be made;
- (2) determine and stipulate the appropriate preference point system to be utilized in the evaluation and adjudication of the tenders; and
- (3) determine whether the services, works or goods for which an invitation for tender is to be made has been designated for local production and content.

Local Production and Content

- 47. (1)** The Municipality must, in the case of designated sectors, where in the award of tenders local production and content is of critical importance, advertise such tenders with specific tendering condition that only locally produced goods, services or works or locally manufactured goods, with a stipulated minimum threshold for local production and content will be considered.

- (2) The Minister of Trade and Industry has designated the following sectors/sub-sectors / industries to which the minimum thresholds for local content should apply:

Sector/Sub-Sector/Industries	Minimum Threshold for Local Content
Buses (Bus Body)	80%
Textiles, Clothing, Leather and Footwear	100%
Power Pylons	100%
Canned / Processed Vegetables	80%
Rolling Stock	65%

- (3) Where there is no designated sector, the Municipality may include, as a specific tendering condition, that only locally produced services, works or goods or locally manufactured goods with a stipulated minimum threshold for local production and content, will be considered, on condition that such prescript and threshold(s) are in accordance with the specific directives issued for this purpose by the National Treasury in consultation with the Department of Trade and Industry.
- (4) Every bid issued in terms of section 46 must be measurable and audited.
- (5) Where necessary, for bids referred to in sub-section (1) and (3), a two-stage tendering process may be followed, where the first stage involves functionality and minimum threshold for local production and content and the second stage price and B-BBEE with the possibility of price negotiation only with the short listed bidder(s).

Evaluation of bids on functionality

- 48.** (1) The Municipality must, in the bid documents, indicate if, in respect of a particular bid invitation, bids will be evaluated on functionality.
- (2) The evaluation criteria for measuring functionality must be objective.
- (3) When evaluating tenders on functionality, the following must be clearly specified in the bid document:
- (a) evaluation criteria for measuring functionality;

- (b) weight of each criterion;
 - (c) applicable values; and
 - (d) minimum qualifying score for functionality.
- (4) No tender must be regarded as an acceptable tender if it fails to achieve the minimum qualifying score for functionality as indicated in the tender invitation.
- (5) Tenders that have achieved the minimum qualification score for functionality must be evaluated further in terms of the preference point systems prescribed in sections 43 and 44.

Broad-Based Black Economic Empowerment Status Level Certificates

- 49.** (1) Bidders with annual total revenue of R5 million or less qualify as Exempted Micro Enterprises (EMEs) in terms of the Broad-Based Black Economic Empowerment Act, and must submit a certificate issued by a registered auditor, accounting officer (as contemplated in section 60(4) of the Close Corporation Act, 1984 (Act No. 69 of 1984)) or an accredited verification agency.
- (2) Bidders other than EMEs must submit their original and valid B-BBEE status level verification certificate or a certified copy thereof, substantiating their B-BBEE rating.
- (3) The submission of such certificates must comply with the requirements of instructions and guidelines issued by the National Treasury and be in accordance with notices published by the Department of Trade and Industry in the Government Gazette.
- (4) The B-BBEE status level attained by the bidder must be used to determine the number of points contemplated in sections 43 and 44.

Award of contract to bid not scoring the highest number of points

- 50.** (1) A contract must be awarded to the tenderer who scores the highest points, unless objective criteria justifies the award to another tenderer.

Cancellation and re-invitation of bids

- 51.** (1) (a) In the event that, in the application of the 80/20 preference point system as stipulated in the bid documents, all bids received exceed the estimated Rand value of R1 000 000, the bid invitation must be cancelled.

- (b) If one or more of the acceptable tenders received are within the prescribed threshold of R1 000 000, all tenders received must be evaluated on the 80/20 preference point system.
- (2) (a) In the event that, in the application of the 90/10 preference point system as stipulated in the bid documents, all bids received are equal to, or below R1 000 000, the bid must be cancelled.
- (b) If one or more of the acceptable tenders received are above the prescribed threshold of R1 000 000, all tenders received must be evaluated on the 90/10 preference point system.
- (3) When the Municipality cancels a bid invitation as stated in subsections (1)(a) and (2)(a) above, a re-invitation of bids will be published and the bid document must stipulate the correct preference point system to be applied.
- (4) The Municipality may, prior to the award of a bid, cancel a bid if:
- (a) due to changed circumstances, there is no longer need for the goods or services; or
 - (b) funds are no longer available to cover the total envisaged expenditure; or
 - (c) no acceptable bids are received.
- (5) The decision to cancel a tender in terms of sub-section (4) must be published in the media in which the original bid invitation was advertised.

General Conditions in the evaluation of bids

- 52.** (1) When evaluating written quotations and/or bids the written quotation or bid may not be awarded unless the provider who submitted the quotation or bid has –

No.	Normal Goods and/or Services	Infrastructure related goods and/or services
1.	Completed and signed the Invitation to Bid (MBD 1)	Completed and signed the Form of Offer;
2.	Completed the bid document in black ink.	Completed the bid document in black ink.
3.	Not used correctional fluid (tippex) on the pricing schedule, Invitation to Bid (MBD 1) and any of the declaration	Not used correctional fluid (tippex) on the Bill of Quantities, Form of Offer and any of the declaration forms.

	forms.	
4.	Attended the compulsory briefing session (attendance register to be attached to bid report).	Attended the compulsory site inspection (attendance register to be attached to bid report).
5.	Fulfilled or offered equal or more than the exact specifications as listed in the schedule or terms of reference.	Fulfilled or offered equal or more than the exact specifications as listed in the Bill of Quantities.
6.	Fulfilled any other special conditions included in the bid document.	Fulfilled any other special conditions included in the bid document.
7.	Completed and signed all declarations: (i) Declaration of Interest (Kinship, Relationship with Persons employed by ADM); (ii) Declaration of Interest (in the service of the State); (iii) Declaration of Validity of Information Provided; (iv) Declaration of Bidder's Past SCM Practices; (v) Certificate of Independent Bid Determination.	Completed and signed all declarations: (i) Declaration of Interest (Kinship, Relationship with Persons employed by ADM); (ii) Declaration of Interest (in the service of the State); (iii) Declaration of Validity of Information Provided; (iv) Declaration of Bidder's Past SCM Practices; (v) Certificate of Independent Bid Determination.
8.	Attached to the bid document the formalized Joint Venture Agreement where a joint venture has been entered into.	Attached to the bid document the formalized Joint Venture Agreement where a joint venture has been entered into.
9.	Attached to the bid document audited Annual Financial Statements for the past three (3) years for bids exceeding R10m.	Attached to the bid document audited Annual Financial Statements for the past three (3) years for bids exceeding R10m.
10.	Attached to the bid document particulars of any contracts awarded by an organ of state in the past five (5) years for bids exceeding R10m.	Attached to the bid document particulars of any contracts awarded by an organ of state in the past five (5) years for bids exceeding R10m.
11.	Attached to the bid document proof that rates and taxes are not in arrears.	Attached to the bid document proof that rates and taxes are not in arrears.
12.	Separated the technical and financial proposal where the Two-Envelope Tender System has been utilized.	Separated the technical and financial proposal where the Two-Envelope Tender System has been utilized.
13.	Provided an original and current Tax Clearance Certificate.	Provided an original and current Tax Clearance Certificate.

14.	Not listed in the Register for Tender Defaulters in terms section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004) or has not been listed on National Treasury's database as a person prohibited from doing business with the public sector.	Not listed in the Register for Tender Defaulters in terms section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004) or has not been listed on National Treasury's database as a person prohibited from doing business with the public sector.
15.	Is not in the Service of the State or has not been in the Service of the State in the previous 12 months.	Is not in the Service of the State or has not been in the Service of the State in the previous 12 months.
16.	<p>When sub-contracting a portion of the works, has the service provider submitted details of the sub-contract together with the names of the sub-contractor to ADM.</p> <p>If details of the subcontract are not disclosed, the bid will be set aside.</p> <p>If the sub-contracting firm has been involved with ADM previously and has performed poorly and/or has been involved in any irregular activities, the tender may be set aside.</p> <p>No sub-contractors are to further sub-contract any portion of the works without disclosing details to ADM for approval prior to commencement of works.</p>	<p>When sub-contracting a portion of the works, has the service provider submitted details of the sub-contract together with the names of the sub-contractor to ADM.</p> <p>If details of the subcontract are not disclosed, the bid will be set aside.</p> <p>If the sub-contracting firm has been involved with ADM previously and has performed poorly and/or has been involved in any irregular activities, the tender may be set aside.</p> <p>No sub-contractors are to further sub-contract any portion of the works without disclosing details to ADM for approval prior to commencement of works.</p>
17.	<p>When sub-contracting to Non-HDI owned companies the restriction of 25% of the total contract value has not been exceeded.</p> <p>When sub-contracting to an HDI owned company, there will be a 50% restriction.</p>	<p>When sub-contracting to Non-HDI owned companies the restriction of 25% of the total contract value has not been exceeded.</p> <p>When sub-contracting to an HDI owned company, there will be a 50% restriction.</p>
18.		Completed and signed the Compulsory Enterprise Questionnaire. In the case of a JV, each partner of the JV must complete a separate Compulsory

		Enterprise Questionnaire.
19.		Is registered with CIDB and has at least the required grade and in the required class of works. All joint venture partners must be registered with CIDB.
20.		Completed the Form of Offer in words.

- (2) The Municipality may, before a bid is adjudicated or at any time, require a bidder to substantiate claims it has made with regard to preference.
- (3) The Municipality must, when calculating comparative prices, take into account any discounts which have been offered unconditionally.
- (4) A discount which has been offered conditionally must, despite not being taken into account for evaluation purposes, be implemented when payment is effected.
- (5) In the event that different prices are tendered for different periods of a contract, the price for each period must be regarded as a firm price if it conforms to the definition of a "firm price" as defined in this policy.
- (6) Points scored, must be rounded off to the nearest 2 decimals.
- (7)
 - (a) In the event that two or more bids have scored equal total points, the successful bid must be the one scoring the highest number of preference points for B-BBEE.
 - (b) However, when functionality is part of the evaluation process and two or more tenders have scored equal points including equal preference points for B-BBEE, the successful tender must be the one scoring the highest score for functionality.
 - (c) Should two or more bids be equal in all respects, the award shall be decided by the drawing of lots.
- (8) A trust, consortium or joint venture will qualify for points for their B-BBEE status level as a legal entity, provided that the entity submits their B-BBEE status level certificate.
- (9) A trust, consortium or joint venture will qualify for points for their B-BBEE status level as an unincorporated entity, provided that the entity submits their

consolidated B-BBEE scorecard as if they were a group structure and that such a consolidated B-BBEE scorecard is prepared for every separate tender.

- (10) A person must not be awarded points for B-BBEE status level if it is indicated in the tender documents that such a tenderer intends sub-contracting more than 25% of the value of the contract to any other enterprise that does not qualify for at least the points that such a tenderer qualifies for, unless the intended sub-contractor is an exempted micro enterprise that has the capability and ability to execute the sub-contract.
- (11) A person awarded a contract in relation to a designated sector, may not sub-contract in such a manner that the local production and content of the overall value of the contract is reduced to below the stipulated minimum threshold.
- (12) When an organ of state is in need of a service provided by only tertiary institutions, such services must be procured through a tendering process from the identified tertiary institutions.
- (13) Tertiary institutions referred to in sub-section (12) will be required to submit their B-BBEE status in terms of the specialized scorecard contained in the B-BBEE Codes of Good Practice.
- (14)(a) Should the Municipality require a service that can be provided by one or more tertiary institution or public entity and enterprises from the private sector, the appointment of a contractor must be done by means of a tendering process;
- (b) Public entities will be required to submit their B-BBEE status in terms of the specialized scorecard contained in the B-BBEE Codes of Good Practice.

Remedies

- 53.** (1) The Municipality must act against the tenderer or person awarded the contract, upon detecting that:
- (a) the B-BBEE status level of contribution has been claimed or obtained on a fraudulent basis; or
 - (b) any of the conditions of the contract have not been fulfilled.
- (2) The Municipality may, in addition to any other remedy it may have against the person contemplated in sub-regulation (1):

- (a) disqualify the person from the tendering process;
- (b) recover all costs, losses or damages it has incurred or suffered as a result of that person's conduct;
- (c) cancel the contract and claim any damages which it has suffered as a result of having to make less favourable arrangements due to such cancellation;
- (d) restrict the tenderer or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, from obtaining business from any organ of state for a period not exceeding 10 years, after the *audi alteram partem* (hear the other side) rule has been applied; and
- (e) forward the matter for criminal prosecution.

Declarations

54. A bidder must, in the manner stipulated in the tender document, declare that-

- (a) the information provided is true and correct;
- (b) the signatory to the bid document is duly authorized; and
- (c) documentary proof regarding any bid will, when required, be submitted to the satisfaction of the Municipality.

Specific goals

- 55.** (1) The bid conditions may stipulate that specific goals, as contemplated in terms of the PPPFA, be attained.
- (2) The stipulation contemplated in section (1) must include the method to be used to calculate the points scored for achieving specific goals.

Procurement of banking services

- 56.** (1) A contract for the provision of banking services to the Municipality:
- (a) must be procured through competitive bids;
 - (b) must be consistent with section 7 or 85 of the Municipal Finance Management Act 56 of 2003; and

- (c) may not be for a period of more than five years at a time.
- (2) The process for procuring a contract for banking services must commence at least nine months before the end of an existing contract.
- (3) The closure date for the submission of bids may not be less than 60 days from the date on which the advertisement is placed in a newspaper in terms of section 30(1) of this policy. Bids must be restricted to banks registered in terms of the Banks Act, 1990 (Act No. 94 of 1990).

Procurement of IT related goods or services

- 57.**
- (1) The accounting officer may request the State Information Technology Agency (SITA) to assist with the acquisition of IT related goods or services through a competitive bidding process.
 - (2) Both parties must enter into a written agreement to regulate the services rendered by, and the payments to be made to, SITA.
 - (3) The accounting officer must notify SITA together with a motivation of the IT needs if –
 - (a) the transaction value of IT related goods or services required in any financial year will exceed R50 million (VAT included); or
 - (b) the transaction value of a contract to be procured whether for one or more years exceeds R50 million (VAT included).
 - (4) If SITA comments on the submission and the Municipality disagrees with such comments, the comments and the reasons for rejecting or not following such comments must be submitted to the council, the National Treasury, the provincial treasury and the Auditor General.

Procurement of catering services

- 58.**
- (1) That Health and Protection Services must inspect the food handlers premises for health and hygiene compliance on an ongoing basis.
 - (2) That 20 caterers be selected bi-annually (every six months) to be used on a rotation basis.

- (3) For non standard menus three quotations will be requested from the 20 pre-selected caterers.
- (4) Catering service providers must be appointed on a rotational basis for the provision of catering goods and services with a value of no more than R30 000.
- (5) The SCM Unit is responsible for giving effect to such rotational appointment.
- (6) If catering services are required in an area where there are no registered catering service providers on the database, then the normal procurement process will apply, as depicted in section 20 of this policy.
- (7) The SCM Unit shall review the rates paid for catering services annually.
- (8) When contracting with food caterers, officials to ensure compliance with section 26(3)(d)(v) of this policy.

59. Procurement of Accommodation and Conferences facilities

- (1) Accommodation and/or facilities for conferences, seminars, workshops, "lekgotlas" etc. should, whenever possible, be obtained by means of written price quotations.
- (2) If the procurement is under R200 000,00 vat inclusive, the approval must be made by the relevant head of department or delegated authority.
- (3) If the procurement is above R200 000,00, the approval must be made by the accounting officer.

Procurement of goods and services under contracts secured by other organs of state

- 60.** (1) The accounting officer may procure goods or services under a contract secured by another organ of state, but only if –
- (a) the contract has been secured by that other organ of state by means of a competitive bidding process applicable to that organ of state;
 - (b) there is no reason to believe that such contract was not validly procured;
 - (c) there are demonstrable discounts or benefits to do so; and

- (d) that other organ of state and the provider have consented to such procurement in writing.
- (2) Subsections (1)(c) and (d) do not apply if the Municipality procures goods or services through a contract secured by a municipal entity of which it is the parent Municipality.

Procurement of goods necessitating special safety arrangements

- 61.** (1) The acquisition and storage of goods in bulk (other than water) which necessitate special safety arrangements, including gases and fuel, should be avoided whenever possible.
- (2) Where the storage of goods in bulk is justified, such justification must be based on sound reasons, including the total cost of ownership, cost advantages and environmental impact and must be approved by the accounting officer.

Proudly SA campaign

- 62.** The accounting officer must determine internal operating procedures supporting the Proudly SA Campaign to the extent that preference is given, in the following order, to procuring local goods and services from suppliers and businesses located:
- (a) within the jurisdiction of the ADM;
 - (b) within the Eastern Cape Province; and
 - (c) within the RSA.

Deviation from procurement processes

- 63.** (1) The procedures governing procurement in this policy may be dispensed with and any required goods or services may be procured through any convenient process, which may include direct negotiations, but only:
- (a) in an emergency as defined in section 60;
 - (b) if such goods or services are produced or available from a single provider only;
 - (c) for the acquisition of special works of art or historical objects where specifications are difficult to compile;

- (d) acquisition of animals for zoos;
 - (e) acquisition of breeding stock; and
 - (f) in any other exceptional circumstances where it is impractical or impossible to follow the official procurement process, including:
 - (i) any purchase made at a public auction;
 - (ii) any contract with another organ of state for:
 - (aa) the provision of goods or services to the ADM;
 - (bb) the provision of a municipal service or assistance in the provision of a municipal service;
 - (cc) the procurement of goods and services under a contract secured by that other organ of state, provided that the relevant supplier has agreed to such procurement;
 - (vi) any contract in respect of which compliance therewith would not be in the public interest;
 - (vii) ad-hoc repairs to plant and equipment where it is not possible to ascertain the nature or extent of the work required in order to call for bids; and
- (2) For purposes of the interpretation of subsection 59(1):
- (a) the SCM Unit must ensure compatibility, continuity and alignment;
 - (b) authorized agents must produce a letter from the OEM before their appointment can be made; and
 - (c) to ensure transparency and fairness, any goods or services that can only be obtained from a single provider must be advertised for fourteen (14) days prior to procurement.
- (3) Services for the routine repair of plant and equipment shall, where possible, be procured by means of annual bids where price is determined in accordance with prescribed work rates.

- (4) When deviating from procurement procedures as stated in 59(1) above, strict compliance with the procurement procedures reflected in the ADM's SCM Manual must be adhered to.

Emergency dispensation

64. (1) The conditions warranting an emergency dispensation must include the existence of one or more of the following:
 - (a) the real and imminent risk of human injury or death;
 - (b) the prevalence of human suffering and deprivation of fundamental human rights;
 - (c) the real and imminent risk of substantial damage to property and the suffering or death of livestock or other animals;
 - (d) the significant interruption of essential services, including transportation, communication or other support services critical to the effective functioning of the ADM as a whole;
 - (e) the real and imminent risk of serious damage occurring to the natural environment;
- (2) The aforesaid conditions must be of such a nature and scale that they cannot readily be alleviated by interim measures to permit the implementation of standard procurement procedures.
- (3) An emergency dispensation shall not be approved in respect of any circumstances other than those contemplated in subsection 60(1).
- (4) Where possible, three quotes must be obtained, in accordance with general acquisition management principles, and a report must be submitted to the accounting officer for approval.
- (5) In situations where time is of the essence, the emergency shall be addressed immediately and the process must be formalized in a report to the accounting officer as soon as possible thereafter.

Extension of contracts

- 65.** (1) Requests for extension of contracts must be considered by the municipal manager or the delegated authority.
- (2) Any extension of a contract must be done in accordance with the provisions of the contract itself and in compliance with the ADM's delegation policy, provided that:
- (a) the requirements of section 33 of the MFMA are met; and
 - (b) the extension of the contract does not amount to the provision of new goods or services, such that the purposes of this policy are defeated.
 - (c) Project Managers must as far as possible refrain from extending/expanding contracts and/or allowing variation orders as it increases the risks, reflects possible flaws in the planning process and it creates an uncompetitive environment, possibly unfairly prejudicing other possible vendors.
 - (d) The extension of a contract must be finalised before the current expiry date of the contract.

Renewal of contracts

- 66.** (1) The renewal of contracts must be treated in accordance with the principles set out in section 62, applied mutatis mutandis to the contract in question.
- (2) In the case of computer software renewals/license fees, it is normally required that ADM pay renewal / license fees for the continual use of the product. The Accounting Officer or the delegated authority must approve such renewals/license fees.

Unsolicited bids

- 67.** (1) In accordance with section 113 of the MFMA there is no obligation to consider unsolicited bids received outside a normal bidding process.
- (2) The accounting officer may decide in terms of section 113(2) of the MFMA to consider an unsolicited bid, but only if –
- (a) the product or service offered in terms of the bid is a demonstrably or proven unique innovative concept;

- (b) the product or service will be exceptionally beneficial to, or have exceptional cost advantages for, the Municipality;
 - (c) the person who made the bid is the sole provider of the product or service; and
 - (d) the reasons for not going through the normal bidding processes are found to be sound by the accounting officer.
- (3) In this regard, the SCM Unit must submit a report to the accounting officer, seeking approval to take the unsolicited bid process further.
- (4) If the accounting officer decides to consider an unsolicited bid that complies with subsection (2) of this policy, then the decision must be made public in accordance with section 21A of the Municipal Systems Act, together with –
 - (a) reasons as to why the bid should not be open to other competitors;
 - (b) an explanation of the potential benefits for the Municipality if the unsolicited bid were accepted; and
 - (c) an invitation to the public or other potential suppliers to submit their comments within 30 days of the notice.
- (5) For purposes of transparency and fairness, an unsolicited bid must be advertised for fourteen (14) days, requesting proposals from other interested parties, provided that:
 - (a) the request for proposal must be of a standard format and must not prejudice the intellectual property rights of the unsolicited bidder; and
 - (b) prior to advertising the unsolicited bid, the bidder will be informed of the Municipality's intention in this regard.
- (6) All written comments received pursuant to subsection (4), including any responses from the unsolicited bidder, must be submitted to the National Treasury and the relevant provincial treasury for comment.
- (7) The adjudication committee must consider the unsolicited bid and may award the bid or make a recommendation to the accounting officer, depending on its delegations.

- (8) A meeting of the adjudication committee to consider an unsolicited bid must be open to the public.
- (9) When considering the matter, the adjudication committee must take into account –
 - (a) any comments submitted by the public; and
 - (b) any written comments and recommendations of the National Treasury or the relevant provincial treasury.
- (10) If any recommendations of the National Treasury or provincial treasury are rejected or not followed, the accounting officer must submit to the Auditor General, the relevant provincial treasury and the National Treasury the reasons for rejecting or not following those recommendations.
- (11) Such submission must be made within seven (7) days after the decision on the award of the unsolicited bid is taken, but no contract committing the Municipality to the bid may be entered into or signed within 30 days of the submission.
- (12) The Municipality reserves the right to award the bid to any third party who responds to the request for a proposal, subject to the principles contained in this policy.
- (13) The Municipality may reject any bidder who submits an unsolicited bid prepared on the basis of privileged or confidential information.

Ratification of minor breaches of procurement processes

- 68.** Any minor breaches of the procurement processes which are purely of a technical nature, and which are perpetrated by an official or committee acting in terms of delegated powers or duties, shall be reported to the accounting officer for ratification.

Obligation to report

69. All deviations from procurement processes, as described in terms of section 59, shall be recorded and reported by the accounting officer to Council at its next meeting, and shall be included as a note to the annual financial statements.

Contracts having budgetary implications beyond three financial years

70. The ADM may not enter into any contract that will impose financial obligations beyond the three years covered in the annual budget for that financial year, unless the requirements of section 33 of the MFMA have been fully complied with.

CHAPTER 6

APPOINTMENT OF CONSULTANTS

Introduction

- 71.** The purpose of this chapter is to explain the procedures for selecting, contracting, and monitoring consultants required for projects. In general, the procedures described in the previous chapters apply. Only the peculiarities of appointing consultants are dealt with herein, as the services to which these procedures apply are of an intellectual and advisory nature.

Where a conflict in interpretation or application arises between the contents of this chapter and the provisions contained elsewhere in this policy, the latter shall prevail.

Consultants Defined

- 72.** (1) The term consultants includes consulting firms, engineering firms, construction managers, management firms, procurement agents, inspection agents, auditors, other multinational organizations, investment and merchant banks, universities, research agencies, government agencies, non-governmental organizations (NGO's), and individuals.
- (2) Accounting officers may use the organizations listed in subsection 69(1) above as consultants to help in a wide range of activities such as policy advice, accounting officer's/authority's reform management, engineering services, construction supervision, financial services, procurement services, social and environmental studies, and identification, preparation, and implementation of projects to complement accounting officers' capabilities in these areas.

Need for appointment

- 73.** Consultants should only be engaged when –
- (a) the necessary skills and/or resources to perform a project/duty/study are not available; and
- (b) the accounting officer cannot be reasonably expected either to train or to recruit people in the time available.

Nature of appointment

74. (1) Appointment by means of a formal contract

- (a) The relationship between the accounting officer and the consultant should be one of purchaser/provider and not employer/employee.
- (b) The work undertaken for the accounting officer by a consultant should be regulated by a contract.
- (c) In procuring consulting services the accounting officer should satisfy himself/herself that:
 - (i) the procedures to be used will result in the selection of consultants who have the necessary professional qualifications;
 - (ii) the selected consultant will carry out the assignment in accordance with the agreed schedule, and
 - (iii) the scope of the services is consistent with the needs of the project.

(2) Selection methods for the appointment of consultants

- (a) The accounting officer should be responsible for preparing and implementing the project, for selecting the consultant, awarding and subsequently administering the contract, as well as for the payment of consulting services under the project.
- (b) While the specific rules and procedures to be followed for employing consultants depend on the circumstances of the particular case, at least the following four major considerations should guide the accounting officer on the selection process:
 - (i) the need for high-quality services;
 - (ii) the need for economy and efficiency;
 - (iii) the need to give qualified consultants an opportunity to compete in providing the services; and
 - (iv) the importance of transparency in the selection process.

- (c) The particular method to be followed for the selection of consultants for any given project should be selected by the accounting officer in accordance with the criteria outlined in treasury guidelines.
- (d) The method of selection is determined by the scope of the assignment, the quality of service, the complexity of the assignment and whether assignments are of a standard and routine nature.
- (e) The following are the methods most generally used for the appointment of consultants:

(i) Quality and Cost Based Selection (QCBS)

- (aa) In the majority of cases, the abovementioned major considerations can best be addressed through competition among firms in which the selection is based both on the quality of the services to be rendered and on the cost of the services to be provided, i.e. Quality and Cost-Based Selection (QCBS). This method is used in the event of an assignment not complex or specialized.
- (bb) Cost as a factor of selection should be used judiciously.
- (cc) The relative weight to be given to the quality and cost should be determined for each case depending on the nature of the assignment.
- (dd) Investment and commercial banks, financial firms, and fund managers hired by accounting officer for the sale of assets, issuance of financial instruments, and other corporate financial transactions, notably in the context of privatization operations, should be selected under QCBS.
- (ee) Auditors typically carry out auditing tasks under well-defined Terms of Reference (TOR) and professional standards. They should be selected according to QCBS, or by the "Least Cost Selection". When consultants are appointed to execute an audit function on behalf of the accounting officer, the tariffs agreed by the Auditor-General and the South African Institute for Chartered Accountants (SAICA) may be used as a guideline to determine the appropriate tariff or to, determine the reasonableness of the tariffs. These tariffs can be obtained from SAICA's website under www.saica.co.za. The tariffs are captured in a circular issued by SAICA.

- (ff) In some circumstances, QCBS is not the most appropriate method for selecting consultants, and other methods are more appropriate. This section describes other selection methods and the circumstances under which they are generally appropriate.

(ii) Quality Based Selection (QBS)

- (aa) QBS is appropriate for the following types of assignments:

- (aaa) complex or highly specialized assignments for which consultants are expected to demonstrate innovation in their proposals (for example, financial sector reforms) for which it is difficult to define TOR and the required input from the consultants, and for which the client expects the consultants to demonstrate innovation in their proposals (for example, country economic or sector studies, multi-sectoral feasibility studies, design of a hazardous waste remediation plant or of an urban master plan, financial sector reforms);

- (bbb) Assignments that have a high downstream impact and in which the objective is to have the best experts (for example, feasibility and structural engineering design of such major infrastructure as large dams, policy studies of national significance, management studies of large government agencies); and

- (ccc) assignments that can be carried out in substantially different ways, such that proposals will not be comparable (for example, management advice, and sector and policy studies in which the value of the services depends on the quality of the analysis).

- (bb) In QBS, the Request for Proposals (RFP) may request submission of a technical proposal only (without the financial proposal), or request submission of both technical and financial proposals at the same time, but in separate envelopes (two-envelope system). The RFP should not provide the estimated budget, but it may provide the estimated number of key staff time, specify that this information is given as an indication only, and that consultants should be free to propose their own estimates.

- (cc) If technical proposals alone were invited, after evaluating the technical proposals using the same methodology as in QCBS, the accounting officer should request the consultant with the highest ranked technical proposal to submit a detailed financial proposal. The accounting officer and the consultant should then negotiate the financial proposal and the contract. All other aspects of the selection process should be identical to those of QCBS. If, however, consultants were requested to provide financial proposals initially together with the technical proposals, safeguards should be built in to ensure that the price envelope of only the selected proposal is opened and the rest returned unopened, after the negotiations are successfully concluded.

(iii) Selection under a fixed budget

The method is appropriate only when the assignment is simple and can be precisely defined and when the budget is fixed. The RFP should indicate the available budget and request the consultants to provide their best technical and financial proposals in separate envelopes, within the budget. The TOR should be particularly well prepared to ensure that the budget is sufficient for the consultants to perform the expected tasks. Evaluation of all technical proposals should be carried out first as in the QCBS method where after the price envelopes should be opened in public. Proposals that exceed the indicated budget should be rejected. The consultant who has submitted the highest ranked technical proposal should be selected and invited to negotiate a contract.

(iv) Least-cost selection

This method is more appropriate to selection of consultants for assignments of a standard or routine nature (audits, engineering design of noncomplex works, and so forth) where well-established practices and standards exist, and in which the contract amount is small. Under this method, a "minimum" qualifying mark for the "functionality" is established. Proposals to be submitted in two envelopes are invited. Potential suppliers may be obtained from the list of approved service providers. Technical envelopes are opened first and evaluated. Those securing less than the minimum mark should be rejected and the financial envelopes of the rest are opened in public. The firm with the highest points should then be selected. Under this method, the qualifying minimum mark should be established, keeping in mind that all proposals above the minimum compete only on "cost" and points for B-BBEE status

level of contributor. The minimum mark to qualify should be stated in the RFP.

(v) Single-source selection

- (aa) Single-source selection of consultants does not provide the benefits of competition in regard to quality and cost and lacks transparency in selection, and could encourage unacceptable practices. Therefore, single-source selection should be used only in exceptional cases. The justification for single-source selection should be examined in the context of the overall interests of the client and the project.
- (bb) Single-source selection may be appropriate only if it presents a clear advantage over competition:
 - (aaa) for tasks that represent a natural continuation of previous work carried out by the firm;
 - (bbb) where rapid selection is essential (for example, in an emergency operation);
 - (ccc) for very small assignments; or
 - (ddd) when only one firm is qualified or has experience of exceptional worth for the assignment.
- (cc) The reasons for a single-source selection must be recorded and approved by the accounting officer or his/her delegate prior to the conclusion of a contract.
- (dd) When continuity for downstream work is essential, the initial RFP should outline this prospect and if practical, the factors used for the selection of the consultant should take the likelihood of continuation into account. Continuity in the technical approach, experience acquired, and continued professional liability of the same consultant may make continuation with the initial consultant preferable to a new competition, subject to satisfactory performance in the initial assignment. For such downstream assignments, the accounting officer should ask the initially selected consultant to prepare technical and financial proposals on

the basis of TOR furnished by the accounting officer, which should then be negotiated.

- (ee) If the initial assignment was not awarded on a competitive basis or was awarded under tied financing or reserved procurement or if the downstream assignment is substantially larger in value, a competitive process acceptable to the accounting officer should normally be followed in which the consultant carrying out the initial work is not excluded from the consideration if it expresses interest.

(vi) Selection based on consultants' qualifications

This method may be used for very small assignments for which the need for preparing and evaluating competitive proposals is not justified. In such cases, the accounting officer should prepare the TOR, request expressions of interest and information on the consultants' experience and competence relevant to the assignment and select the firm with the most appropriate qualifications and references. Potential suppliers may be obtained from the list of accredited service providers. The selected firm should be requested to submit a combined technical-financial proposal and then be invited to negotiate the contract.

(vii) Selection of individual consultants

- (aa) Individual consultants may normally be employed on assignments for which:
 - (aaa) teams of personnel are not required;
 - (bbb) no additional outside (home office) professional support is required; and
 - (ccc) the experience and qualifications of the individual are the paramount requirement.
- (bb) When coordination, administration, or collective responsibility may become difficult because of the number of individuals, it would be advisable to employ a firm.
- (cc) Individual consultants should be selected on the basis of their qualifications for the assignment. They may be selected on the

basis of references or through comparison of qualifications among those expressing interest in the assignment or approached directly by the accounting officer. Individuals employed by the accounting officer should meet all relevant qualifications and should be fully capable of carrying out the assignment. Capability is judged on the basis of academic background, experience and, as appropriate, knowledge of the local conditions, such as local language, culture, administrative system, and local government environment.

- (dd) From time to time, permanent staff or associates of a consulting firm may be available as individual consultants. In such cases, the conflict of interest provisions described in these guidelines should apply to the parent firm.

(viii) Selection of particular types of consultants

(aa) Use of Nongovernmental Organisations (NGO's)

NGO's are voluntary non-profit organizations that may be uniquely qualified to assist in the preparation, management, and implementation of projects, essentially because of their involvement and knowledge of local issues, community needs, and/or participatory approaches. NGO's may be included in the short list if they express interest and provided that the accounting officer is satisfied with their qualifications. For assignments that emphasise participation and considerable local knowledge, the short list may comprise entirely NGO's. If so, the QCBS procedure should be followed, and the evaluation criteria should reflect the unique qualifications of NGO's, such as voluntarism, non-profit status, local knowledge, scale of operation, and reputation. An accounting officer may select the NGO on a single-source basis, provided the criteria outlined for single-source selection are fulfilled.

(bb) Inspection agents

Accounting officers may wish to employ inspection agencies to inspect and certify goods prior to shipment or on arrival in the country. The inspection by such agencies usually covers the quality and quantity of the goods concerned and reasonableness of price. Inspection agencies should be registered with the South

African National Accreditation System (SANAS) and the services of these inspection agents should be obtained by means of competitive bidding.

(cc) Banks

Investment and commercial banks, financial firms, and fund managers hired by accounting officers for the sale of assets, issuance of financial instruments and other corporate financial transactions, notably in the context of privatization operations, should be selected under QCBS. The RFP should specify selection criteria relevant to the activity – for example, experience in similar assignments or network of potential purchasers – and the cost of the services. In addition to the conventional remuneration (called a “retainer fee”), the compensation includes a “success fee.” This fee can be fixed, but is usually expressed as a percentage of the value of the assets or other financial instruments to be sold. The RFP should indicate that the cost evaluation will take into account the success fee, either in combination with the retainer fee or alone. If alone, a standard retainer fee should be prescribed for all short-listed consultants and indicated in the RFP, and the financial scores should be based on the success fee as a percentage of a pre-disclosed notional value of the assets. For the combined evaluation (notably for large contracts), cost may be accorded as weight higher or the selection may be based on cost alone among those who secure a minimum passing mark for the quality of the proposal. The RFP should specify clearly how proposals will be presented and how they will be compared.

(dd) Auditors

Auditors typically carry out auditing tasks under well-defined TOR and professional standards. They should be selected according to QCBS, with cost as a substantial selection factor, or by the “Least-Cost Selection.” When consultants are appointed to execute an audit function on behalf of the accounting officer, the tariffs agreed by the Auditor-General and the South African Institute for Chartered Accountants (SAICA) may be used as a guideline to determine the appropriate tariff or to determine the reasonableness of the tariffs. These tariffs can be obtained from SAICA’s website under www.saica.co.za. The tariffs are captured in a circular issued by SAICA.

(ee) "Service Delivery Contractors"

Projects in the social sectors in particular may involve hiring of large numbers of individuals who deliver services on a contract basis (for example, social workers, nurses and paramedics). The job descriptions, minimum qualifications, terms of employment and selection procedures should be described in the project documentation.

(ix) Association between consultants

Consultants may associate with each other to complement their respective areas of expertise, or for other reasons. Such an association may be for the long term (independent of any particular assignment) or for a specific assignment. The association may take the form of a joint venture or a sub-consultancy. In case of a joint venture, all members of the joint venture should sign the contract and are jointly and severally liable for the entire assignment. Once the bids or Requests for Proposals (RFP's) from service providers are issued, any association in the form of joint venture or sub-consultancy among firms should be permissible only with the approval of the accounting officer or his/her delegate. Accounting officers should not compel consultants to form associations with any specific firm or group of firms, but may encourage associations with the aim to enhance transfer of skills.

Invitation of bids/proposals, using QCBS

75. Appointing consultants to assist accounting officers with the execution of their duties implies the procurement of services. In all public sector procurement, the prescripts of the PPPFA, must be adhered to.

(1) Request for bids

In the request for bids the following steps would generally be followed in appointing consultants where clear Terms of Reference (TOR), including a detailed task directive, have been compiled and the objectives, goals and scope of the assignment are clearly defined:

(a) Preparation of Terms of Reference (TOR)

(i) The accounting officer should prepare the TOR. The scope of services described should be compatible with the available budget. The TOR should define as clearly as possible the task directive (methodology), objectives, goals and scope of the assignment and provide background information (including a list

of existing relevant studies and basic data) to facilitate the consultants' preparation of their bids.

- (ii) If the assignment includes an important component for training or transfer of knowledge and skills, the TOR should indicate the objectives, nature, scope, and goals of the training programme, including details on trainers and trainees, skills to be transferred, time frames, and monitoring and evaluation arrangements to enable consultants to estimate the required resources. The TOR should list the services and surveys necessary to carry out the assignment and the expected outputs (for example reports, data, maps, surveys, etc), where applicable.
- (iii) Time frames linked to various tasks should be specified, as well as the frequency of monitoring actions. The respective responsibilities of the accounting officer and the consultant should be clearly defined.
- (iv) A clear indication should be given of the preference point system to be used, as described in terms of the PPPFA and its associated Regulations.
- (v) Detailed information on the evaluation process should be provided and it must be stated whether the tender will be evaluated on functionality as prescribed in section 46.
- (vi) Preparation of a well-thought-through cost estimate is essential if realistic budgetary resources are to be earmarked. The cost estimate should be based on the accounting officer's assessment of the resources needed to carry out the assignment such as staff time, logistical support and physical inputs (i.e. vehicles, laboratory equipment, etc). The cost of staff time must be estimated on a realistic basis for foreign and local personnel.
- (vii) The TOR should specify the validity period (normally 60 – 90 days).
- (viii) In more complicated projects, provision may also be made for pre-bid briefing sessions as part of the evaluation process.
- (ix) The TOR should form part of the standard bid documentation. At this stage the evaluation panel, consisting of least three members who are demographically representative in terms of race, gender and expertise, should also be selected and finalised.

(2) Request for proposals

This method should be followed where selection is based both on the quality of a proposal and on the cost of the service through competition among firms. This method will be applicable on more complex projects where consultants are requested and encouraged to propose their own methodology and to comment on the TOR in their proposals.

(a) Preparation and issue of a Request for Proposal (RFP)

When possible, accounting officers should include at least the following documents in the RFP:

(i) Letter of Invitation (LOI)

The LOI should state the intention to enter into a contract for the provision of consulting services, the details of the client and the date, time and address for submission of proposals.

(ii) Information to Consultants (ITC)

Whenever possible, the accounting officer should use RFPs, which include the ITC covering the majority of assignments. The ITC should contain all necessary information that would assist consultants to prepare responsive proposals. It should be transparent and provide information on the evaluation process by indicating the evaluation criteria and factors and their respective weights and the minimum qualifying score in respect of functionality. A clear indication should be given of which preference points system will be applicable in terms of the PPPFA and its regulations. The budget is not specified (since cost is selection criterion), but should indicate the expected input of key professionals (staff time). Consultants, however, should be free to prepare their own estimates of staff time necessary to carry out the assignment. The ITC should specify the proposal validity period (normally 60 – 90 days).

The ITC should include adequate information on the following aspects of the assignment:

- (aa) a very brief description of the assignment;
- (bb) standard formats for the technical and financial proposals;
- (cc) the names and contact information of officials to whom clarifications should be addressed and with whom the consultants' representative should meet, if necessary;

- (dd) details of the selection procedure to be followed, including:
 - (aaa) a description of the two-stage process, if appropriate;
 - (bbb) a listing of the technical evaluation criteria and weights given to each criterion;
 - (ccc) the details of the financial evaluation;
 - (ddd) the relative weights for quality and cost in the case of QCBS;
 - (eee) the minimum pass score for quality; and
 - (fff) the details on the public opening of financial proposals;
- (ee) an estimate of the level of key staff inputs (in staff-months) required of the consultants, and an indication of minimum experience, academic achievement, and so forth, expected of key staff or the total budget, if a given figure can not be exceeded;
- (ff) information on negotiations, and financial and other information that should be required of the selected firm during negotiation of the contract;
- (gg) the deadline for submission of proposals;
- (hh) a statement that the firm and any of its affiliates should be disqualified from providing downstream goods, works or services under the project if, in the accounting officer's judgement, such activities constitute a conflict of interest with the services provided under the assignment;
- (ii) the method in which the proposal should be submitted, including the requirement that the technical proposals and price proposals be sealed and submitted separately in a manner that should ensure that the technical evaluation is not influenced by price;
- (jj) request that the invited firm acknowledges receipt of the RFP and informs the accounting officer whether or not it will be submitting a proposal;

- (kk) the shortlist of consultants being invited to submit proposals, and whether or not associations between short-listed consultants are acceptable;
- (ll) the period for which the consultants' proposals should be held valid (normally 60 – 90 days) and during which the consultants should undertake to maintain, without change, the proposed key staff, and should hold to both the rates and total price proposed; in case of extension of the proposal validity period, the right of the consultants not to maintain their proposal;
- (mm) the anticipated date on which the selected consultant should be expected to commence the assignment;
- (nn) a statement indicating all prices should be VAT inclusive;
- (oo) if not included in the TOR or in the draft contract, details of the services, facilities, equipment, and staff to be provided by the accounting officer;
- (pp) phasing of the assignment, if appropriate; and likelihood of follow-up assignments;
- (qq) the procedure to handle clarifications about the information given in the RFP; and
- (rr) any conditions for subcontracting part of the assignment.

Notes:

- (1) If under exceptional circumstances, the accounting officer needs to amend the standard ITC, he or she should do so through the technical data sheet and not by amending the main text.
- (2) Any granting of a substantial extension of the stipulated time for performance of a contract, agreeing to any substantial modification of the scope of the services, substituting key staff, waiving the conditions of a contract, or making any changes in the contract that would in aggregate increase the original amount of the contract by more than 15% percent, will be subject to the approval of the accounting officer or his/her delegate, and the provisions of this policy.

(iii) **The TOR**

The TOR should be compiled by a specialist in the area of the assignment and the scope of services described should be compatible with the available budget. The TOR should define as clearly as possible the objectives, goals and scope of the assignment including background information to facilitate the consultant in the preparation of its proposal. The TOR should be compiled in such a manner that consultants are able to propose their own methodology and staffing and be encouraged to comment on the TOR in their proposal.

Depending on the circumstances, it may be indicated that proposals should be submitted in two separate clearly marked envelopes, one containing the technical proposal and the other the cost for the assignment.

In cases where pre-qualification/short-listing is required, the TOR should indicate the basis of pre-qualification/short-listing, for instance the number of minimum points to be scored to pre-qualify.

(iv) **The proposed contract**

Accounting officers should use the appropriate Standard Form of Contract issued by the National Treasury. Any changes necessary to address specific project issues should be introduced through Contract Data Sheets or through Special Conditions of Contract and not by introducing changes in the wording of the General Conditions of Contract included in the Standard Form. When these forms are not appropriate (for example, for pre-shipment inspection, training of students in universities), accounting officers should use other acceptable contract forms.

(3) Establishment of a list of approved service providers

- (a) Where consultancy services are required on a recurring basis, a panel of consultants/list of approved service providers for the rendering of these services may be established. The panels/lists should be established through the competitive bidding process, usually for services that are of a routine or simple nature where the scope and content of the work to be done can be described in detail.
- (b) The intention to establish a panel/list of approved service providers is published in the media and on the Municipality's website and the closing time and date for inclusion in the panel/list of approved service providers

should be indicated. For this purpose, a questionnaire should be made available and should make provision for the following:

- (i) composition of the firm in terms of shareholding;
- (ii) personnel complement;
- (iii) representation of expertise in respect of the disciplines required, e.g. accounting, legal, educational, engineering, computer, etc;
- (iv) national/international acceptability of experts in the various professions;
- (v) experience as reflected in projects already dealt with;
- (vi) and financial position.

Requirements for admission to the list and criteria should be linked to the numeric value in terms of which applicants will be measured, for example qualifications, experience, acceptability, facilities and resources etc. A pre-determined standard method of awarding points should be followed.

- (c) The applications received should be evaluated and any rejection of applicants should be motivated and recorded.
- (d) Once the panel/list of service providers has been approved, only the successful applicants are approached, depending on the circumstances, either by obtaining quotes on a rotation basis, or according to the bid procedure when services are required, with the exception that the requirement is not advertised again.
- (e) This list should be updated continuously, at least quarterly.

(4) Receipt of proposals

- (a) The accounting officer should allow enough time for consultants to prepare their proposals. The time allowed should depend on the assignment, but normally should not be less than four weeks or more than three months (for example, for assignments requiring establishment of a sophisticated methodology, preparation of a multidisciplinary master plan). During this interval, the firms may request clarification about the information provided in the RFP. The accounting officer should provide clarification in writing and copy them to all firms who intend to submit proposals. If necessary, the accounting officer should extend the deadline for submission of proposals. The technical and financial proposals should be submitted at the same time. No amendments to the technical or financial proposal should be accepted after the deadline. To

safeguard the integrity of the process, the technical and financial proposals should be submitted in separate sealed envelopes. The technical envelopes should be opened immediately after the closing time for submission of proposals. The financial proposals should remain sealed until they are opened publicly. Any proposal received after the closing time for submission of proposals should be returned unopened.

(b) Consultants' role

- (i) When consultants receive the RFP, and if they can meet the requirements of the TOR, and the commercial and contractual conditions, they should make the arrangements necessary to prepare a responsive proposal (for example, visiting the principal of the assignment, seeking associations, collecting documentation, setting up the preparation team). If the consultants find in the RFP documents – especially in the selection procedure and evaluation criteria – any ambiguity, omission or internal contradiction, or any feature that is unclear or that appears discriminatory or restrictive, they should seek clarification from the accounting officer, in writing, within the period specified in the RFP for seeking clarifications.
- (ii) The specific RFP issued by the accounting officer governs each selection. If consultants feel that any of the provisions in the RFP are inconsistent with the prescripts of the Municipal Supply Chain Management Regulations and/or the PPPFA and its regulations, they should raise this issue with the accounting officer in writing.
- (iii) Consultants should ensure that they submit a fully responsive proposal including all the supporting documents requested in the RFP. It is essential to ensure accuracy in the curricula vitae of key staff submitted with the proposals. The curricula vitae should be signed by the consultants and the individuals and dated. Non-compliance with important requirements should result in rejection of the proposal. Once technical proposals are received and opened, consultants should not be required nor permitted to change the substance, the key staff, and so forth. Similarly, once financial proposals are received, consultants should not be required or permitted to change the quoted fee and so forth, except at the time of negotiations carried out in accordance with the provisions of the RFP.

(5) Evaluation of bids/proposals

- (a) Within the ambit of the PPPFA Regulations, bids/proposals for the appointment of consultants should be evaluated on the basis of

prequalification and price as well as the bidders B-BBEE status level of contribution. The evaluation should be carried out in two phases – first the prequalification and then the price. The criteria to be used to evaluate tenders on prequalification must be made known up-front in the bid documents. Score sheets should be prepared and provided to panel members to evaluate the bids on functionality. **In view of impartiality, members of bid committees should not also act as panel members.**

The score sheet should contain all the criteria and the weight for each criterion as indicated in the TOR as well as the values to be applied for evaluation. Each panel member should after thorough evaluation award his/her own value to every criterion without discussing any aspect of any bid with any of the other members. Under no circumstances may additional evaluation criteria be added to those originally indicated in the bid documentation nor may the evaluation criteria be amended or omitted after closing of the bid. Score sheets should be signed by panel members and if required, written motivation could be requested from panel members in the event of vast discrepancies in the value awarded for each criterion.

- (b) The evaluation of the proposals should be carried out in two stages: first the functionality (quality) and then the price. The points scored for functionality is **not added** to the points scored for price.
- (c) The evaluation should be carried out in full conformity with the provisions of the RFP.
- (d) **Calculation of percentage for functionality**
 - (i) Evaluators of technical proposals should not have access to the financial proposals until the technical evaluation is concluded. Financial proposals should be opened only after the technical proposals and only in respect of those proposals that achieved the minimum qualifying score for functionality. In respect of functionality, the accounting officer/authority should evaluate each technical proposal (using an evaluation panel of three or more specialists in that field of expertise) in terms of the specified evaluation criteria that may include the following:
 - (aa) the consultant's relevant experience for the assignment;
 - (bb) the quality of the methodology proposed;
 - (cc) the qualifications of the key staff proposed; and
 - (dd) transfer of knowledge.

- (ii) The accounting officer should normally divide these criteria into sub-criteria, for example, the sub-criteria under methodology might be innovation and level of detail.
- (iii) More weight should be given to the methodology in the case of more complex assignments for example multidisciplinary feasibility or management studies.
- (iv) Evaluation of only "key" personnel is recommended as they ultimately determine the quality of performance. More weight should be assigned to this criterion if the proposed assignment is complex. The accounting officer should review the qualifications and experience of proposed key personnel in their curricula vitae which should be accurate, complete and signed by an authorised official of the consultant and the individual proposed. When the assignment depends critically on the performance of key staff, such as a Project Manager in a large team of specified individuals, it may be desirable to conduct interviews. The individuals can be rated, among others, in the following sub-criteria as relevant to the assignment:
 - (aa) general qualifications: general education and training, length of experience, positions held, time with the consulting firm staff, and experience in developing countries;
 - (bb) adequacy for the assignment: education, training and experience in that specific sector, field or subject relevant to the particular assignment; and
 - (cc) experience in the region: knowledge of the local language, culture, administrative system, government organization, etc.
- (v) Accounting officers should evaluate each proposal on the basis of its response to the TOR. A proposal should be rejected at this stage if it does not respond to important aspects of the TOR or it fails to achieve the minimum qualifying score for functionality as specified in the RFP.
- (vi) At the end of the process, the accounting officer should prepare an evaluation report on the quality of the proposals. The report should substantiate the results of the evaluation and describe the relative strengths and weaknesses of the proposals. All records relating to the evaluation such as individual score sheets should be retained until completion of the project and its audit.

- (vii) The percentage scored for functionality should be calculated as follows:

Each panel member should award values for each individual criterion on a score sheet. The value scored for each criterion should be multiplied with the specified weighting for the relevant criterion to obtain the marks scored for the various criteria. These marks should be added to obtain the total score. The following formula should then be used to convert the total score to a percentage for functionality:

$$Ps = \frac{So}{Ms} \times Ap$$

where:

- Ps = percentage scored for functionality by bid/proposal under consideration
So = total score of bid/proposal under consideration
Ms = maximum possible score
Ap = percentage allocated for functionality

The percentages of each panel member should be added together and divided by the number of panel members to establish the average percentage obtained by each individual bidder for functionality.

After calculation of the percentage for functionality, the prices of all bids that obtained the minimum score for functionality should be taken into consideration.

Bids/proposals that do not score a certain specified minimum percentage for functionality, should be disqualified and not considered further.

(e) **Calculation of percentage for price**

- (i) For the purpose of evaluation, the price shall include all local taxes and other reimbursable expenses such as travel, translation, report printing or secretarial expenses. The proposal with the lowest price will obtain the maximum percentage for price as prescribed in RFP. Proposals with higher prices will proportionally obtain lower percentages according to the method as prescribed in the RFP.
- (ii) The percentage scored for price should be calculated as follows:

The lowest acceptable bid/proposal will obtain the maximum percentage allocated for price. The other bids/proposals with higher prices will proportionately obtain lower percentages based on the following formula:

$$Ps = \frac{Pmin}{Pt} \times Ap$$

where:

Ps	=	percentage scored for price by under consideration
Pmin	=	lowest acceptable bid/proposal
Pt	=	price of bid/proposal under consideration
Ap	=	percentage allocated for price

(f) Calculation of points for functionality and price

The points scored for functionality is not added to the points scored for price. Only the bidders that have scored the minimum number of points will be considered further.

Points awarded to a bidder for attaining the B-BBEE status level of contributor are added to the points scored for price in order to obtain a final point. The contract should be awarded to the bidder scoring the highest points.

Information relating to evaluation of bids and recommendations concerning awards should not be disclosed to the consultants who submitted bids or to other persons not officially concerned with the process until the successful consultant is notified.

(g) Negotiations and award of contract

(i) The Accounting Officer may negotiate the contract only with the preferred bidder identified by means of the competitive bidding process.

(ii) Negotiations should include discussions of the TOR, the methodology, staffing, accounting officer's inputs, and special conditions of the contract. These discussions should not substantially alter the original TOR or the terms of the contract, lest the quality of the final product, its cost, and the relevance of the initial evaluation be affected. Major reductions in work inputs

should not be made solely to meet the budget. The final TOR and the agreed methodology should be incorporated in "Description of Services," which should form part of the contract.

- (iii) The selected firm should not be allowed to substitute key staff, unless both parties agree that undue delay in the selection process makes such substitution unavoidable or that such changes are critical to meet the objectives of the assignment. If this is not the case and if it is established that key staff were offered in the proposal without confirming their availability, the firm may be disqualified and the process continued with the next ranked firm. The key staff proposed for substitution should have qualifications equal to or better than the key staff initially proposed.
- (iv) Financial negotiations should include clarification of the consultant's tax liability. Before the appointment is finalized, the consultant should submit an original tax clearance certificate to the accounting officer.
- (v) Proposed unit rates for staff-months and re-imbursables should not be negotiated, since these have already been a factor of selection in the cost of the proposal, unless there are exceptional reasons.
- (vi) If the negotiations fail to result in an acceptable contract, the accounting officer should terminate the negotiations. The original preferred consultant should be informed of the reasons for termination of the negotiations. Once negotiations are commenced with the next ranked firm, the accounting officer should not reopen the earlier negotiations. After negotiations are successfully completed, the accounting officer should promptly notify other firms that they were unsuccessful.

(h) **Contract award**

- (i) According to the prescripts of the PPPFA and its Regulations, a contract may only be awarded to the bidder who scored the highest number of points, unless objective criteria justify the award to another bidder. Should this be the case, the accounting officer should be able to defend the decision not to award the bid to the bidder who scored the highest number of points in any court of law. It should be emphasized that not offering any contributions to prescribed goals as contemplated in the Preferential Procurement Regulations, 2011, does not disqualify a bidder. Under these circumstances a bidder will score no points for the B-BBEE status level of contributor.

- (ii) The accounting officer should award the contract, within the period of the validity of bids, to the bidder who meets the appropriate standards of capability and resources and whose bid has been determined:
 - (aa) to be substantially responsive to the bidding documents; and
 - (bb) to be the highest on points.
- (iii) A bidder should not be required, as a condition of award, to undertake responsibilities for work not stipulated in the bidding documents or otherwise to modify the bid as originally submitted.

(i) **Rejection of all proposals and re-invitation**

The accounting officer will be justified in rejecting all proposals only if all proposals are non-responsive and unsuitable, either because they present major deficiencies in complying with the TOR, or because they involve costs substantially higher than the original estimate. In the latter case, the feasibility of increasing the budget, or scaling down the scope of services with the firm should be investigated. The new process may include revising the RFP and the budget.

(6) Types of contracts

- (a) The relationship between the accounting officer and the consultant should be one of purchaser/provider and not employer/employee. The work undertaken for the accounting officer by a consultant should be regulated by a contract.
- (b) When appropriate, the accounting officer may include under the special conditions of contract, the following or similar condition:

"A service provider may not recruit or shall not attempt to recruit an employee of the principal for purposes of preparation of the bid or for the duration of the execution of this contract or any part thereof".

- (c) The most common types of contract are:
 - (i) **Lump Sum (Firm Fixed Price) Contract:** Lump sum contracts are used mainly for assignments in which the content and the duration of the services and the required output of the consultants are clearly defined. They are widely used for simple planning and feasibility studies, environmental studies, detailed design of

standard or common structures, preparation of data processing systems, and so forth. Payments are linked to outputs (deliverables), such as reports, drawings, bills of quantities, bidding documents and software programmes. Lump sum contracts are easy to administer because payments are due on clearly specified outputs.

- (ii) **Time-Based Contract:** This type of contract is appropriate when it is difficult to define the scope and the length of services, either because the services are related to activities by others for which the completion period may vary, or because the input of the consultants required to attain the objectives of the assignment is difficult to assess. This type of contract is widely used for complex studies, supervision of construction, advisory services, and most training assignments. Payments are based on agreed hourly, daily, weekly or monthly rates for staff (who are normally named in the contract) and on reimbursable items using actual expenses and/or agreed unit prices. The rates for staff include salary, social costs, overheads, fees (or profit), and, where appropriate, special allowances. This type of contract should include a maximum amount of total payments to be made to the consultants. This ceiling amount should include a contingency allowance for unforeseen work and duration and provision for price adjustments, where appropriate. Time-based contracts need to be closely monitored and administered by the client to ensure that the assignment is progressing satisfactorily and payments claimed by the consultants are appropriate.

- (iii) **Retainer and/or Contingency (Success) Fee Contract:** Retainer and contingency fee contracts are widely used when consultants (banks or financial firms) are preparing companies for sales or mergers of firms, notably in privatisation operations. The remuneration of the consultant includes a retainer and a success fee, the latter being normally expressed as a percentage of the sale price of the assets.

- (iv) **Percentage Contract:** These contracts are commonly used for architectural services. They may be used for procurement and inspection agents. Percentage contracts directly relate the fees paid to the consultant to the estimated or actual project construction cost, or the cost of the goods procured or inspected. The contracts are negotiated on the basis of market norms for the services and/or estimated staff-month costs for the services, or competitive bid. It should be borne in mind that in the case of architectural or engineering services, percentages implicitly lack

incentive for economic design and are hence discouraged. Therefore, the use of such a contract for architectural services is recommended only if it is based on a fixed target cost and covers precisely defined services (for example, not works supervision).

- (v) **Indefinite Delivery Contract (Price Agreement):** These contracts are used when accounting officers need to have “on call” specialised services to provide advice on a particular activity. These are commonly used to retain “advisers” for implementation of complex projects (for example, dam panel), expert adjudicators for dispute resolution panels, accounting officer reforms, procurement advice, technical troubleshooting, and so forth, normally for a period of a year or more. The accounting officer and the firm agree on the unit rates to be paid for the experts and payments are made on the basis of the time actually used.

(7) Important provisions

- (a) **Currency.** RFPs should clearly state that firms must express the price for their services in Rand. If the consultants wish to express the price as a sum of amounts in different foreign currencies, they may do so, provided that the accounting officer/authority concurs with this practice and that the proposal includes no more than three foreign currencies outside the borders of South Africa. The accounting officer should require consultants to state the portion of the price representing local costs in Rand. Payment under the contract should be made in the currency or currencies expressed in the formal contract.
- (b) **Price adjustment.** To adjust the remuneration for foreign and/or local inflation, a price adjustment provision should be included in the contract if its duration is expected to exceed 12 months. Exceptionally, contracts of shorter duration may include a provision for price adjustment when local or foreign inflation is expected to be high and unpredictable.
- (c) **Payment provisions.** Payment provisions, including amounts to be paid, schedule of payments, and payments procedure, should be agreed upon during negotiations. Payments may be made at regular intervals (as under time-based contracts) or for agreed outputs (as under lump sum contracts). Payments for advances (for example, for mobilization costs) exceeding 10 percent of the contract amount should normally be backed by advance payment securities. Payments should be made promptly in accordance with the contract provisions. To that end:
 - (i) consultants can be paid by the accounting officer;
 - (ii) only disputed amounts should be withheld, with the remainder of the invoice paid in accordance with the contract; and

- (iii) the contract should provide for the payment of financing charges if payment is delayed due to the client's fault beyond the time allowed in the contract. The rate of charges should be specified in the contract.

- (d) **Bid and performance securities.** Bid and performance securities are not recommended for consultants' services. Their enforcement is often subject to judgement calls, they can be easily abused and they tend to increase the costs to the consulting industry without evident benefits, which are eventually passed on to the accounting officer.

- (e) **Accounting officer contribution.** The accounting officer normally assigns members of his or her own professional staff to the assignment in different capacities. The contract between the accounting officer and the consultant should give the details governing such staff, known as counterpart staff, as well as facilities that should be provided by the accounting officer, such as housing, office space, secretarial support, utilities, materials and vehicles. The contract should indicate measures the consultant can take if some of the items cannot be provided or have to be withdrawn during the assignment and the compensation of the consultant will receive in such a case.

- (f) **Conflict of interest.** The consultant should not receive any remuneration in connection with the assignment except as provided in the contract. The consultant and its affiliates should not engage in consulting activities that conflict with the interests of the client under the contract, and should be excluded from downstream supply of goods or construction of works or purchases of any asset or provision of any other service related to the assignment other than a continuation of the "Services" under the ongoing contract.

- (g) **Professional liability.** The consultant is expected to carry out its assignment with due diligence and in accordance with prevailing standards of the profession. As the consultant's liability to the accounting officer will be governed by the applicable law, the contract need not deal with this matter unless the parties wish to limit this liability. If they do so, they should ensure that:
 - (i) there should be no such limitation in case of the consultant's gross negligence or willful misconduct;
 - (ii) the consultant's liability to the accounting officer in no case be limited to less than the total payments expected to be made

under the consultant's contract, or the proceeds the consultant is entitled to receive under its insurance, whichever is higher; and

- (iii) any such limitation may deal only with the consultant's liability toward the client and not with the consultant's liability toward third parties.
- (h) **Staff substitution.** During an assignment, if substitution is necessary (for example, because of ill health or because a staff member proves to be unsuitable), the consultant should propose other staff of at least the same level of qualifications for approval by the accounting officer.
- (i) **Applicable law and settlement of disputes.** The contract should include provisions dealing with the applicable law and the forum for the settlement of disputes. Should it not be possible to settle a dispute by means of mediation, the dispute may be settled in a South African court of law.

(8) Evaluation of the performance of consultants

- (a) Consultants should observe due diligence and prevailing standards in the performance of the assignment. The accounting officer should evaluate the performance of consultants appointed in a fair and confidential process. In the case of repeated poor performance, the firm should be notified and provided an opportunity to explain the reasons for it and the remedial action proposed.
- (b) Consultants should be responsible for the accuracy and suitability of their work. Although accounting officers supervise and review the consultants' work, no modifications should be made in the final documents prepared by the consultants without mutual agreement. In the case of supervision of works, consultants may have more or less authority to supervise, from full responsibility as an independent engineer, to that of advisor to the client with little authority to make decisions, as determined by the accounting officer and captured in the contract agreement between the accounting officer and the consultant.
- (c) Any granting of a substantial extension of the stipulated time for performance of a contract, agreeing to any substantial modification of the scope of the services, substituting key staff, waiving the conditions of a contract, or making any changes in the contract that would in aggregate increase the original amount of the contract by more than 15 percent, will be subject to the approval of the accounting officer or his/her delegate, and the provisions of this policy.

(9) Disbursements

The responsibility for the implementation of the project and therefore for the payment of consulting services under the project rests solely with the accounting officer.

(10) Confidentiality

- (a) The process of proposal evaluation is to be confidential until the contract award is notified to the successful firm. Confidentiality enables the accounting to avoid either the reality or perception of improper interference. If, during the evaluation process, consultants wish to bring additional information to the notice of the accounting officer, they should do so in writing.
- (b) If consultants wish to raise issues or questions about the selection process, they should communicate directly in writing with the accounting officer in this regard. All such communications should be addressed to the chief of the division for the relevant sector for the accounting officer.
- (c) Communications that the accounting officer receives from consultants after the opening of the technical proposals should be handled as follows:
 - (i) in the case of contracts any communication should be sent to the accounting officer for due consideration and appropriate action; and
 - (ii) if additional information or clarification is required from the consultant, the accounting officer should obtain it and comment on or incorporate it, as appropriate, in the evaluation report.

(11) Debriefing

If after notification of award, a consultant wishes to ascertain the grounds on which its proposal was not selected, it should address its request in writing to the accounting officer. If the consultant is not satisfied with the explanation given by the accounting officer, the consultant may refer this matter to the relevant treasury, Public Protector or court of law.

(12) Conclusion

Selecting a consultant requires a logical and systematic approach to enable the appointment of the most effective and efficient consultants. Selecting the right consultant is essential to be successful in a variety of objectives to be achieved by an institution. The consultant's performance has to be monitored and evaluated in an equally, logical, systematic and objective manner to ensure that the correct decision is made when the consultant is to be utilised in future. The

general culture throughout the supply chain management process and specific appointment of consultants should be one of trust, honesty, professionalism and willingness to serve.

System of appointing consultants

- 76.** (1) The accounting officer may procure consulting services provided that any treasury guidelines in respect of consulting services are taken into account when such procurements are made.
- (2) Consultancy services must be procured through competitive bids if:
- (a) the value of the contract exceeds R200 000 (VAT included); or
 - (b) the duration period of the contract exceeds one year.
- (3) In addition to any requirements prescribed by this policy for competitive bids, bidders must furnish particulars of:
- (a) all consultancy services provided to an organ of state in the last five years; and
 - (b) any similar consultancy services provided to an organ of state in the last five years.
- (4) The accounting officer must ensure that copyright in any document produced, and the patent rights or ownership in any plant, machinery, thing, system or process designed or devised, by a consultant in the course of the consultancy service is vested in the Municipality.

CHAPTER 7

LOGISTICS MANAGEMENT

System of Logistics Management

77. The accounting officer must establish an effective system of logistics management in order to provide for the setting of inventory levels, placing of orders, receiving and distribution of goods, stores and warehouse management, expediting orders, transport management, vendor performance, maintenance and contract administration.

The Logistics management process

- 78.** (1) For stock or inventory items the following functions will amongst others be performed :
- (a) coding of items;
 - (b) setting of inventory levels;
 - (c) placing of orders;
 - (d) receiving and distribution of material;
 - (e) stores or warehouse management
 - (f) transport management; and
 - (g) vendor performance.
- (2) For fixed capital items (construction and road projects, immovable property) a similar process must be adopted, *mutatis mutandis*, viz ensuring appropriate classification, recording additions to asset and property registers, valuation, main use, etc.
- (3) The financial system necessary to generate payments must be implemented in a manner which is consistent with the principles attached to the logistics management process.

Setting of inventory levels

- 79.** Stock items shall be systematically replenished using the re-order point planning strategy in conjunction with minimum and maximum levels.

Stores and warehouse management

- 80.** (1) The stores and warehousing function shall operate under the jurisdiction of the Budget and Treasury Office (BTO).
- (2) The BTO must uphold the principles of effective administration, property stock holding and control, product standardization, quality of products and high standards of service levels.

CHAPTER 8

DISPOSAL MANAGEMENT

System of Disposal management

- 81.** (1) The accounting officer must establish an effective system of disposal management for the disposal or letting of assets, including unserviceable, redundant or obsolete assets, subject to sections 14 and 90 of the Act.
- (2) Assets must be disposed of by, inter alia -
- (a) transferring the asset to another organ of state in terms of a provision of the Act enabling the transfer of assets;
 - (b) transferring the asset to another organ of state at market related value or, when appropriate, free of charge;
 - (c) selling the asset; or
 - (d) destroying the asset.
- (3) With regard to the disposal of assets in general -
- (a) immovable property may be sold only at market related prices except when the public interest or the plight of the poor demands otherwise;
 - (b) movable assets may be sold either by way of written price quotations, a competitive bidding process, auction or at market related prices, whichever is the most advantageous;
 - (c) in the case of the free disposal of computer equipment, the provincial department of education must first be approached to indicate within 30 days whether any of the local schools are interested in the equipment; and
 - (d) in the case of the disposal of firearms, the National Conventional Arms Control Committee has approved any sale or donation of firearms to any person or institution within or outside the Republic;
- (4) In connection with the letting of immovable property -
- (a) immovable property must be let at market related rates except when the public interest or the plight of the poor demands otherwise; and
 - (b) all fees, charges, rates, tariffs, scales of fees or other charges relating to the letting of immovable property must be annually reviewed; and

- (5) Where assets are traded in for other assets, the highest possible trade-in price must be negotiated.

The Disposal Management Process

- 82.** (1) For purposes of the disposal management process, the accounting officer must ensure that the following steps are undertaken in respect of movable assets:
- (a) Obsolescence planning must be effected, alternatively depreciation rates per item must be calculated;
 - (b) A data base of all redundant assets must be compiled and maintained;
 - (c) Assets identified for disposal must first be inspected for potential re-use;
 - (d) A strategy must be determined for the disposal of assets; and,
 - (e) The actual disposal of assets must be effected in compliance with this chapter.
- (2) Similar steps to those set out in terms of subsection (1) must be undertaken in respect of immovable assets.

CHAPTER 9

SUPPLY CHAIN PERFORMANCE

The performance management process

- 83.** (1) The accounting officer must establish an effective internal monitoring system in order to determine, on the basis of a retrospective analysis, whether the authorised supply chain management processes are being followed and whether the desired objectives are being achieved.
- (2) Performance management shall accordingly be characterized by a monitoring process and retrospective analysis to determine whether:
- (a) proper processes have been followed;
 - (b) value for money has been attained;
 - (c) desired objectives have been achieved;
 - (d) there is an opportunity to improve the processes;
 - (e) suppliers have been assessed and what that assessment is;
 - (f) there has been a deviation from procedures and, if so, what the reasons for that deviation are.

System of supply chain performance

- 84.** For purposes of internal monitoring, at least the following may be considered:
- (a) achievement of objectives;
 - (b) compliance with norms and standards;
 - (c) savings generated;
 - (d) stores efficiency;
 - (e) cost variance per item;

- (f) possible breaches of contract;
- (g) cost of the procurement process itself;
- (h) whether supply chain objectives are consistent with national government's policies;
- (i) increasingly alignment of material construction standards with international best practice;
- (j) observance of principles of co-operative governance; and
- (k) reduction of regional economic disparities are promoted.

Performance evaluation of the services provided by a contractor / service provider / supplier contracted by the Municipality

- 85.**
- (1) Performance targets are identified as part of the initial planning for a contract, and set out in the business case and request for bid documentation. Targets are generally associated with cost, timeliness and the quality of products and services to be purchased as the outputs of the contract.
 - (2) Officials are expected to monitor and evaluate the contractor's performance. This is essential in determining whether the requirements are being met and to avoid any future conflicts over unsatisfactory performance.
 - (3) Contractors should be required to report to the project manager on progress in accordance with the agreed timeframes and review schedules. The project manager must inform the contractor in writing where there is evidence that the contractor's performance is inadequate or behind schedule. If there is continuing concern that obligations are not being met, advice should be sought immediately from the Bid Adjudication Committee.
 - (4) Disputes must be resolved promptly and not be allowed to escalate into costly legal battles.
 - (5) A copy of all performance reports and reports on contract outcomes should be forwarded to the SCM Unit. The SCM Unit must ensure that these reports are available for reference purposes to staff inquiring about a contractor's performance.

Unsatisfactory performance

- 86.** (1) Unsatisfactory performance occurs when performance is not in accordance with the contract. Subject at all times to the terms and conditions of such contract, the contractor must be warned in writing (with a registered letter) that action will be taken against him/her unless he/she complies with the contract and delivers satisfactorily within a specified reasonable period. If the contractor still does not perform satisfactorily despite the warning, a recommendation may be made to the Bid Adjudication Committee to cancel the contract.
- (2) If during the guarantee period, a supplier does not comply with the requirements due to faulty material or otherwise, the contractor must be requested to repair or replace the faulty material at his or her cost without delay, and that it must be guaranteed for the same period as the original supplies.
- (3) Continuously communicate unsatisfactory performance to contractors in writing compelling the contractor to perform according to the contract and thus to rectify or to restrain from unacceptable actions.
- (4) If the performance is not rectified, the Project Manager must inform the SCM Unit of this fact.
- (5) Before action is taken in terms of the general conditions of contract or any other special contract condition applicable, the Municipality must warn the contractor by registered mail that action will be taken in accordance with the contract conditions unless the contractor complies with the contract conditions and delivers satisfactory supplies or services within a specified reasonable time. If the contractor still does not perform satisfactorily despite a final warning, the SCM Unit may make a recommendation to the Accounting Officer or the delegate for the appropriate penalties to be introduced or make a recommendation to the Accounting Officer for the cancellation of the contract concerned.
- (6) When correspondence is addressed to the contractor, reference must be made to the contract number, the item number and the number and date of any relevant invoice, statement or letter received from the contractor. Otherwise the number and date of the order, a short description of the supply or service and details of the destination if applicable, must be supplied.
- (7) When the Municipality has to satisfy its need through another provider (for the contractor's expense), the loss to ADM must always be restricted to the minimum

since it is difficult to justify the recovery of unreasonable additional costs from the contractor.

- (8) Record must be kept by the SCM Unit of details of all cases of non-performance by contractors. If rejected supplies are in the possession of the ADM, the contractor must be requested to collect the supplies at his/her own expense, failing which the goods will be sent back and the cost will be for the contractor's account.

CHAPTER 10

RISK MANAGEMENT

System of risk management

- 87.** (1) The accounting officer must establish an effective system of risk management for the identification, consideration and avoidance of potential risks in the supply chain management system.
- (2) Managing risk must be part of the Municipality's philosophy, practices and business plans and should not be viewed or practised as a separate activity in isolation from line managers.
- (3) Risk management shall be an integral part of effective supply chain management practice.
- (4) Risk management must include –
- (a) the identification of risks on a case-by-case basis;
 - (b) the allocation of risks to the party best suited to manage such risks;
 - (c) acceptance of the cost of the risk where the cost of transferring the risk is greater than that of retaining it;
 - (d) the management of risks in a pro-active manner and the provision of adequate cover for residual risks; and
 - (e) the assignment of relative risks to the contracting parties through clear and unambiguous contract documentation.

The risk management process

- 88.** (1) The risk management process shall be applied to all stages of supply chain management, be it the conceptual stage, project definition, specification preparation, acquisition approval or implementation to completion.
- (2) Risk management is an integral part of good management of acquisition activities and cannot be effectively performed in isolation from other aspects of acquisition management.

- (3) Appropriate risk management conditions should therefore be incorporated in contracts.

Key principles

89. The key principles of managing risk in supply chain management include:

- (1) early and systematic identification of risk on a case-by-case basis, analysis and assessment of risk, including conflicts of interest and the development of plans for handling them;
- (2) allocation and acceptance of responsibility to the party best placed to manage such risk;
- (3) management of risk in a pro-active manner and the provision of adequate cover for residual risks;
- (4) assignment of relative risks to the contracting parties through clear and unambiguous contract documentation;
- (5) acceptance of the cost of the risk where the cost of transferring the risk is greater than that of retaining it; and
- (6) ensuring that the costs incurred in managing risks are commensurate with the importance of the purchase and the risks to the Municipality's operations.

Guidelines

90. The Municipality shall demonstrate that in its supply chain management:

- (1) there exists a systematic approach to identifying risks including potential conflicts of interest, analyzing their possible likelihood, impacts and consequences and managing those risks as the project proceeds through the phases of pre-bid, post-bid and contract management;
- (2) the integrity and correctness of the process of risk identification analysis, assessment and treatment is such that the relevant municipal department can demonstrate the scope of the risk analysis is appropriate for the stated objectives;
- (3) all pertinent matters and assumptions have been tested adequately and that appropriate risk treatment techniques have been implemented;

- (4) the causes of risk are clearly identified;
- (5) the means of treating the identified risks are apparent;
- (6) the party who accepts the risks also accepts responsibility for management of those risks, except where informed, and objective decisions are taken to share risks;
- (7) alternatives have been evaluated; and
- (8) appropriate conditions are to be incorporated in contracts to avoid or minimize risk including warranties and penalties where appropriate.

Steps in risk management

91. There are six steps in the risk management process, namely:

- (1) establish a framework;
- (2) risk identification;
- (3) risk analysis;
- (4) risk assessment;
- (5) risk treatment; and
- (6) implementation, monitoring and review.

Combating of abuse of supply chain management system

- 92.**
- (1) The accounting officer must provide measures for the combating of abuse of the supply chain management system.
 - (2) For purposes of subsection (1), the aforesaid measures must enable the accounting officer:
 - (a) to take all reasonable steps to prevent abuse of the supply chain management system;

- (b) to investigate any allegations against an official or other role player of fraud, corruption, favouritism, unfair or irregular practices or failure to comply with this policy, and when justified:
 - (i) take appropriate steps against such official or other role player; or
 - (ii) report any alleged criminal conduct to the South African Police Service;
- (c) to check the National Treasury's database prior to awarding any contract to ensure that no recommended bidder, or any of its directors, is listed as a person prohibited from doing business with the public sector;
- (d) to reject any bid from a bidder:
 - (i) if any municipal rates and taxes or municipal service charges owed by that bidder or any of its directors to the Municipality, or to any other municipality or municipal entity, are in arrears for more than three months; or
 - (ii) who during the last five years has failed to perform satisfactorily on a previous contract with the Municipality or any other organ of state after written notice was given to that bidder that performance was unsatisfactory;
- (e) to reject a recommendation for the award of a contract if the recommended bidder, or any of its directors, has committed a corrupt or fraudulent act in competing for the particular contract;
- (f) to cancel a contract awarded to a person if –
 - (i) the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract; or
 - (ii) an official or other role player committed any corrupt or fraudulent act during the bidding process or the execution of the contract that benefited that person; and
- (g) to reject the bid of any bidder if that bidder or any of its directors:

- (i) has abused the supply chain management system of the Municipality or has committed any improper conduct in relation to such system;
 - (ii) has been convicted for fraud or corruption during the past five years;
 - (iii) has willfully neglected, reneged on or failed to comply with any government, municipal or other public sector contract during the past five years; or
 - (iv) has been listed in the Register for Tender Defaulters in terms section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004) or has been listed on National Treasury's database as a person prohibited from doing business with the public sector.
- (3) The accounting officer must inform the National Treasury and relevant provincial treasury in writing of any actions taken in terms of subsections (1)(b)(ii), (e) or (f) of this policy.

Penalties

- 93.** (1) The Municipality must, upon detecting that a preference in terms of the Preferential Procurement Policy Framework Act, 2000, its regulations and the MFMA, as defined, has been obtained on a fraudulent basis, or any specified goals are not attained in the performance of the contract, act against the person awarded the contract.
- (2) The Municipality may in addition to any other remedy it may have against the person contemplated in subsection (1):
- (a) recover all costs, losses and damages it has incurred or suffered as a result of that person's conduct;
 - (b) cancel the contract and claim any damages which it has suffered as a result of having to make less favourable arrangements due to such cancellation;
 - (c) impose a financial penalty more severe than the theoretical financial preference associated with the claim which was made in the bid; and

- (d) restrict the contractor, its shareholders and directors from obtaining business from any organ of state for a period not exceeding 10 years.

Insurance

- 94.** (1) The accounting officer must ensure that steps are taken to:
- (a) insure the Municipality against procurement related risks;
 - (b) establish risk management programmes; and
 - (c) make advance provision for losses associated with such risks.
- (2) The accounting officer shall further ensure that insurance related excesses do not cause the failure of emerging small and micro enterprises.

Guarantees

- 95.** (1) The Municipality must adhere to the following general principles with regard to performance guarantees:
- (a) the aforesaid performance guarantees must be commensurate with the degree of contractual risk to which the Municipality will be exposed;
 - (b) in the case of large and complex contracts, performance guarantees must be requested in order to discourage the submission of irresponsible bids; and,
 - (c) the risk of failure must be distributed between the contracting parties and should be managed so that the Municipality's costs resulting from any such failure are recoverable.
- (2) With regard to contracts pertaining to engineering and construction works:
- (a) adequate provision should be made by the Municipality to ensure that funds are available to rectify defects; and,
 - (b) performance guarantees may be waived in the case of low value and low risk contracts or where a third party bears the risk of failure.

96. Declaration

For purposes of establishing control measures to eliminate fraud and corruption:

- (a) a declaration schedule must form an integral part of all the Municipality's bid documents;
- (b) bidders must be required to complete the schedule as a prerequisite to submission of any bid; and
- (c) employees of any organ of state will be required to complete the schedule as a pre-requisite to the bid.

97. Declaration of interest by officials, suppliers, service providers and consultants

- (1) In order to obtain the disclosure of any interests that an official, supplier, service provider or consultant may have with regard to a bid, the declaration of interest schedule must be completed prior to the award of a bid.
- (2) The declaration of interest must be completed by the following persons:
 - (a) all officials involved in the evaluation or approval of a bid;
 - (b) all suppliers, service providers or consultants who are involved in the preparation of bid documentation and bid reporting; and,
 - (c) any other person who played a role in the preparation, specification, evaluation and approval of a bid and who has an interest in the award thereof.

98. General risk management

For purposes of establishing general risk management measures, the Municipality must apply the following principles:

- (a) business plans, where applicable, will be required for approval prior to the commencement of all projects;
- (b) feasibility or design reports will be required by the ADM before bids for projects are called;

- (c) bid documents will be specific and detailed;
- (d) applicable project standards must be made available for public perusal;
- (e) officials must ensure time, cost and quality control while projects are being implemented;
- (f) where applicable, bidders must obtain public liability insurance to cover the ADM; and,
- (g) variation orders will only be approved by the accounting officer or a duly delegated ADM official, subject to the provisions of Chapter 16 of this policy.

99. Surety

- (1) Sureties must be obtained in respect of construction projects, classified as follows:

AMOUNT	PERCENTAGE
R300 000	Nil
R300 001-R1 000 000	2.5%
R1 000 001-R3 000 000	5%
R3 000 001-R5 000 000	7.5%
R5 000 001- and above	10%

- (2) In the event that a contractor is unable to raise the required surety, the Municipality may allow such surety to be deducted in full or part from monies that are to become due to the contractor, in which event this shall be effected by way of deductions from the first three [3] payment certificates issued in favour of the contractor.
- (3) The Municipality may waive the requirement for a surety on construction contracts that are estimated to be equal to or lower than R1 000 000.
- (4) With regard to the waiving of sureties:
 - (a) this may be permitted to assist emerging and HDI entrepreneurs in the small works sector of the construction industry;
 - (b) it may further be permitted where a surety, a performance guarantee or funds cannot be obtained with the assistance of the Eastern Cape

Development Corporation (ECDC) or a similar institution, provided that a written indication thereof is submitted to the Municipality; and,

- (c) the Municipality may bear the risks associated with such waiver in order to promote emerging and HDI entrepreneurs.
- (5) No contractor, supplier or service provider may be permitted to undertake more than two contracts simultaneously where sureties have been waived.
- (6) Sureties will be released from their obligations upon their application to the Municipality and provided that the Municipality is satisfied that the contract has been completed satisfactorily.

Retention

- 100.** (1) A percentage of the costs in respect of construction contracts must be set aside as retention funds.
- (2) No more than 10% of the value of the construction contract must be set aside for purposes of subsection (1).
- (3) With regard to the release of retention funds:
 - (a) half of the retention funds shall be released upon the issue of a completion certificate; and,
 - (b) the balance of the retention funds shall be released upon completion of the defects liability period.

Cessions

- 101.** (1) A cession agreement may be concluded by the Municipality, a contractor, supplier, service provider or financial institution and any other third party in order to assist emerging and HDI entrepreneurs.
- (2) The municipality will allow a financial institution to assist a contractor, supplier or service provider to implement projects on behalf of the employer.
- (3) When entering into a cession agreement for bridging finance, bridging finance will be restricted to a maximum of 80% of the total contract value.

- (2) The conclusion of a cession agreement shall be approved at the discretion of the accounting officer.

Prohibition on awards to persons whose tax matters are not in order

102. (1) The accounting officer must ensure that, irrespective of the procurement process followed, no award is given to a person whose tax matters have not been declared by the South African Revenue Service to be in order.
- (2) Before making an award to a person the accounting officer must first check with SARS whether that person's tax matters are in order.
- (3) If SARS does not respond within seven (7) days such person's tax matters may for purposes of subsection (1) be presumed to be in order.

Prohibition on awards to persons in the service of the state

103. The accounting officer must ensure that irrespective of the procurement process followed, no award may be given to a person –
 - (a) who is in the service of the state;
 - (b) if that person is not a natural person, of which any director, manager, principal shareholder or stakeholder is a person in the service of the state; or
 - (c) who is an advisor or consultant contracted with the Municipality.

Awards to close family members of persons in the service of the state

104. The notes to the annual financial statements must disclose particulars of any award of more than R2 000 to a person who is a spouse, child or parent of a person in the service of the state, or has been in the service of the state in the previous twelve months, including –
 - (a) the name of that person;
 - (b) the capacity in which that person is in the service of the state; and
 - (c) the amount of the award.

Compliance with ethical standards

- 105.** (1) In order to create an environment where business can be conducted with integrity and in a fair and reasonable manner, the ADM will strive to ensure that the accounting officer and all representatives of the Municipality involved in supply chain management activities shall act with integrity and in accordance with the highest ethical standards.
- (2) All municipal representatives shall adhere to the code of conduct for municipal staff contained in Schedule 2 of the Municipal Systems Act and the ADM's Code of Ethical Standards.
- (3) A Code of Ethical Standards is hereby established, in accordance with subsection (2), for officials and other role players in the supply chain management system in order to promote:
- (a) mutual trust and respect; and
 - (b) an environment where business can be conducted with integrity and in a fair and reasonable manner.
- (4) An official or other role player involved in the implementation of the supply chain management policy –
- (a) must treat all providers and potential providers equitably;
 - (b) may not use his or her position for private gain or to improperly benefit another person;
 - (c) may not accept any reward, gift, favour, hospitality or other benefit directly or indirectly, including to any close family member, partner or associate of that person;
 - (d) notwithstanding subsection (4)(c), must declare to the accounting officer details of any reward, gift, favour, hospitality or other benefit promised, offered or granted to that person or to any close family member, partner or associate of that person;
 - (e) must declare to the accounting officer details of any private or business interest which that person, or any close family member, partner or

associate, may have in any proposed procurement or disposal process of, or in any award of a contract by, the Municipality;

- (f) must immediately withdraw from participating in any manner whatsoever in a procurement or disposal process or in the award of a contract in which that person, or any close family member, partner or associate, has any private or business interest;
 - (g) must be scrupulous in his or her use of property belonging to the Municipality;
 - (h) must assist the accounting officer in combating fraud, corruption, favouritism and unfair and irregular practices in the supply chain management system; and
 - (i) must report to the accounting officer any alleged irregular conduct in the supply chain management system which that person may become aware of, including –
 - (i) any alleged fraud, corruption, favouritism or unfair conduct;
 - (ii) any alleged contravention of subsection 103(1) of this policy; or
 - (iii) any alleged breach of this Code of Ethical Standards.
- (5) The Municipality shall ensure that:
- (a) all declarations in terms of subsections (4)(d) and (e) must be recorded in a register which the accounting officer must keep for this purpose;
 - (b) all declarations by the accounting officer must be made to the executive mayor of the Municipality who must ensure that such declarations are recorded in the register; and
 - (c) appropriate action is taken against any official or other role player who commits a breach of the code of ethical standards.

Inducements, rewards, gifts and favours to the Municipality, officials and other role players

- 106.** (1) No person who is a provider or prospective provider of goods or services to the Municipality, or a recipient or prospective recipient of goods disposed or to be

disposed of by the Municipality, may either directly or through a representative or intermediary promise, offer or grant:

- (a) any inducement or reward to the Municipality for or in connection with the award of a contract; or
 - (b) any reward, gift, favour or hospitality to:
 - (i) any official; or
 - (ii) any other role player involved in the implementation of the supply chain management policy.
- (2) The accounting officer must promptly report any alleged contravention of subsection (1) to the National Treasury for considering whether the offending person, and any representative or intermediary through which such person is alleged to have acted, should be listed in the National Treasury's database of persons prohibited from doing business with the public sector.
- (3) Subsection (1) does not apply to gifts less than R350 in value.

Sponsorships

- 107.** The accounting officer must promptly disclose to the National Treasury and the provincial treasury any sponsorship promised, offered or granted, whether directly or through a representative or intermediary, by any person who is:
- (a) a provider or prospective provider of goods or services to the Municipality; or
 - (b) a recipient or prospective recipient of goods disposed or to be disposed of by the Municipality.

Objections and complaints

- 108.** Persons aggrieved by decisions or actions taken in the implementation of this supply chain management system, may lodge within 14 days of the decision or action, a written objection or complaint against the decision or action.

Resolution of disputes, objections, complaints and queries

- 109.** (1) The accounting officer must appoint an independent and impartial person, not directly involved in the supply chain management processes:

- (a) to assist in the resolution of disputes between the Municipality and other persons regarding:
 - (i) any decisions or actions taken in the implementation of the supply chain management system; or
 - (ii) any matter arising from a contract awarded in the course of the supply chain management system; or
 - (b) to deal with objections, complaints or queries regarding any such decisions or actions or any matters arising from such contract.
- (2) The accounting officer, or another official designated by the accounting officer, is responsible for assisting the appointed person to perform his or her functions effectively.
- (3) The person appointed must:
- (a) strive to resolve promptly all disputes, objections, complaints or queries received; and
 - (b) submit monthly reports to the accounting officer on all disputes, objections, complaints or queries received, attended to or resolved.
- (4) A dispute, objection, complaint or query may be referred to the provincial treasury if:
- (a) the dispute, objection, complaint or query is not resolved within 60 days; or
 - (b) no response is forthcoming within 60 days.
- (5) If the provincial treasury does not or cannot resolve the matter, the dispute, objection, complaint or query may be referred to the National Treasury for resolution.
- (6) This section must not be read as affecting a person's rights to approach a court at any time.

Contracts providing for compensation based on turnover

110. If a service provider acts on behalf of a Municipality to provide any service or act as a collector of fees, service charges or taxes and the compensation payable to the service provider is fixed as an agreed percentage of turnover for the service or the amount collected, the contract between the service provider and the Municipality must stipulate:

- (a) a cap on the compensation payable to the service provider; and
- (b) that such compensation must be performance based.

CHAPTER 11

CONTRACT MANAGEMENT

The contract management process

- 111.** The accounting officer must develop and implement mechanisms to effectively manage important aspects relating to contracts awarded through the supply chain management system of Council. A Municipality cannot operate at all without entering into contracts on a regular basis and the obligations and rights created by the conclusion of these contracts should be managed in order to protect the interests of both the Municipality and the other contracting party.

The concept of contract management

- 112.** Contract management consists of the process that enables the Municipality, as a party to a contract, to protect its own interests and to ensure that it complies with its duties, as agreed upon in the contract. Non-performance or inadequate performance of these will compromise the municipality's legal position and will have a detrimental impact on the effectiveness of the Municipality, with related financial losses.

The process to manage contracts properly involves the following distinct aspects: the administration process, and the delivery or performance process.

(1) The administration process

This process encompasses the totality of the administrative management of contracts, which includes the following:

The co-ordination of all activities relating to contracts

(a) Centralised control point

This is normally performed by the Corporate Services Department, which takes full responsibility as main contact point between the parties to the contract, on the one hand, and as contact point between the functionaries of the Municipality, on the other. All the following matters will thus be handled at the central point, namely:

- enquiries;
- liaison; and
- correspondence.

(b) Centralised registering point

All contracts concluded must be recorded in a register. The contract register should preferably contain the following information:

- [i] name of party;
- [ii] type of contract (lease, loan, encroachment, etc);
- [iii] date concluded (this refers to the date on which the contract comes into operation and not the date of signing of the contract);
- [iv] date of expiry; and
- [v] action date (this indicates the ideal date on which action must be taken in order to either renew the existing contract or to implement appropriate action prior to termination of the contract).

The contract register must be kept electronically and in alphabetical order. All new contracts that have been entered into must immediately be recorded in the register. Contracts that have expired or no longer exist for whatever reason must be removed from the register and be recorded on a register or list for canceled or terminated agreements.

(c) Reproduction and distribution of contracts

Once a contract is signed copies must be made and:

- [i] be placed in the relevant file;
- [ii] be furnished to relevant departments under cover of a memorandum. If, for example, the contract places a duty on the Budget and Treasury Office and the Engineering Services Department, copies must be furnished to those departments;
- [iii] the original document must be dealt with as indicated in subsection (1)(d) below; and
- [iv] an original contract must be furnished to the other party.

(d) Safekeeping of contracts

- [i] The original contract must always be archived centrally.
- [ii] It must be placed in a special file separate from other documents, which must be stored in a locked cabinet that is situated in a strong room.
- [iii] Only one official must exercise control over original contracts.
- [iv] Original contracts should preferably not be made available to persons other than the parties to the contract. If a third party is authorized to have sight of the contract, such third party must sign for receipt of the contract.

(e) Contract formalisation

- (1) This process includes the preparation of contracts to be entered into by the Municipality. Either the Municipality or the other party will have to prepare the prospective contract. It is normally the lessor, seller, principal, etc. who prepares the contract, but not necessarily. Circumstances will dictate who will ultimately prepare the contract.
- (2) Should the responsibility lie with the Municipality to draft the contract, the following shall be decided:
 - (a) whether or not the user department will be responsible to perform the task; or
 - (b) whether the task will be outsourced in accordance with the Municipality's policy.
- (3) The contract should be written in English or in any other language chosen by the parties, and proper contract documents should be used.
- (4) Contracts should be signed, after mutual consensus, by all parties to the contract.
- (5) All agreements regarding the supply of goods and services to the Municipality must be concluded in writing.

- (6) Copies of the original contract must be made and must be kept in a secure place, as indicated in subsection (1)(d) above.
- (7) The end user should notify the contract management section of the award of the contract. This will enable them to update the contract register.
- (8) The following factors should be taken into consideration when a decision is to be taken on the possible outsourcing of the drafting of a contract:
 - (i) nature of the contract;
 - (ii) complexity
 - (iii) capacity of human resources;
 - (iv) whether it is a familiar type of contract;
 - (v) importance of the contract; and
 - (vi) costs involved if it is outsourced.

(f) Approval of contracts

All contracts to be concluded by the Municipality must be approved by the accounting officer or the delegated official. All contracts must indicate the name of the responsible person delegated by the accounting officer to sign on his or her behalf. The full name and signature of the accounting officer or responsible person in question must be added in the space provided. No official can sign on behalf of someone else unless properly authorized to do so.

(g) Signing of contracts

The signing of a contract takes place as soon as possible after the approval thereof. The following must be prudently adhered to when a contract is signed:

- (i) the representative of the Municipality must have the required authority to sign the contract;

- (ii) if the other party is a company, a close corporation, partnership or other form of legal entity, then a written resolution must be produced and attached to the contract, authorizing the signatory to sign on behalf of the other party;
- (iii) that the committee resolution, in terms whereof the contract was approved, is recorded in the contract;
- (iv) that the contract is signed with a pen using indelible ink;
- (v) that the contract is signed in the presence of two witnesses; and
- (vi) that a sufficient number of copies of the original contract are made for the parties involved.

(h) Expiry or termination of contracts

The following action is required when a contract is terminated:

- (i) The Municipality must ensure that it notifies the other contracting party, in writing, of the imminent expiry of the contract.
- (ii) The notification referred to above must contain the information required in terms of the contract.
- (iii) When an option to renew has been granted to the other contracting party, such party must be notified of such option in writing, and well in advance of the date on which he, she or it is required to exercise the option.
- (iv) The termination of a contract prior to its expiry date can take place in any of the following ways:
 - (aa) in accordance with a termination clause;
 - (bb) as a consequence of the breach of contract by either party;
 - (cc) death of a party;
 - (dd) destruction of the object of the contract;

- (ee) where the parties become one party, e.g. when two or more municipalities amalgamate;
 - (ff) by operation of law; and
 - (gg) where the cause of the relationship in terms of the contract ceases to exist, for whatever reason.
- (v) Termination of a contract must be done strictly in accordance with the terms and conditions set out in the termination clause.
 - (vi) Termination of a contract, for whatever reason, must be dealt with judiciously and in consultation with the ADM's legal advisor.
 - (vii) As indicated in subsection (1)(b) above, all terminated contracts must be clearly indicated as such in a separate register.

(2) Delivery or performance process

This process commences as soon as a contract is concluded. The parties are entitled to exercise their respective rights and are obliged to fulfill the duties stipulated in the contract. The nature of management required will ultimately depend upon the type of each individual contract. In some cases, contracts can be managed adequately with little involvement, whilst in other cases proper management without a competent project team is impossible. A good example of the latter is capital projects or service delivery agreements of considerable extent.

The nature of a contract will also indicate which department of the Municipality will be required to accept responsibility for the successful implementation of the project.

Circumstances will dictate the responsibility of the various departments involved and what level of management will be required.

Managing contracts

- 113.** (a) The Municipality must ensure that contracts are administered in terms of the specifications and conditions contained in the contract, as well as any applicable legal provisions of a general nature.
- (b) The contract must be implemented according to proposed strategy, with reference to the budget, strategic and procurement plan.

- (c) The contract register for the Municipality should be checked on a regular basis to ensure that it is up to date and accurate.
- (d) The outcomes of a contract must be monitored with reference to any documented expectations to ensure that the benefits realized by the Municipality are in line with such expectations.
- (e) The lifespan of the project must be monitored in line with the available budget approved.
- (f) Delivery must be assessed on the basis of the signed contract.
- (g) Orders are to be monitored continuously to ensure proper supply and delivery in accordance with the terms and conditions of the contract.
- (h) The Municipality must ensure that all parties to the contract observe acceptable ethical standards.
- (i) Necessary approval from the accounting officer and the bid adjudication committee, for non-contractual price adjustments, must be obtained, provided that such adjustments are lawful and not in contravention of the principles contained in this policy.
- (j) Contractual price adjustments may be considered, provided that these are in line with the terms and conditions of the contract and the supplier provides documentary proof or an audited certificate of price adjustments claimed to warrant such an adjustment.
- (k) Subject to the terms and conditions of the contract, the supplier or successful bidder must, within 30 days of the formation of the contract, provide security in the amount specified. Similarly, the supplier or successful bidder must provide a warranty for the goods and services to be provided.
- (l) If it was a condition of the bid invitation that the bidder or contractor must allow the Municipality to carry out inspections, tests and analysis, then the bidder must be open, at all reasonable hours, for such inspection, tests or analysis by the Municipality. The inspection, testing and analysis of any contract for supplies is recommended and may be rejected for non-compliance.

- (m) The Municipality must ensure that payment to a service provider is made in accordance with contract terms and conditions, and only after proper delivery of the goods or services and upon receipt of an invoice.
- (n) Goods and services should be provided by a service provider in accordance with the time schedule and quality specifications stipulated in the contract. A delay should be explained by the service provider in writing and may result in the imposition of penalties by the institution. The implementation of penalties for non-delivery must be adhered to.
- (o) Once a contract has been concluded, a close out report must be compiled.
- (p) The Municipality must ensure that the service provider does not assign or sub-contract a portion or the whole contract to another party without the approval of the Municipality.
- (q) Subject to the terms and conditions of the contract, the Municipal Manager and Bid Adjudication Committee may terminate the contract for non-performance.
- (r) Any breach of contract must be clearly documented and reported to SCM and the Municipal Manager.

Application

- 114.** The contract management provisions above are applicable only to contracts for the provision of goods and services.

CHAPTER 12

SUPPORT TO BIDDERS

115. (1) INTRODUCTION

The ADM will provide all necessary support, within its powers, to ensure that bidders, especially HDIs and/or emerging firms, are provided with an opportunity to provide goods and services to the Municipality where possible, provided that such support does not contravene the principles of public procurement.

(2) STRATEGY

- (i) Bid information must be simplified to enable wider participation and advice must be available to ensure that bidders stand a fair chance of success upon the submission of their bids.
- (ii) Easy access to information must be ensured with regard to the provision of goods and services for purposes of encouraging wider participation.

(3) PROCESS

- (i) Pre-bid meetings may be a standard requirement of the bid process in order to obtain details for the bid requirements and answer questions from prospective bidders.
- (ii) A dedicated telephone number is available to bidders who require assistance when completing bid documentation or require information with regard to bids. The telephone number is contained within the bid document.
- (iii) Bid information, support and registration as a service provider or supplier will be available from the ADM's Bid Advisory Centre.
- (iv) The Municipality must hold regular workshops with service providers and suppliers to provide advice which will assist them to build capacity in their organizations and provide information on how suppliers and service providers can engage the Municipality.

CHAPTER 13

OCCUPATIONAL HEALTH AND SAFETY ISSUES

116. INTRODUCTION

- (1) In terms of the Construction Regulations, 2003 (GNR 1010, Government Gazette No. 25207, 18 July 2003) promulgated under section 43 of the Occupational Health and Safety Act 85 of 1993, any person for whom construction work is performed is defined as the "client". The client's duties, as laid down under Construction Regulation 4, are applicable to the Municipality.
- (2) The Municipality shall comply with all occupational health and safety standards and establish best practice on construction projects commissioned by the Municipality.
- (3) Contractors shall comply with all applicable standards and contract specifications when undertaking any construction project, regardless of the size or nature of the works.

117. LEGAL REQUIREMENTS

All contractors entering into a contract with the Municipality shall, as a set of minimum requirements, comply with the following:

- (a) Occupational Health and Safety Act, 1993 (Act No. 85 of 1993) (as amended) and applicable regulations;
- (b) Compensation for Occupational Injuries & Diseases Act, 1993 (Act No. 130 of 1993) (as amended); and
- (c) Mine Health and Safety Act, 1996 (Act No. 29 of 1996), where work is carried out on a mine.

118. IMPLEMENTATION

Bidders are required to familiarize themselves with the provisions of the Municipality's Construction Health and Safety Specifications when compiling bids for construction work.

119. SPECIFIC REQUIREMENTS

Bidders shall furnish the following:

- (a) an original copy of a letter of good standing from the compensation fund established in terms of the Compensation for Occupational Injuries and Diseases Act, 130 of 1993; and
- (b) a pre-bid occupational health and safety plan as contemplated in terms of the Construction Regulations, 2003.

CHAPTER 14

PUBLIC PRIVATE PARTNERSHIPS

Conditions and process for public-private partnerships

- 120.** (1) The Municipality may enter into a public-private partnership agreement, but only if the Municipality can demonstrate that the agreement will:
- (a) provide value for money to the Municipality;
 - (b) be affordable for the Municipality; and
 - (c) transfer appropriate technical, operational and financial risk to the private party.
- (2) A public-private partnership agreement must comply with any prescribed regulatory framework for public-private partnerships.
- (3) If the public-private partnership involves the provision of a municipal service, Chapter 8 of the Municipal Systems Act must also be complied with.
- (4) Before a public-private partnership is concluded, the Municipality must conduct a feasibility study that:
- (a) explains the strategic and operational benefits of the public-private partnership for the Municipality in terms of its objectives;
 - (b) describes in specific terms:
 - (i) the nature of the private party's role in the public-private partnership;
 - (ii) the extent to which this role, both legally and by nature, can be performed by a private party; and
 - (iii) how the proposed agreement will:
 - (aa) provide value for money to the Municipality;
 - (bb) be affordable for the Municipality;

- (cc) transfer appropriate technical, operational and financial risks to the private party; and
 - (dd) impact on the Municipality's revenue flows and its current and future budgets;
 - (c) takes into account all relevant information; and
 - (d) explains the capacity of the Municipality to effectively monitor, manage and enforce the agreement.
- (5) The national government may assist the Municipality in carrying out and assessing feasibility studies referred to in subsection (4).
- (6) When a feasibility study has been completed, the accounting officer of the Municipality must:
 - (a) submit the report on the feasibility study together with all other relevant documents to the Council for a decision, in principle, on whether the Municipality should continue with the proposed public-private partnership;
 - (b) at least 60 days prior to the meeting of the Council at which the matter is to be considered, in accordance with section 21A of the Municipal Systems Act:
 - (i) make public particulars of the proposed public-private partnership, including the report on the feasibility study; and
 - (ii) invite the local community and other interested persons to submit to the Municipality comments or representations in respect of the proposed public-private partnership; and
 - (c) solicit the views and recommendations of:
 - (i) the National Treasury;

- (ii) the national department responsible for local government;
 - (iii) if the public-private partnership involves the provision of water, sanitation, electricity or any other service as may be prescribed, the responsible national department; and
 - (iv) any other national or provincial organ of state as may be prescribed.
- (7) Chapter 5 of this policy applies to the procurement of public-private partnership agreements. Section 33 of the MFMA also applies if the agreement will have multi-year budgetary implications for the Municipality within the meaning of that section.

CHAPTER 15

EXPANDED PUBLIC WORKS PROGRAMME (EPWP)

General

- 121.** (1) The Expanded Public Works Programme (EPWP) is founded on the principle that the Implementing Agent (National or Provincial Department, state owned enterprise, Municipality or municipal entity) is responsible for identifying and implementing suitable projects in accordance with the published EPWP Guidelines.
- (2) The EPWP is a programme that cuts across all departments and spheres of government. Work opportunities will be provided in the following ways:

(a) Infrastructure sector

Increasing the labour intensity of government-funded infrastructure projects. The infrastructure sector incorporates a large-scale initiative to use labour-intensive methods to upgrade rural and municipal roads, municipal pipelines, and storm-water drains. People living in the vicinity of these infrastructure projects are employed by contractors to carry out the work. In addition, emerging contractors will participate in Construction Education and Training Authority (CETA)-registered learnerships to gain the necessary skills to build this infrastructure labour-intensively. The Municipality shall arrange for access to finance for learner contractors.

Labour-intensive construction methods involve the use of an appropriate mix of labour and machines, with a preference for labour where technically and economically feasible, without compromising the quality of the product. International and local experience has shown that, with well-trained supervisory staff and an appropriate employment framework, labour-intensive methods can be used successfully for certain types of infrastructure projects. Labour-intensive infrastructure projects under the EPWP involve:

- (i) using labour intensive construction methods to provide employment opportunities to local unemployed people;
- (ii) providing training or skills development to those locally employed workers; and
- (iii) building cost-effective and quality assets.

(b) Environmental sector

Creating work opportunities in public environmental programmes (e.g. Working for Water).

The environmental sector's contribution to the EPWP involves employing people to work on projects to improve their local environments, under programmes such as the Department of Agriculture's Land Care programme; the Department of Environmental Affairs and Tourism's People and Parks, Coastal Care, Sustainable Land-based Livelihoods, Cleaning up SA, and Growing a Tourism Economy programmes; and the Department of Water Affairs and Forestry's Working for Water, Working for Wetlands, and Working on Fire programmes.

(c) Social sector

Creating work opportunities in public social programmes (e.g. community-based health and social welfare care and early childhood development).

The social sector contributes to the EPWP by employing people, through NGOs and CBOs, to work on home-based care and early childhood development programmes. These programmes will be coordinated by the Departments of Social Development, Health and Education.

(d) Economic sector:

Developing small businesses and cooperatives, including utilising general government expenditure on goods and services to provide the work experience component of small enterprise learnership / incubation programmes.

The EPWP process

- 122.** (1) The ADM will develop an EPWP Strategy Document.
- (2) The ADM will identify specific infrastructure projects to ensure that it implements the EPWP within the organization. The projects targeted for this programme will be in line with the EPWP programme.
- (3) The Municipality will provide guidance on the:
- (a) identification of suitable projects;
 - (b) appropriate design for labour-intensive construction;
 - (c) the specification of labour-intensive works; and
 - (d) the compilation of contract documentation for labour-intensive projects.
- (4) The monitoring and reporting of the ADM's EPWP by the EPWP Unit on a quarterly basis will be supported by an efficient and effective information management system. The type of information that will be monitored on an ongoing basis will include the following six key indicators:
- (a) job opportunity;
 - (b) person years of employment, with segregated data for youth, women, disabled (YWD) in format of benchmark, actual to date and projections;
 - (c) project budgets, actual expenditure, expenditure projections (cashflows);
 - (d) demographic data;
 - (e) project wage rate; and

- (f) cluster budgets, actual expenditure, project across all sectors.
- (5) The employment of locally employed temporary workers on all EPWP labour-intensive infrastructure projects must be in accordance with the Code of Good Practice for Employment and Conditions of Work for Special Public Works Programmes issued in terms of the Basic Conditions of Employment Act, 1997 (Act No. 75 of 1997) and promulgated in Government Gazette Notice No. P64 of 25 January 2002.

Contractor Development Programme

123. Allocation of projects to:

- (a) Incubator Programme
- (b) Cooperatives Programme
- (c) Emerging Contractor Development Programme
- (d) EPWP
- (e) Designated Groups Allocation (Youth, Women, Disables, etc.)

CHAPTER 16

VARIATION ORDERS

Introduction

124. Variation orders (VO's), also called Contract Instructions, are regularly issued to contractors or service providers. Examples of circumstances that can lead to a variation are listed below:

- (a) An extension of time needs to be given to a contractor for the completion of a project as a result of circumstances outside his or her control, such as excessive rainfall. Such an extension of time will have a cost implication because the contractor's overhead costs will increase. The contract amount must therefore be increased to compensate the contractor for the additional unforeseen costs.
- (b) During the excavation of the foundations for a community hall it was found that more rock needed to be excavated than allowed for when the quantities for the different work items were calculated and included in the project tender. This sort of situation is not uncommon because it is impossible to determine the exact quantities for all excavation due to uncertainty on ground conditions. In this instance the contractor will have to be compensated for his increased costs, and a variation to the contract must be issued.
- (c) During the construction of a clinic it was found that the type of ceiling described in the project specifications, and on which the contractor has based his prices, is unavailable due to a fire at the plant of the manufacturer. To resolve the situation and avoid delays to the construction of the clinic, the architect has recommended an alternative type of ceiling which costs more and the contractor has to be compensated for these additional costs in the form of a variation to his contract.

Process to get variation orders (VO) approved

- 125.**
- (1) Project managers must prepare a report reflecting comprehensive detail for the VO.
 - (2) Project managers must sign off the VO and send it in both hard copy and email to the relevant head of department.
 - (3) VOs to the value of R200 000 must be approved in terms of the ADM's Delegation Policy.

- (4) Should the VO exceed R200 000, the variation order must be considered by the head of department and referred to the Bid Adjudication Committee for approval.
- (5) At all times, the approval of a VO shall not be done so as to contravene this policy or the principles of public procurement.

Documentation and record keeping

- 126.**
- (1) The project manager (either a person at the principal agent or an ADM project manager) responsible for the implementation of a project must keep complete records of all VO's issued on a project. Each individual VO to be approved must be accompanied with a summary of all other VO's issued on a project.
 - (2) Upon approval of a VO to the value of R200 000, the original VO must be filed in Registry and one copy must be kept by the author/project manager as well as a copy to be provided to the SCM Unit for tabling at the next Bid Adjudication Committee meeting for noting and ratification.
 - (3) Should the variation order exceed R200 000, and once it is approved by the Bid Adjudication Committee, the original VO must be filed in Registry and one copy must be kept by the author/project manager.
 - (4) At project close out, all records pertaining to VO's must be filed with all the other project documentation.

CREDIT CONTROL AND DEBT COLLECTION POLICY

CONTENTS

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- 25.** Interest reversals
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1. DEFINITIONS

"Account" shall mean any account rendered for municipal services provided.

"Act" the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000) as amended from time to time.

"Arrears" any amount due, owing and payable in respect of municipal services notpaid by due date.

"Average consumption" means a consumer's estimated average consumption of a municipal service during a specific period, which consumption is calculated by dividing into three the consumer's total measured consumption of that municipal service for –

- (a) the preceding three months; or
- (b) the corresponding period in the previous year; or
- (c) the next three months;

"Basic municipal services" shall mean a municipal service necessary to ensure an acceptable and reasonable quality of life, which service – if not provided – would endanger public health or safety or the environment.

"By-law" shall mean legislation passed by the council of the Municipality, and which shall be binding on the Municipality and on the persons and institutions to which it applies.

"Consumer" means-

- (a) any person who occupies property to whom, and in respect of premises thereon, the council–
 - (i) has agreed to provide water services;
 - (ii) is actually providing water services;

- (iii) has entered into an agreement with the council for the provision of water services to or on any property;
- (b) the owner of any property to which the council is providing water services;
- (c) where water services are provided through a single connection to a number of accommodation units or consumers or occupiers, means the person to whom the council agreed to provide such water services; and
- (d) any end-user who receives water services from the council or other water services institution.

“Councillor” shall mean a member of the council of the Municipality.

“Domestic consumer or user” of municipal services shall mean the person or household which municipal services are rendered in respect of “residential property” as defined below.

“Due date” shall mean the monthly date on which all consumers’ accounts become due and payable.

“Financial year” shall mean the period starting from 1 July in any year and ending on 30 June on the following year.

“Illegal connection” a connection to any system through which the municipal services are provided, which is not authorised or approved by the Municipality or its authorised agent.

“Month” means one of twelve months of a calendar year.

“Municipal area” shall, mean the area in respect of which the Municipality has executive and legislative authority as determined by the Constitution and national legislation and as demarcated by the Local Government - Municipal Demarcation Act 27 of 1998

“Municipal council” shall mean the municipal council as referred to in Section 157(1) of the Constitution.

“Municipality” shall mean the Municipal Council of the Amathole District Municipality and **“Council”** shall have a corresponding meaning.

“Municipal manager” shall mean the person appointed in terms of Section 82 of the Local Government - Municipal Structures Act, 1998.

“Municipal service” has the meaning assigned to it in terms of Section 1 of the Act.

“Municipal tariff” shall mean a tariff for services which the Municipality may set for the provision of a service to the local community, and may include a surcharge on such service. Tariffs for major services shall mean tariffs set for the supply and consumption or usage of water and sanitation, and minor tariffs shall mean all other tariffs, charges, fees, rentals or fines levied or imposed by the Municipality in respect of other services supplied including services incidental to the provision of the major services.

“Occupier” in relation to a property, shall mean a person in actual occupation of the property, whether or not that person has a right to occupy the property.

“Owner”

- (a) in relation to a property referred to in paragraph (a) of the definition of “property”, shall mean a person in whose name ownership of the property is registered;
- (b) in relation to a right referred to in paragraph (b) of the definition of “property”, shall mean a person in whose name the right is registered;
- (c) in relation to a land tenure right referred to in paragraph (c) of the definition of “property”, shall mean a person in whose name the right is registered or to whom it was granted in terms of legislation; and
- (d) in relation to public service infrastructure of the definition of “property”, shall mean the organ of state which owns or controls that public service infrastructure as envisaged in

the definition of “publicly controlled”, provided that a person mentioned below may for the purposes of the Property Rates Act 2004 be regarded by the Municipality as the owner of a property in the following cases:

- (i) a trustee, in the case of a property in a trust, but excluding state trust land;
- (ii) an executor or administrator, in the case of a property in a deceased estate;
- (iii) a trustee or liquidator, in the case of a property in an insolvent estate or in liquidation;
- (iv) a judicial manager, in the case of a property in the estate of a person under judicial management;
- (v) a curator, in the case of a property in the estate of a person under curatorship;
- (vi) a lessee, in the case of a property that is registered in the name of the Municipality and is leased by it; and
- (vii) a buyer, in the case of a property sold by the Municipality and of which possession was given to the buyer pending registration of ownership in the name of such buyer.

“Property” shall mean:

- (a) immovable property registered in the name of a person, including in the case of a sectional title scheme a sectional title unit registered in the name of a person;
- (b) a right registered against immovable property in the name of the person, but excluding a mortgage bond registered against the property;
- (c) a land tenure right registered in the name of a person or granted to a person in terms of legislation; and
- (d) public service infrastructure.

and for purposes of services availability charges, “property” shall be deemed to include any piece of land, the external surface boundaries of which are delineated on

- (i) a general plan or diagram registered in terms of the Land Survey Act, 8 of 1997, or in terms of the Deeds Registries Act, 1937 (Act No. 47 of 1937);
- (ii) a sectional plan registered in terms of the Sectional Titles Act, 1986 (Act No. 95 of 1986); or

- (iii) a register held by a traditional authority or in accordance with a sworn affidavit made by a traditional authority;

“Residential property” shall mean property included in the valuation roll in terms of Section 48(2)(b) of the Local Government Municipal Property Rates 6 (Act 6 of 2004) as residential.

2. INTRODUCTION

2.1 In terms of section 96 (b) of the Municipal Systems Act 32 of 2000 a municipality must adopt, maintain and implement a credit control and debt collection policy which is consistent with its rates and tariff policies and complies with the provisions of the Act.

The policy must consist of the following:

- (a) Credit control procedures and mechanisms;
- (b) Debt collection procedures and mechanisms;
- (c) Provide for indigent consumers that is consistent with its rates and tariff policies and any national policy on indigents;
- (d) Realistic targets consistent with:
 - i) general recognized accounting practices and collection ratios; and
 - ii) the estimates of income set in the budget less an acceptable provision for bad debts.
- (e) Interest on arrears, where appropriate;
- (f) Extensions of time for payment of accounts;

- (g) Termination of services or the restriction of the provision of services when payment are in arrears;
- (h) Matters relating to unauthorized consumption of services, theft and damages;
- (i) Any other matter that may be prevented by regulation in terms of section 104 of the Act;
- (j) The policy may differentiate between different categories of ratepayers, users of services, debtors, taxes, services, service standards and other matters as long as the differentiation does not amount to unfair discrimination, in accordance with Section 97(2) of the Act.

This policy must be read in conjunction with the Municipality's by-laws referred to, and with the applicable provisions of the following legislation:

- (i) Water Services Act No. 108 of 1997;
- (ii) Local Government: Municipal Systems Act No. 32 of 2000;
- (iii) Local Government: Municipal Finance Management Act No. 56 of 2003;
- (iv) Local Government: Municipal Property Rates Act No. 6 of 2004;
- (v) National Credit Act, 2005 (Act No. 34 of 2005)

- 2.2 It is essential that funds are available to meet all expenditure of either a capital or operating nature as and when such expenditure has to be incurred. A proper credit control policy will assist the Municipality with ensuring liquidity. As payments by the consumers have a major effect on cash flow, credit control on various services of the council is covered in the policy.
- 2.3 Statements will be generated for all consumer accounts on a monthly basis indicating amounts due for municipal services rendered, arrear amounts as well as payment due dates.
- 2.4 For purpose of compliance with provisions Section 64 (2) (g) of the Municipal Finance Management Act No. 56 of 2003, the Municipality will ensure that interest is charged on arrears on a monthly basis, except where Council has granted exemptions in accordance with its budget-related policies and within the prescribed framework.

3. PRINCIPLES

The Amathole District Municipality Credit Control and Debt Collection Policy supports the following principles:

- (a) This policy shall be implemented with equity, fairness and consistency;
- (b) The Municipality shall take all reasonable steps to ensure that details relating to consumer debt as well as account information are correct and kept confidential in line with the requirements of the National Credit Act;
- (c) The implementation of this policy will be based on sound business principles and applicable legislation.

4. CREDIT CONTROL PROCEDURES AND MECHANISMS

4.1 General rules of application

Recognizing that the non-payment of consumer's accounts has a direct negative impact on the Municipality's ability to provide a high quality service to its consumers the following general rules will apply in giving effect to this policy:

- (a) Should a consumer request a payment arrangement for outstanding municipal debt the affordability of the arranged instalment is to be proved (consumer to avail the necessary supporting documentation to confirm income). A request for any payment instalment arrangement by a consumer in respect of any outstanding municipal debt will only be considered by the Municipality upon documentary proof being submitted by the consumer, including proof of income, as to the affordability of the proposed arrangement;
- (b) Information submitted by consumers on service application forms or consumer information update forms may be subjected to verification by the Municipality with data information institutions, including but not limited to the Registrar of Deeds, Credit Bureaus (such as ITC), as well as financial institutions.
- (c) Where appropriate, the Municipality shall be entitled to reduce the levels of services provided to consumers as a mechanism to reduce the levels of indebtedness of such consumers in respect of their accounts.
 - For Businesses cut offs are applicable
 - For Domestic restrictions are applicable
- (d) Interest on overdue accounts will be accrued but shall not be levied against the account until the lapse of 30 (thirty) days from the due date.
- (e) Outstanding accounts may be handed over to attorneys and/or debt collection agencies, for recovery, and where appropriate, consumer's details may be placed on the National Credit Rating Listing.

- (f) Costs incurred by the Municipality in the recovery of arrear debt (including collection / tracing agents, legal / attorney fees) shall be levied against the consumer's account.
- (g) Where a Company, Close Corporation, Trust or Body Corporate in terms of the Sectional Titles Act, 1986 (Act. 95 of 1986) is indebted to the Municipality, the liability of such arrears shall be extended to the directors or members thereof jointly and severally.
- (h) Where a subsidiary company of a holding company is indebted to the Municipality, the liability for the payment of such debt may be extended to the holding company (and vice versa).
- (i) Notwithstanding anything contained in this policy the Municipal Manager will recover any debt incurred for services rendered at a property as set out in section in Section 118 (3) of the Municipal Systems Act 32 of 2000.

4.2 Application for New Connection

- 4.2.1** Applications for new connections may only be made by property owners, the form should be signed by the owner or the person who has power of attorney, copy of identity document together with the letter is a pre - requisite). The exception cases will include:
- Where the occupier presents Letter of authority from the owner
 - Where the account is opened on behalf of government departments; parastatal setc
 - Where there is Memorandum of Understanding (MOU) between the Organ of States
 - Where ownership has not transferred on Municipal properties but ADM has been furnished with beneficiaries or owners
- 4.2.2 Applicants must complete the prescribed "Service Agreement" forms in order to obtain a new connection. A new connection fee, as well as a deposit determined in terms of the Municipality's current Tariff Policy is payable.
- 4.2.3 The applicant for municipal services must provide the following:
- a) Proof of Property Ownership; /if not yet registered only a signed letter in a letterhead format from the attorney will be accepted.
 - b) Proof of Identity: copies of identity documents of both the owner and spouse;
 - c) Proof of Marital Status: in cases of married couples both copies of identity documents should be attached, affidavits from the Chief or the South African Police Services in cases of customary marriage
 - d) Proof of Income: Payslip, Proof of Social Grant, 3 (three) month's Bank Statements;
 - e) Vehicle registration details if any;
 - f) Address and telephone number of next of kin;

- g) A service deposit paid in advance on request and before the service can be connected;
- h) Previous address.
- i) Name, address and contact telephone details of employer.

a) Existing Municipal Accounts

- i) Where a service agreement with the Municipality has not been entered into by the owner, the Municipality may reduce the levels of services provided to a property until such time that a service agreement has been signed and the applicable deposit paid. After a period of six (6) months the municipality may have the right to reduce the levels of service if the agreement is not signed.
- ii) In instances where a water connection was made previously and services have been supplied to the consumer but where no water meter has been installed to record consumption, a water meter fee, as provided for in the Municipality's Tariff Policy, for the installation of a required water meter, may be levied at the discretion of the municipality without notification.

4.3 Billing

Consumers will receive monthly statement/s with an indicated payment due date. The statement may also contain messages to consumers from month to month. Consumers with disputes on their account/s must pay other services as well as an average of the disputed service/s until query has been resolved, the account will be monitored for a period of three months.

(The municipality will waive the Interest portion for the period of dispute)

Consumers, who have not received an account for a specific month, are to pay an average of the previous three months' accounts and to notify the Municipality in order to ensure that correct postal details are updated on the system. It should be stressed that the non-receipt of an account does not exempt a consumer from the liability of payment.

Interest on overdue accounts will be charged at Prime + 2%

5. CREDIT CONTROL PROCESSES

Consumers to provide municipality with the copy of their Payslips and bank statements in order to verify their financial positions for the finalisation of the payment arrangement a pre – requisite for the payment arrangement will be 10% of the outstanding debt

5.1 Where consumers fail to pay their water accounts by the due date, the Municipality shall be entitled to take all credit control and debt recovery measures permitted by law, including (but not limited to) the following action:-

5.1.1 A reminder that an account is outstanding and has not been paid on the due date shall be given within 7 (seven) calendar days after the due date. This reminder shall state that unless payment is received in full or unless acceptable arrangements are made with the Municipality for partial or late payment, within 14 (fourteen) days of the date of the reminder, services may be restricted. Should the consumer fail to make the required payment or a suitable arrangement with a signed Acknowledgement of Debt, a final notice will be issued.

5.1.2 The final notice shall inform the consumer that failure to pay the outstanding arrear amounts or to make appropriate payment arrangements shall result in legal action being taken against the consumer.

5.1.3 In instances where an acceptable arrangement for the settlement of arrear accounts has been made, an Acknowledgement of Debt undertaking (A.O.D) must be completed with the Credit control section of the Municipality, detailing the acceptable arrangements for paying off the outstanding amount in arrears. The original A.O.D shall be kept in file and the consumer shall be given a copy;

5.1.4 The Acknowledgment of Debt must be signed within 48 hours after the receipt of the final notice.

5.1.5 The Municipality may request documentation to confirm the consumer's financial situation prior to entering into account payment arrangements. Such documentation may include, but is not limited to the following: pay slips, proof of social grants, bank statements (three months), and proof of financial commitments as indicated by the consumer;

5.1.6 Debit orders must, as far as possible, be completed for the monthly payment of the agreed amount or at least the current amount. If the arrangement is dishonoured the full balance will immediately become payable;

- 5.1.7 Extension for the payment of arrears, together with the current accounts, should not exceed 24 months with first payment to be made within 30 days of the date of A.O.D undertaking.
- 5.1.8 Interest will be charged on amounts in arrears of such an A.O.D agreement;
- 5.1.9 Only consumers with positive proof of identity or an authorized agent with a power of attorney will be allowed to complete an A.O.D undertaking;
- 5.1.10 In instances where an arrangement to pay off an outstanding account has been agreed to as provided for in this subsection, but where a cheque payment is thereafter dishonoured, the full balance outstanding will immediately become payable and, the services provided to the consumer in question shall be restricted or disconnected until the full amount is paid in cash or bank guaranteed cheque. The municipality will charge administration fee to the consumer, if a consumer has had two or more bank referrals the system should block cheque payments.)
- 5.1.11 In the event of a consumer defaulting on the payment of an arrear account as provided for in paragraph 5.1.10 above, the Municipality may appropriate as much of the deposit as is necessary to defray the arrear amount owing.
- 5.1.12 No person will be allowed to enter into a second agreement if the first agreement was dishonoured, except in special merit cases.
- 5.1.13 Merit cases, where special circumstances prevail, shall be treated individually and may, amongst others, include the following categories:-
- Unemployed persons;
 - Deceased estates;
 - Liquidated companies or close corporations or other business categories;
 - Private persons under administration;
 - Outstanding enquiries on accounts for example, unallocated payments water leaks, journals, incorrect levies etc;
 - Pensioners and other recipients of social services grants;
 - Any other cases not mentioned which may be regarded as merit cases due to circumstances as approved by the Chief Financial Officer (CFO).

Extension for payments of arrears in respect of merit cases should not exceed 36 months (3 years) or any other period in the discretion of the CFO. The first payment has to be within 30 days of the date of the agreement.

- 5.1.14 Only the CFO, the Senior Manager: Revenue and the Manager: Revenue Services may grant extensions for payment, but only in those cases supported by relevant documentation - previous payment history will also be taken into consideration.
- 5.1.15 When disconnection of water supply takes place due to non payment, the consumer's deposit will be adjusted to the current minimum;
- 5.1.16 When services are illegally restored, legal action will be taken against such consumers and/or any other persons responsible;
- 5.1.17 Where water accounts remain outstanding or unpaid for more than 3 months, the account will be handed over to attorneys or debt collectors for collection;. In such instances the consumer will have to make arrangements with the attorney and /or debt collectors involved, for the payment of the arrear account. The current monthly account must be paid directly to the Municipality.
- 5.1.18 After a consumer has been handed over for collection, the case will not be withdrawn unless there was an error or oversight on the part of the Municipality or there are other compelling reasons thereof;
- 5.1.19 Where a property is provided with a pre-paid water meter after being in arrears, 20% of any payment for water services made by the customer concerned, will be taken towards the arrears allocated to paying off the arrears;
- 5.1.20 Where a consumer fails to pay for sanitation and sundry charges, the following action shall be taken:-
- i) The same procedure shall be followed as applicable to water for arrangements for paying off arrears detailed in this policy;
 - ii) In instances where a consumer is in arrears in respect of sanitation of sundry charges and an AOD undertaking has been signed and honoured and the household income does not exceed twice the old age state pension per month, the interest shall be waived to allow the consumer to eliminate the outstanding debt within 36 months or shorter period agreed upon with the consumer.

6. DEBT COLLECTION PROCEDURES AND MECHANISMS

- 6.1.1 In terms of section 99 of the Local Government: Municipal Systems Act, the Municipality's executive committee or executive mayor as the supervisory authority must oversee and monitor the implementation and enforcement of the Municipality's credit control and debt collection policy and by-laws enacted in terms of section 98, as well as the performance of the municipal manager in implementing the policy and by-laws.
- 6.1.2 "The Code of Conduct for Councillors and Staff members in terms of schedule 1 & 2 respectively of the Municipal Systems Act 32 of 2000 provides that a "Councillor or Staff member may not be in arrears to the Municipality for rates and services charges for a period longer than 3 months. Furthermore there is provision in the Code allowing for deductions to be made from the salaries of staff concerned.

Where Councillors or staff of the Municipality is in contravention of the Codes stated above, the Municipality shall take all necessary steps to recover service charges in arrears for longer than three months, and to report Councillors in arrears, as required in terms of the Code. A list of outstanding debts for both Councillors and ADM officials will be forwarded to Human Resources department to implement deduction. ADM Officials who are General Workers have too little income to cover for both Current and arrear amounts

7. LEGAL COLLECTIONS

7.1 Administrative costs

- 7.1.1 All administrative costs, including attorney-and-own-client costs incurred in the recovery of amounts in arrears shall be levied against the arrears account of the debtor and/or recovered directly by the duly appointed agent

7.2 The process of legal collections

- 7.2.1 After various attempts to collect the debt in terms of this Policy, the account will be handed over to the Municipality's Attorneys or Collection Agents.
- 7.2.2 If the agreement is also a credit agreement in terms of the National Credit Act, a letter in terms of section 129 of this Act will be sent to the account holder informing him/her about the default and proposing that the matter be referred to a debt counsellor, alternative dispute resolution agent or account holder court in order to assist the account holder to pay the debt.

- 7.2.3** If the debtor does not react to the above letter within 10 days of it being sent or if he rejects the proposal made, the Municipality can proceed with legal action against him/her.

8. FRAUD, FORGERY, TAMPERING & OTHER CRIMINAL ACTIVITY

The Municipality shall at its discretion be entitled to withhold the supply water services or to a debtor who is found guilty of fraud, theft or any other criminal action relating to the supply of water services, or if it is evident that fraud, theft or any other criminal action has occurred relating to such supply, until the total costs, penalties, other fees, tariffs and rates due to the Municipality have been paid in full.

- (i) The municipality reserves the right to monitor the service network for signs of tampering or irregularities.
- (ii) No person may in any manner or for any reason whatsoever tamper or interfere with any meter or metering equipment or service connection or service protective device or supply mains or any other equipment of the municipality.
- (iii) Where prima facie evidence exists of a consumer or any person having contravened subsection (ii), the municipality has the right to disconnect the supply immediately and without prior notice to the account holder, and the account holder is liable for all fees and charges levied by the municipality for such disconnection.
- (iv) Where an account holder or any person has contravened subsection (ii) and such contravention has resulted in the meter recording less than the true consumption, the municipality has the right to recover from the account holder the full cost of his estimated consumption.

9. TERMINATION AND RESTRICTION OF SERVICES

- a) The Municipality will restrict or terminate the supply of water services or any other service to any premises whenever a user of services;
 - i) fails to make full payment on the due date or fails to make acceptable arrangements for the repayment of any amount for services due after 21 days
 - ii) fails to comply with a condition of supply determined by the Municipality;
 - iii) For domestic consumers, fails to repair an onsite water leak or fails to request or apply for Retrofit that result in wastage of water supply after being advised to do so and having been given reasonable notice to comply;

- iv) obstructs the efficient supply of water services or any other municipal services to another customer;
- v) supplies such municipal service to a customer who is not entitled thereto or permits such services to continue;
- vi) causes a situation which in the opinion of the Municipality is dangerous or a contravention of relevant legislation;
- vii) is placed under provisional sequestration, liquidation or judicial management, or commits an act of insolvency in terms of the Insolvency Act no 24 of 1936; and
- viii) If an administration order is granted in terms of section 74 of the Magistrate court Act, 1944 (Act 32 of 1944) in respect of such user.
- ix) Is placed under debt review, or debt counselling, or debt re-arrangement in terms of the National Credit Act.

10. RECONNECTION OF SERVICES

10.1 The Municipality shall reconnect and/or restore full levels of supply of any of the restricted or discontinued services only after the full amount outstanding is paid or an arrangement has been made including the costs of such disconnection and reconnection or acceptable arrangements having been made for payment of such outstanding amounts in terms of this Policy, or any other condition(s) of this Policy have been complied with.

10.2 Only an authorised official shall authorise the reconnection of services or reinstatement of service delivery after satisfactory payment and/or arrangement for payment has been made according to this Policy.

11. BACKDATING OF SERVICE CHARGES

The Municipality may backdate service charges where billing has not previously taken place in respect of services rendered to consumers, as follows:

- Up to a maximum of 6 months for all consumers

The backdating of service charges on consumer accounts will be based on three –months water consumption averages where no previous history is available.

12. DEPOSITS FOR MUNICIPAL SERVICES

12.1 At the time of registration for water accounts, a deposit in the form of a cash deposit or a bank guaranteed cheque will be required to be paid based on two months projected consumption value; which can be either

- a) reduced to one month's consumption value should the owner commit to direct debit payments at the time of registration: or
- b) increased to three months consumption value at the Municipality's sole discretion based on the previous payment history on the property/consumer concerned.

12.1.2 Consumers may provide a guarantee from a Bank or other recognized financial institution acceptable to the Council in lieu of a cash deposit but no registration will be processed until either cash, or a guarantee is provided.

12.1.3 Should the two months projected consumption value mentioned in 12.1 be lower than the minimum deposit value as stipulated in the Municipality's tariffs the higher value will apply.

13. ESTIMATED CONSUMPTION

13.1 The Municipality may levy an estimate of the average consumption of water for any relevant period, in the instances detailed below. The consumer concerned is liable for payment of the fee in terms of the Municipality's approved tariffs for service delivery in respect of such estimated consumption. An estimated consumption shall apply which will not exceed 3 months, failing which a flushed billing be implemented, where:

- (a) no meter reading could be obtained in respect of the period concerned; or
- (b) the water meter malfunctions giving an incorrect reading, such as where air becomes trapped in water pipes during time of drought resulting in abnormal meter readings. If such irregularities are found to be legitimate, the Municipality will then charge an average consumption amount as defined in this policy instead of the "metered" consumption.
- (c) no meter has been installed to measure the consumption on the premises concerned.

13.2 The Municipality may, in accordance with the provision of section 102 of the Municipal Systems Act 32 of 2000:

- (a) consolidate any separate accounts of a consumer liable for payments in terms of the By-laws of the Municipality;
- (b) credit a payment by such a person against any account of that consumer.

13.3 The provisions of paragraph 13.1 above shall not apply where there is a dispute between the Municipality and the consumer concerned in regard to any specific amount claimed by the Municipality from that person.

14. PROVISION FOR WATER LEAKS

The following applies in respect of water leaks that are found on properties:

- (a) Water leaks in the reticulation system on a property and beyond the water meter are the responsibility of the owner of the property.
- (b) The position as stated in (a) may be altered by resolution of Council to solve a water management problem in a particular area.
- (c) The Municipality may also make certain exceptions to the provisions of (a) above and take responsibility for the repair of water leaks on the properties of indigent households as well as registered community based organization, or any other low income consumer categories so as to reduce the level of water losses emanating from such properties. The rendering of this support shall be at the discretion of the Municipality and will be dependent on budget availability.
- (d) Water leaks (domestic and business) – if the leak is outside the premises, the institution pays 100%. If it is inside the premises, the owner is partially liable; the leak needs to be reported and a plumber invoice be submitted prior a rebate is given. A 50% rebate will apply.

15. REFUNDS

- 15.1 Requests for refunds and payment- transfers must be made to the Municipality in writing.
- 15.2 A letter for refund must be lodged at a Customer Care Counter of the Municipality, together with the following documentation:
- a) Certified copy of the account holder's Identity Document
 - b) Proof of consumer banking details letter from bank, cancelled cheque etc.);
 - c) Copy of proof of payments;
 - d) A copy of a consumer statement to be attached by ADM official to the refund documents for easy reference
- 15.3 A request for refund form should be completed.
- 15.4 Only credit amounts appearing on an account will be refunded, subject to the Municipality's right to set-off credit balances against any other debt due by the consumer. The Municipality's right to offset any debt against any credit paid by a consumer, as provided for in this policy, is subject to the provisions of the Insolvency Act 24 of 1936.
- 15.5 Refunds will only be made payable to the registered consumer. In case of an Estate let the nominated person/appointed executor. In a case where the registered consumer is unable to claim a refund due to reasons beyond his/her control, a Power of Attorney may be solicited in order to process such a refund.
- 15.6 Notwithstanding sub-paragraphs 15.4 and 15.5, any incorrect payment made on an account by a third party will be refunded to such third party, only after the third party has submitted proof of the incorrect payment and subject to any law or policy of the Municipality.
- 15.7 Where an incorrect account has been paid by a claimant who is also an account holder With the Municipality, the claimant is to provide proof of the correct account details and such a payment is to be re – allocated to the correct consumer account.
- 15.8 The Municipality reserves the right to periodically determine a bottom threshold for when it is entitled to decline to issue a refund where the cost and administrative burden of issuing the refund is out of balance with the amount to be refunded. The present bottom threshold at the point of the approval of this policy is R30.
- 15.9 The Municipality may use the prescribed method when paying a refund to an account holder.

15.10 The Municipality will not process refunds for amounts up to and below R30 due to the administrative cost of attending to such refund.

15.11 Any arrears on any account of the account holder requesting or entitled to a refund may be set off against any credit balance due to that account holder on any of his accounts before the refund is effected.

15.12 There is an obligation on all account holders to ensure that their contact details on the Municipality's system are correct and updated at all times

15.13 The Municipality shall be entitled to write back or appropriate any unclaimed money arising from a credit balance of an account holder account, if such amount is not claimed by the account holder within a period of three years from the date when it became due to him/her

15.14 Deceased Estates and Insolvent Estates:

15.14.1 Refunds will only be made payable to the deceased estate's bank account upon the request of the duly appointed executor or executrix and supply proof of such bank accounts of bank confirmation letters.

15.14.2 In instances where an estate is wound up in terms of section 18 (3) of the Administration of Estates Act, 66 of 1965, then the completed Request for Refund form must be supported by the written directives of the Master of the High Court.

15.15 Insolvent Estates including any entity In Liquidation

15.15.1 Refunds will only be made payable to:

- (a) an insolvent estate's bank account or an entity in liquidation's bank account upon the request of the duly appointed trustee or liquidator;
- (b) to an unrehabilitated insolvent at the request of, or with the support of, the unrehabilitated insolvent's trustee (notwithstanding anything to the contrary contained herein, to a duly authorised nominee at the written request of the trustee or liquidator

16. RESPONSIBILITY FOR AMOUNTS DUE AND PAYABLE

16.1 In terms of Section 118 (3) of the Act, an amount due to the Municipality in respect of service fees, surcharges on fees, and other municipal taxes, levies and duties shall be a charge upon the property in connection with which the amount is owing and shall enjoy preference over any mortgage bond registered against the property.

- 16.2 Accordingly, all such Municipal debts shall be a charge upon the property, the subject thereof, and shall be payable by the owner of such property.
- 16.3 Any person who purchases or otherwise acquires or leases immovable property from the Municipality shall be deemed to be the owner thereof from the date of such purchase or other acquisition by him or from the commencement of such lease, as the case may be.
- 16.4 Where the property is owned by more than one person, each such person shall be liable jointly and severally for all Municipal debts charged on the property.

17. TERMINATION / TRANSFER OF WATER ACCOUNTS

- 17.1 When a consumer terminates an account with no intention of consuming services elsewhere within the areas of the Municipality's jurisdiction, the consumer must give the Municipality 14 days' notice of such termination, and must supply the Municipality with a forwarding address. Should his/her account reflect a debit balance then an arrangement should be made with the Credit Control Section to settle the outstanding debt or else legal action will be instituted against him/her.
- 17.2 A final reading of services provided shall be taken as soon as is reasonably possible from the date of termination of services. The consumer shall be billed for consumption up to the date of final reading.
- 17.3 The consumer deposit shall be appropriated against the account. Should a credit balance remain on the account after the final reading and after appropriation of the deposit, such credit balance shall be refunded to the consumer.
- 17.4 A debit balance that remains unpaid for more than 30 days shall be pursued through debt collection procedures referred to in this policy.
- 17.5 When a consumer moves from one property to another within the area of Municipality's jurisdiction, a request for transfer of services must be submitted at least 14 days prior to the date of termination, which must include a forwarding address of The consumer and the date of termination of services in respect of the first property, and date of commencement of services in respect of the second property

18. ESTATE ACCOUNT COLLECTIONS

18.1 **Estates with legal status:** the accounts of consumers who are: declared as insolvent, administration, or deceased, shall be dealt with by collection staff of the Municipality in accordance with relevant legal procedures. Unsuccessful claims shall be submitted to Council to be written-off.

18.2 Estates without formalized legal status: In cases where:

- a) a consumer dies without leaving a will/final testament indicating to whom ownership of the deceased family residence is to be transferred or
- b) the owner of the property has abandoned his/her family to feed for themselves; the following process shall be followed by the Municipality:

18.2.1 The remaining family members must report the death of the consumer to the Municipality's Credit Control Office, who will require the family, to obtain:

- a) a death certificate and confirmation by the Master of the High Court allocating right of ownership to a surviving family member; or
- b) in the case of abandonment, an order of the local Magistrate or Master of the High Court, allocating right of ownership a member of the abandoned family.

18.2.2 In these cases, an extension for the payment of the accumulated arrears as at the date of notification shall be granted by the Municipality. Any disconnected water supply shall be reconnected and the relevant family member(s) must then pay all amounts levied on monthly current accounts in excess of the amount of the payment extension, until such time as the matter has been finalized.

18.2.3 The reporting as provided for in paragraph 18.2.1 shall prevent any further service restrictions/disconnections or collection actions being proceeded with, whilst the family is in process of legalizing ownership of the property. As soon as ownership has been officially determined by the Master/Magistrate, proof of determination of ownership must be presented to the Municipality's Credit Control Office, in order for the name of the deceased consumer reflected on the account to be changed to reflect the name of the new owner as the consumer. "In the absence of compelling reasons to the contrary, the new owner shall be liable for arrears on the account, and shall be encouraged to make suitable arrangements for the payment of the arrears, to avoid credit control and collection actions being instituted."

18.2.4 For cases where the household qualifies for indigent support in terms of the Municipality's Indigent Policy, an application must be lodged with the Municipality in order for the household to be registered as indigent.

19. ILLEGAL CONNECTIONS AND METER TAMPERING

19.1 Where a water meter has been tampered with, the cost of repairing or replacing an existing meter with another one will be charged to the account of the respective consumer.

19.2 The Municipality may, in addition, levy the consumer's account with all municipal charges related to the property, and thereafter suspend the account. The full outstanding balance on the account shall immediately be payable before services will be restored.

19.3 Where there has been unauthorized consumption of water, the Municipality shall remove the connection, the cost of which shall be levied against the account of the consumer, and a criminal case will be opened with the South African Police Services.

19.4 In instances where services have been disconnected due to meter tampering and/or unauthorized consumption of water, the consumer concerned shall be required to follow the necessary processes in terms of applying for municipal services and ensuring that the applicable deposit and connection fees are paid to the Municipality.

20. BUSINESSES WHO TENDER TO THE MUNICIPALITY

20.1 The Municipality shall not conduct any business activity with, or procure any goods or services from, any persons whose municipal accounts are in arrears, except where provision is made to the contrary in a municipal policy or as determined by the Municipality from time to time, nor will any refunds of credits be made to any service provider engaged by the Municipality who is in arrears with any of its municipal accounts.

20.2 In keeping with 20.1 above: when the Municipality invites bids/ quotations for the provision of services or delivery of goods, potential contractors will be required to obtain from the Municipality's Credit Control Office a certificate stating that all relevant municipal accounts owing by the bidder / service provider or its directors, owners or partners have been paid or that suitable arrangements (which include the right to set off in the event of non-compliance) have been made for the payments of arrears.

20.3 To this end, copies of the following documents will be required:

20.3.1 Copies of all municipal accounts of the bidder/ service provider concerned;

20.3.2 Identity documents of all directors, members, and partners;

20.3.3 Where payments are due to a service provider / contractor in respect of goods or services provided to the Municipality, the Municipality may offset such payment against any arrear amount owing to the Municipality as provided for in the contract between the service provider/ contractor and the Municipality.

21. RIGHT OF ACCESS TO PROPERTY

The owner or occupier of property to which municipal services are provided, must grant reasonable access to such property to an official of the Municipality or any representative of a service provider authorised by the Municipal Manager, in order to inspect the property, read, inspect, install or repair any meter or service connection for reticulation, or to disconnect, stop or restrict the provision of any service.

22. DISPUTES

22.1 Disputes refer to instances when a consumer disputes any specific amount claimed by the Municipality from the consumer and where the process contained in sub-paragraph 22.3 below, is followed.

22.2 Any alleged dispute which does not meet the definition of dispute, as defined in this policy, will be regarded by the Municipal Manager as a query and the person will be informed in writing thereof.

22.3 In order for a dispute to be registered with the Municipality, the following procedures must be followed:

By the consumer:

- (a) The dispute must be submitted in writing and signed by the disputant as correct. The document must then immediately be lodged with the relevant Consumer Care Office of the Municipality.
- (b) No dispute will be registered verbally whether in person or telephonically.
- (c) The consumer must furnish full personal particulars including all account numbers held with the Municipality, direct contact telephone numbers, fax numbers, postal and e-mail addresses and any other relevant particulars required by the Municipality.
- (d) The full nature of the dispute including the specific amount involved, account details, and the relevant periods pertaining to that specific amount under dispute, must be described in the correspondence referred to above.
- (e) The onus shall rest with the consumer to ensure that he/she receives a written acknowledgement of the receipt of the dispute, from the Consumer Care Office of the Municipality.
- (f) Any amount not in dispute shall be subject to the requirement of this policy.

By the Municipality:

- (a) On receipt of the dispute the following actions shall be taken:
- (b) All disputes received shall be recorded in a register kept for that purpose, and shall include:
 - (i) the consumer's account number;
 - (ii) the consumer's name;
 - (iii) the consumer's address;
 - (iv) full particulars of the dispute;
 - (v) name of the official to whom the dispute is given to investigate and resolve in accordance with the provisions contained in this policy;
 - (vi) actions that have, or were, taken to resolve the dispute;

(vii) signature of the controlling official.

- (c) An authorised controlling official shall keep custody of the register and conduct a daily or weekly check or follow-up on all disputes as yet unresolved.
- (d) A written acknowledgement of receipt of the dispute must be provided to the consumer.
- (e) In accordance with section 102(2) of the Act, no debt management actions, as provided for in this policy will be applied to any amount in dispute.
- (f) All relevant information shall be comprehensively recorded.

The Municipal Manager's decision on disputes shall be final. Where appropriate the Municipality shall immediately implement appropriate debt collection and credit control measures provided for in this policy, after the consumer in question has been provided with the outcome of the dispute. However, should a consumer not be satisfied with the outcome of the dispute, a consumer may lodge an appeal in terms of section 62 of the Act.

23. CLEARANCE CERTIFICATES

- i) In order to obtain a rates clearance certificate, an account holder must accurately complete a rates clearance application form in full in terms of the Municipality's clearance process
- ii) All debt, inclusive of any advanced collection deemed to be due and payable, for the purpose of issuing a rates and services clearance certificate in terms of section 118, of the Act, must be settled in full.
- iii) all payments will be allocated to the registered sellers' municipal accounts in terms of this policy; and
- iv) prior to any refund this payment will be dealt with as follows:
- v) the advanced payment collection will be used to offset any debt which accumulated against the property as follows
 - (i) any tenant debt
 - (ii) any sellers debts.

- vi) Any refund, in respect of any credit remaining after registration of transfer has been registered in the Deeds Office, shall be refunded to such seller, subject to any other conditions under any other clause contained in this Policy.
- vii) The Municipal Manager may require the purchaser to apply for all services at the property as part of the application for a clearance.
- viii) By virtue of registration of the property the registered owner accepts liability for all services rendered by the Municipality to the said property, except as provided for in other policies
- ix) With the exception of an attorney's trust cheque any cheque tendered for payment must first be cleared by the bank before the clearance certificate is issued
- x) in order for the transfer of properties, as required in terms of Section 118 of the Act., a municipality must supply the Register of Deeds, with a certificate which, inter alia, certifies that municipal service fees, surcharges and levies pertaining to the property to be transferred, have been fully paid.
- xi) The Municipality will provide the full outstanding amount owing on the account as a clearance figure as it is this figure that will clear the account.
- xii) The Municipality shall only issue a certificate as required in terms of Section 118, once all municipal accounts associated with the property to be transferred have been settled in full, and a payment has been received equivalent to a minimum of three month's average water consumption on such property.
- xiii) Any dispute/query regarding a clearance figure or the incomplete/incorrect completion of a clearance application form may result in a delay of the furnishing of the final figures.
- xiv) An administration fee may be included into all clearance figure amounts.
- xv) The issued certificate should be in the prescribed form and must be signed by the Manager of the Clearance Department or a duly authorised official

24. IRRECOVERABLE DEBT – WRITE OFF

The municipality has the discretion to write off debt if the debt is regarded as irrecoverable Debts write off will be referred to a debt write off committee or an officially authorised forum: Debt shall be considered irrecoverable if;

- i) legal recourse has been exhausted and the municipality is still unable to secure payment of the outstanding debt;
 - ii) the cost of instituting legal action for the recovery of the outstanding debt is deemed uneconomical, as the recovery cost would be higher than the value of the debt.
 - iii) the debtor cannot be traced by authorised staff of the municipality to collect debt, authorised debt collection attorneys or agents; or
 - iv) a residue amount of a payment of a dividend in the rand from an insolvent estate; or
 - v) a deceased estate is insolvent and has no liquid assets to cover the outstanding amount; or
 - vi) a competent plea of prescription has been raised by a defendant in the Plea or after alternatively if the Plea of Prescription is raised ex facie the Plea but carries the real risk that it would be upheld if raised properly in the Plea; or
 - vii) as a result of the lack of evidence , it is not possible to prove the debt outstanding;
 - viii) or if the outstanding amount is due to an irreconcilable administrative error by the municipality;
or
 - ix) if the Sheriff of the Court has rendered a Nulla Bona return on movables and the debtor has no immovable property;
-
- a) The above factors do not constitute an exhaustive list of factors that may be taken into account, and the Municipality may, in its opinion, consider any other factor.
 - b) A request by an account holder to write off an amount or amounts as bad debt must be made in the form of a submission/motivation and must be in the prescribed or required form as stipulated by the Municipality from time to time. Any deviation from the prescribed form shall result in the rejection of such submission/motivation.

- c) In making submission for a debt write off, a Municipal Official shall take all necessary and reasonable steps to ensure compliance with this Policy and shall take all necessary and reasonable steps in the detection of fraudulent activity on the part of the account holder and shall be obliged to report such fraudulent activity to his respective Directorate.
- d) In exercising its discretion, the Municipality must act lawfully and reasonably having regard to the principles of fairness and equity.
- e) An official who knowingly participates in fraudulent conduct with an account holder in the write off of a debt shall be subjected to the disciplinary action as set out in the Municipality's Disciplinary Code of Conduct, as well as civil or criminal prosecution in a competent court of law Write Back
 - i) The Municipality shall be entitled to reverse any amount written off as a bad debt where it is later found that an account holder has misrepresented (whether intentional or negligent) any information whatsoever in order to motivate such write-off of debt.
 - ii) The Municipality shall be entitled to effect the write back immediately against the account holder's municipal account upon noting the fraud or misrepresentation.
 - iii) The Municipality may write back any amount previously written off on behalf of an account holder if the account holder at any time has a credit balance reflected against any of his/her municipal accounts and requests a refund from the Municipality for such credit balance. The write back principle will apply to all other account holders, including indigent account holders

- f) Authorisation-
 - i) In respect of other debt, schedules indicating the debtor's name , the physical address in respect of which the debt was raised, address, erf number, if applicable, amount per account category as well as a reason to which the write off amount is compiled.
 - ii) Notwithstanding the above, the Municipality or its authorised officials will be under no obligation to write-off any particular debt and will retain sole discretion to do so.

25. INTEREST REVERSALS

An account holder may apply to the Municipality, in the prescribed form, for interest on an account to be reversed; approval to be made by the Municipal Manager.

- a) Interest on outstanding debt can be reversed when;
 - i) an account holder would like some relief from interest in order to facilitate the final settlement of all outstanding debt on his account;
 - ii) before embarking on litigation to recover outstanding debt, interest reversal is used as a tool to persuade the account holder to settle his outstanding debt in full;
 - iii) in the course of litigation, the reversal of interest is used as a negotiating point for the settlement of the matter in court;
 - iv) interest reversal may also be initiated by authorised officials in instances where errors with billing have occurred and outstanding arrears should not have accrued interest in the first place.

26. REVIEW OF THE POLICY

The Credit Control and Debt Collection policy shall be reviewed annually in accordance with Section 21(1)(b)(ii) of MFMA.

INDIGENT POLICY

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1. DEFINITIONS

“**Child - headed household**” means a household where both parents are deceased and where all occupants of property are children of the deceased and are all under the legal age to contract for service and are considered as minors in law by the state;

“**Household**” is defined as a person, or a group of persons, who occupy a commondwelling (or a registered **owner or tenant with children who reside on the same premises**);

“**Indigent**” means any household which is responsible for the payment of municipal services, earning a combined gross income equivalent to or less than two times the old age Government socialgrant excluding Child Support grant as prescribed by the National Department of Social Development or in line with the National Indigence Framework issued by the Department of Cooperative Governance and Traditional Affairs (COGTA) who qualify, according to the policy, for rebates/remissions, support or a services subsidy. Examples hereof include pensioners, the unemployed and child-headed families who are unable to fully meet their payment obligations for municipal services.

“**Indigent Management System**” an electronic management system used by Amathole District Municipality for the management of the register of indigent households.

“**Indigent Officer**” an official duly authorized by the Municipality, or an employee of a service provider appointed by the Municipality, who is responsible to ensure that assessments, screening and site visits are undertaken for all indigent applications and renewals.

“**Municipal area**” shall, mean the area in respect of which the Municipality has executive and legislative authority as determined by the constitution and the national legislation and as demarcated by the **Local Government - Municipal Demarcation Act 27** of 1998

“**Municipality**” means the municipal council of the Amathole District Municipality.

“**Occupier**” in relation to a property, shall mean a person in actual occupation of the property, whether or not that person has a right to occupy the property.

“Owner”

- (a) in relation to a property referred to in paragraph (a) of the definition of “property”, shall mean a person in whose name ownership of the property is registered;
- (b) in relation to a right referred to in paragraph (b) of the definition of “property”, shall mean a person in whose name the right is registered;
- (c) in relation to a land tenure right referred to in paragraph (c) of the definition of “property”, shall mean a person in whose name the right is registered or to whom it was granted in terms of legislation; and
- (d) in relation to public service infrastructure of the definition of “property”, shall mean the organ of state which owns or controls that public service infrastructure as envisaged in the definition of “publicly controlled”, provided that a person mentioned below may for the purposes of the Property Rates Act 2004 be regarded by the Municipality as the owner of a property in the following cases:
 - (i) a trustee, in the case of a property in a trust, but excluding state trust land;
 - (ii) an executor or administrator, in the case of a property in a deceased estate;
 - (iii) a trustee or liquidator, in the case of a property in an insolvent estate or in liquidation;
 - (iv) a judicial manager, in the case of a property in the estate of a person under judicial management;
 - (v) a curator, in the case of a property in the estate of a person under curatorship;
 - (vi) a lessee, in the case of a property that is registered in the name of the Municipality and is leased by it; and
 - (vii) a buyer, in the case of a property sold by the Municipality and of which possession was given to the buyer pending registration of ownership in the name of such buyer.

“Premises” includes any piece of land, the external surface boundaries of which are delineated on –

- [a] a general plan or diagram registered in terms of the Land Survey Act, 1997 [Act No. 8 of 1997] or in terms of the Deeds Registries Act, 1937 [Act No. 47 of 1937];
- [b] a general plan registered in terms of the Sectional Titles Act, 1986 [Act No. 95 of 1986], and situated within the jurisdiction of the Municipality;

“Property” shall mean:

- (a) immovable property registered in the name of a person, including in the case of a sectional title scheme a sectional title unit registered in the name of a person;

- (b) a right registered against immovable property in the name of the person, but excluding a mortgage bond registered against the property;
- (c) a land tenure right registered in the name of a person or granted to a person in terms of legislation;
- (d) public service infrastructure.

2. INTRODUCTION

As a developmental institution, Amathole District Municipality (ADM) needs to commit to supporting measures that assist and empower its community. It is accepted that large sections of the community cannot exist without intervention and it is therefore the duty of the Municipality to support and to ensure that citizens are able to access their constitutional right to have access to a basic level of services.

The Municipality therefore adopts this indigent policy which embodies an indigent support programme not only providing procedures and guidelines for the subsidization of service charges to indigent households in the Amathole District, but also to increase the quality of life of the beneficiaries by assisting them to exit from their indigence.

3. POLICY PRINCIPLES

The following are the guiding principles in implementing the indigent support policy:

- 3.1 The indigent support policy is in accordance with the Local Government Municipal System Act, 32 of 2000, and other amending or related legislation.
- 3.2 Relief will be provided by the Municipality to registered domestic consumers of services as defined in the municipality's Credit Control and Debt Collection Policy.
- 3.3 The Municipality shall ensure that any relief provided is constitutional, practical, fair, equitable and justifiable to avoid alienating any group of households.
- 3.4 Differentiation shall be made between those households who cannot afford to pay for basic services and those who simply do not want to pay for these services.
- 3.5 Indigent support shall be based on a predetermined period or financial year.
- 3.6 The indigent support policy shall prevail as long as funds are available

- 3.7 The Municipality may review and amend the qualification for indigent support annually which may have a bearing on the continued provision of basic services.
- 3.8 The collective or joint gross income of all the occupants a household will be taken into account.

4. POLICY OBJECTIVES

In support of the above principles the objective of this policy will be to ensure the following:

- 4.1 The provision of basic services to the community in a sustainable manner within the financial and administrative capacity of the Municipality;
- 4.2 The financial sustainability of free basic services through the determination of appropriate tariffs that contribute to such sustainability through cross subsidization;
- 4.3 Establishment of a framework for the identification and management of indigent households including a socio-economic analysis where necessary and an exit strategy;
- 4.4 The provision of procedures and guidelines for the subsidization of basic charges and the provision of free basic services to indigent households; and
- 4.5 Co-operative governance with other spheres of government.

5. THE LEGISLATIVE FRAMEWORK

This policy is designed and implemented within the framework of the following legislation:

- The Constitution of the RSA, 1996;
- The Municipal Systems Act, 2000 (Act 32 of 2000);
- The Municipal Finance Management Act, 2003 (Act 56 of 2003);
- The Promotion of Administrative Justice Act, 2000 (Act 3 of 2000);
- The Promotion of Access to Information Act, 2000 (Act 2 of 2000);

6. QUALIFICATION CRITERIA

The qualification criteria for indigent support and the municipal services for which this support is applicable shall be determined by the Municipality from time to time, provided that until the Municipality determines otherwise, the following criteria shall apply:

- 6.1 The applicant must reside within the Amathole District.
- 6.2 The applicant must be in possession of a valid South African identity document and a marriage certificate; if married.
- 6.3 The combined or joint gross income of all occupants or dependants in a single household which receives services from the Municipality does not exceed two times the government social grant;
- 6.4 The applicant must be the property owner or occupier who receives municipal services and is registered as an account holder on the Municipality's financial system;
- 6.6 Any occupant or resident of the single household referred to above does not own any property in addition to the property in respect of which indigent support is provided.
- 6.7 Such property may not be used for business purposes;
- 6.8 The account of a deceased estate may be subsidised if the surviving spouse or dependants of the deceased, who occupy the property, also apply and qualify for indigent support. Upon submitting of letter of authority, the account can then be transferred to the authorized person's name without charging any fees.
- 6.9 A person applying for indigent support must complete a formal Municipal indigent application form approved by the Municipality.
- 6.10 The grant will take effect from the date of approval of the application.
- 6.11 Proof of unemployment, All Pay pension slip (bank statement) or salary advices must be submitted with the application. Letter from the employer (in cases of domestic employees that are paid wages)
- 6.12 The grant period is dependent on the funds available from Government.
- 6.13 The grant is given only if the occupier of municipal property or owner is staying on the premises.
- 6.14 The Equitable Share is only payable in respect of a current account.

- 6.15 The subsidy grant is as annually determined by the Municipality which will be credited towards the current account during the monthly billing run.
- 6.16 Individuals who make themselves guilty of any malpractices will forfeit the payment of the grant. The Municipal Manager shall report such cases to the South African Police Services.
- 6.17 Special care will also be exercised to assist indigent child-headed households.
- 6.18 Indigent subsidies may not be converted to cash,
- 6.19 Water management devices may be installed in the properties of qualifying indigent consumers so as to reduce consumption to affordable levels. This will ensure that consumers do not accumulated services debt that they will not afford to pay.

7. ASSISTANCE PROCEDURES

7.1 Communication

The Municipality shall utilize its communication strategy for purposes of informing and educating communities so that a clear understanding of this policy and its implementation are appreciated. Regular information shall be disseminated through ward committees, community based organisations, direct contact with consumers, and by means of awareness campaigns to eliminate unrealistic expectations both in terms of qualifying for subsidy as well as service delivery to be provided.

7.2 Application/Registration

- 7.2.1** A person applying for indigent support must complete a formal ADM indigent application form approved by the Municipality. Such forms will be available at approved registration points provided by the Municipality.
- 7.2.2** Applications must be accompanied by the following:
- 7.2.2.1** A copy of the applicant's identity document;
 - 7.2.2.2** The latest municipal account;
 - 7.2.2.3** Documentary proof of income or an affidavit declaring the applicant's state of unemployment and/or proof of registration as unemployed;
 - 7.2.2.4** The household collective income must be correctly reflected on the application form requesting indigent support
 - 7.2.2.4** Three months' bank statements (where applicable);
 - 7.2.2.5** Particulars of any other grants received by the account holder;
 - 7.2.2.6** Proof of ownership of business or other properties;

- 7.2.3** The applicant must consent to the installation of any form of pre-paid meters as a system to limit the consumption of services and to abate the accumulation of debt;
- 7.2.4** Applicants will be requested to sign and submit a sworn affidavit, to the effect that all information supplied to the Municipality is true and correct. An “original sighted” stamp may be used by Indigent Support Officer to certify in cases where it is impossible to get assistance from SAPS.
- 7.2.5** If the application is approved, the assistance and support given will be valid for a period of 24 months without guarantee of renewal. If a person is found to be indigent, he/she shall be registered on a database linked to the Municipality’s debtors system.
- 7.2.6** The onus is on the applicant/recipient to inform the Municipality of any change in his/her status or personal household circumstances.
- 7.2.7** The onus remains on the applicant/ recipient to re-apply for assistance each year, failing which will render the assistance invalid.
- 7.2.8** The indigent support will also be rendered invalid in instances where the account holder has either provided incorrect / misleading information, or failed to inform the Municipality of any change in his / her economic status.

7.3 Assessment & Screening of Applicants

After the application/registration process all information must be verified by the Indigent Officer or a person approved by the Municipality as follows:

7.3.1 Indigent Management System Check.

The information on the Municipality’s Indigent Management System must be checked to determine whether an applicant is already registered within the system as well as to determine dates when these existing applicants should be reviewed.

7.3.2 Data Capture

The indigent registration data must then be captured in an Indigent Management System as per the application form.

7.3.3 Verification – Site Visit

The Indigent Management System must assign an application to a duly appointed official to perform an on-site verification if necessary.

The Indigent Officer must then verify and assess the registration application, and may make recommendations for the acceptance of the application, or for further investigation which may include an external scan.

7.3.4 Verification – External Scans

An external scan of applicants recommended as suitable candidates for indigent support, may be conducted with UIF, SARS, Department of Welfare, or Credit Bureau after the site visitation has been captured.

The information gathered through verification in terms of 7.3.3 and 7.3.4 must be entered into the Indigent Management System within 72 (seventy two) hours after receipt thereof for finalisation of the application.

7.4 Recommendation

Once the verification has been completed the Indigent Management System must generate a recommendation based on the information captured in the database. Those applications that qualify for indigent support in accordance with the system are then to be referred to the Indigent Committee for final approval.

7.5 Indigent Committee

- 7.5.1** An Indigent Committee comprising of designated officials and councillors, must be established for the purpose of consideration and finalisation of applications received.
- 7.5.2** The Indigent Committee should meet at least once per month.
- 7.5.3** The Indigent Committee must consider each recommended application; assess it in terms of the application and any other knowledge or information which members may have in respect of the applicant.
- 7.5.4** The Indigent Committee should monitor, in conjunction with ward councillors, ward committees and other persons or organisations it may appoint, the implementation of the indigent support programme, subject to the policy directions of the Municipality and in consultation with the municipal manager;

7.6 Right of Appeal

An applicant who feels aggrieved by a decision taken in respect of his or her application may lodge an appeal with the Municipal Manager of the Municipality within 10 (ten) days from the date on which the decision was communicated to the applicant.

8. EXTENT OF INDIGENT ASSISTANCE AND SUPPORT

The extent of the monthly indigent support granted to indigent households will be based on budgetary allocations for a particular financial year and the tariffs determined for each financial year. Within the above framework, the following assistance and support will be granted:

8.1 Water

Each registered indigent household shall receive 10kl free waterfully subsidised per month. The account holder will be liable for all payments relating to monthly water consumption in excess of 10kl; and the Municipality shall be entitled to restrict water supply to the property where payment obligations are not met.

8.2 Sanitation

Each registered indigent household shall be subsidised for sanitation as provided for in the annual budget as well as the municipal tariff structure adopted by Council.

8.3 Short-term assistance

An indigent person in incidental distress may be assisted for a shorter period not exceeding six months. Incidental distress will mean a person that is:

- . Temporarily unemployed.
- . Persons who are hospitalised.

8.4 Child headed households when both parents are deceased and all occupants of the property and children of the deceased are all under legal age to contract for by the State.

- Child headed households are then classified as indigent unless proven otherwise

Such persons qualify for assistance if they are not in receipt of any assistance from any other source. Indigent people falling within this category will be re-assessed on a three monthly basis to ensure that they still qualify for indigent support.

9. INDIGENT HOUSEHOLDS IN BODY CORPORATES AND RETIREMENT CENTRES

Indigent consumers living in body corporates or retirement centres shall be eligible to qualify for assistance and support in terms of this policy, subject to the following rules and procedures:

- 9.1** The onus will be on the Board of Trustees/Managing Agent/Chairperson of a Body Corporate (hereinafter referred to as the representative of the Body Corporate or Retirement Centre) to apply to the Municipality, for indigent status to be granted in respect water consumption on behalf of the owners of those units, who meet the criteria and conditions for qualification.
- 9.2** The onus will be on the unit owner to apply to the Municipality for indigent status to be granted in respect to services charges.
- 9.3** The representative of the Body Corporate or Retirement Centre, will submit applications to the Chief Financial Officer which applications must be accompanied by a certified copy of the Sectional Title Plan of the Body Corporate or Retirement Centre, which indicates the participation quota for each unit, as registered in the Deeds Office.
- 9.4** The Programme Officer / Indigent Officer must verify all applications and after consideration by the Indigent Committee he or she must notify:
 - 9.4.1** The representative of the Body Corporate or Retirement Centre whether an application was successful or not, with regard to the water consumption and other service charges;
- 9.5** The Chief Financial Officer will credit the monthly municipal water account of a Body Corporate or Retirement Centre with water and sewerage charges, the amount of which will be calculated by dividing the total number of kilolitres of water consumed by the Body Corporate by the number of units in the complex, but up to a maximum of 200 litres of water per day for each unit that qualifies for assistance.
- 9.6** The representative of the Body corporate or Retirement Centre in respect of which monthly water credits are allowed under indigent support, must ensure that such credits are off-set against the monthly levies of the relevant individual units; such representative also being required, once every six months, or at such intervals as may be determined by the Municipality, to provide proof to the Chief Financial Officer: that the monthly levies of poor households which qualify for assistance, have been adjusted by the amounts credited to the account of the Body Corporate or Retirement Centre.

10. PROCESS MANAGEMENT

10.1 Validity period

Validity period of assistance will be for a maximum period of 24months. Households must re-apply at the end of a 24months period.

10.2 Death of Registered Applicant

In the event that the approved applicant passes away the heir/s of the property must re-apply for indigent support, provided that the stipulated criteria are met.

10.3 Publication of Register of Indigent Households

Names of indigent beneficiaries must be open for public perusal and comment. Written objections from the public must be referred to the Programme Officer / Indigent Officer who will be responsible for investigating the validity of the complaint and referral to the Indigent Committee for appropriate action.

10.4 Excess Usage of Allocation

If the level of consumption of the indigent household exceeds the consumption level approved by the Municipality, the household will be obliged to pay for the excess consumption on a monthly basis. Such accounts will be subject to the Municipality's credit control and debt collection measures.

10.5 Termination of Indigent Support

Indigent Support will be terminated under the following circumstances:

10.5.1 Death of account-holder wherein no beneficiary is appointed.

10.5.2 End of the 24months cycle,

10.5.3 Upon sale of the property.

10.5.4 (i) When circumstances in the indigent household have improved in terms of a gross income exceeding two times the government social grant.

(ii) As part of the application, the Municipality has a right to use external scans / background checks which include Registrar of Deeds searches and Credit Bureau checks;

10.5.5 If the applicant is found to have lied about his/her personal circumstances or has furnished false information regarding indigent status, in which case the following will apply:

10.5.5.1 All arrears will become payable immediately;

10.5.5.2 Stringent credit control measures will apply; and

10.5.5.3 The applicant will not be eligible to apply for indigent support for a period of 2 years. The financial system should flag and block the customer who commits such fraud.

10.5.6 Right of appeal

An applicant who feels aggrieved by a decision taken in respect of his or her application may lodge an appeal with the Municipal Manager of the municipality within fourteen (14) days from the date on which the decision was communicated to the applicant.

10.6 Audit and review

The Municipality will conduct an audit of the indigent register on a quarterly basis with regard to the information furnished by applicants and possible changes in status, the usage of allocations and debt collection measures applied.

10.7 Exit Programme

Members of households registered as indigent should be prepared to participate in exit programmes coordinated by the Municipality in collaboration with other government departments and the private sector.

As part of its broader poverty reduction programme the Municipality undertakes to provide for the participation and accommodation of indigent persons in its local economic development (LED) initiatives and in the implementation of integrated development programmes where possible.

11. MONITORING AND REPORTING

11.1 The Chief Financial Officer shall report monthly to the Municipal Manager in a suitable format to enable the Municipal Manager to report to Council and other interested parties. Such report shall reflect on:

11.1.1 Number of indigent households applied registered;

11.1.2 Amount of subsidy allocated per service category;

11.1.3 Amount of debt accumulating and debt recovery information (number of customers; default arrangements; growth or diminishing of arrear debtors; ideally divided into local municipal areas, domestic, state, institutional and other such divisions);

11.1.4 Performance of all areas against targets set in the Municipality's performance management system.

11.1.5 Changes in the registered status of indigents.

12. DEBT MANAGEMENT ACTIONS

12.1 Subject to provisions of the Municipality's Credit Control and Debt Collection Policy, no disconnections, or legal action will be instituted against any debtor, who has registered for and been accepted as an indigent for a period of twenty four months, or while they still qualify as indigent, and meet all the indigent qualification criteria during this twenty four months period.

12.2 However, where indigent consumers fail to utilise water in an economical manner, levels of service may be reduced to avoid situations where indigent consumers accumulate high amounts of debt for municipal services that may be deemed irrecoverable.

13. REVIEW OF THE POLICY

The Amathole District Municipality Indigent Policy shall be reviewed at least once a year.

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INDIGENT APPLICATION FORM

CHECK LIST	YES	NO
Certified copy of an Identity Document		
Certified copy of a marriage certificate, if married		
<i>Certified copy of a marriage certificate, if married</i>		
Proof of Income or an affidavit declaring the applicant's state of unemployment and / or proof of registration as unemployed		
Municipal Account		
Three months Bank Statement (where applicable)		
Particulars of any other grants received by account holder		

DETAILS OF APPLICANT:

SURNAME:

NAMES:

MAIDEN NAME:

GENDER (TICK APPLICABLE):

MALE		FEMALE	
-------------	--	---------------	--

PENSIONER

YES		NO	
------------	--	-----------	--

MARITAL STATUS (TICK APPLICABLE):

MARRIED	
SINGLE	
DIVORCED	
WIDOWED	

APPLICANT'S IDENTITY NUMBER:

DATE OF BIRTH:

STREET ADDRESS:.....

.....

CONTACT / TELEPHONE NUMBERS:

WORK	
HOME	
CELL	
OTHER	

WARD COUNCILLOR:

WARD NUMBER:

SIGNATURE OF WARD COUNCILLOR:.....

EMPLOYMENT STATUS:

EMPLOYED	
UNEMPLOYED	
SELF EMPLOYED / BUSINESS	

TYPE OF SELF EMPLOYMENT/ BUSINESS:.....

NAME OF EMPLOYER:.....

EMPLOYER ADDRESS:.....

EMPLOYER TELEPHONE:.....

SUPERVISOR / MANAGER:.....

DEPARTMENT:.....

HOUSEHOLD INCOME:

Salary	R.....	Disability Pension	R.....	Income from Family	R.....
Own Business	R.....	Child Support Grant	R.....	Income from Children	R.....
Old Age Pension	R.....	Unemployment Fund (UIF)	R.....	Other Income	R.....

			i

TOILET FACILITY (tick applicable):

Flush Toilet		Flush Sceptic Tank		Chemical Toilet	
VIP Ventilation		Pit Lactrine		Bucket Lactrine	
None		Conservancy Tank		Sceptic Tank	
Working Order	Yes		No		

TYPE OF METER (tick applicable):

Conventional / Normal		Volume Control Device	
Pre-paid		Scheme Linkage	
None			

MAIN SOURCE OF WATER:

Pipe Dwelling		Pipe Inside Yard		Community Standpipe	
----------------------	--	-------------------------	--	----------------------------	--

**PERSONAL PARTICULARS OF ALL OCCUPANTS OVER 18 YEARS
LIVING AT THE HOUSEHOLD:**

	IDENTITY NUMBER	INITIALS	SURNAME	EMPLOYED (YES / NO)	EMPLOYER NAME	GROSS MONTHLY INCOME
1.						
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						

In an effort to assist needy residents in the payment of municipal services Amathole District Municipality has agreed to a subsidy scheme whereby qualifying households, earning less than *two state old age government social pensions excluding child support grant* will have certain services subsidized.

If your total household income is less than *two state old age government social pensions excluding child support grant*, and you are South African citizen owning no more than one property you are requested to ensure that this form has been completed (including details of household members above the age of 18).

Applicant Declaration:

I, the undersigned, hereby apply for the Indigent subsidy determined in relation to the income I earn and hereby solemnly declare that:

- a) All particulars furnished on this form are to the best of my knowledge true and correct.
- b) Should any particulars supplied on this form change for any reason, I will immediately inform the Council / Water Service Authority.
- c) I am aware that the information supplied by me in this form may be made available to external sources for verification purposes (including deeds & credit history checks).
- d) I or any of the occupants do not own any other property other than the property indicated on the account for which this application is made.
- e) I agree that the officials from the Council or Water Service Authority may conduct an on-site audit / inspection to verify the information supplied by me.
- f) I am aware that any false declaration or information provided is punishable by law and will result in disqualification from the Indigent Scheme. In such cases, all indigent

subsidy benefits received, as well as, arrears and amounts written off on the account will once again be due to the municipality.

- g) I do acknowledge that the debts in respect of the arrears together with the interest accrued on the account number indicated above, remain payable by me unless the Council or Water Service Authority resolves otherwise.

Signature of Applicant:.....

Date:.....

ADM Account Number:.....

OFFICIAL USE ONLY:

Contents of declaration explained and understood by Applicant	YES	NO	Repayment of arrears explained and understood	YES	NO
Disqualification from Indigent scheme explained	YES	NO	Institution of criminal procedures explained (regarding false information)	YES	NO
Explained that this application is subject to approval	YES	NO	Responsibility of arrears remain until approval of indigent status	YES	NO

ADM OFFICIAL

DATE:

2013/14

TARIFF POLICY

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- 9. Minor Tariffs**
- 10. Annexure – Legal Requirements**

1. PREAMBLE

- 1.1** In line with requirements of Section 74 (1) of the Municipal Systems Act, 32 of 2000, the municipal council of Amathole District Municipality (ADM), must adopt and implement a tariff policy on the levying of fees for municipal services provided by the Municipality itself or by way of service delivery agreements and which complies with the provisions of the Systems Act, the Municipal Finance Management Act and any other applicable legislation.
- 1.2** The Municipality's tariff policy will undergo revision annually and be tabled with the multi – year Annual Tabled Budget to the Council for consideration and approval for public scrutiny and comments.
- 1.3** Comments received by the Municipality on the contents and stipulations of the Policy will be considered by the Council for possible amendment to the reviewed policy to be approved by the Council annually before 31 May.
- 1.4** Should the principles contained in the Tariff Policy be changed by Council Resolution, an Adjustment Budget will have to be prepared by the Municipality to reflect the resulting effect.

2. OBJECTIVES

- 2.1** To provide a framework in which the Accounting Officer can institute and maintain a tariff policy, which is transparent, cost – effective for the Municipality and is easily understood by all.
- 2.2** This policy outlines the principles to be employed by Amathole District Municipality in the levying of fees for services provided by the Municipality.
- 2.3** These principles have been informed by the vision and mission of Amathole District Municipality, as well as, the Municipal Systems Act (32 of 2000).
- 2.4** This Policy document is intended to guide the annual setting of tariffs

This Policy document does not make specific tariff proposals. The nature and basis for the differentiation of tariffs is set out in the Schedule of Tariffs.

- 2.5** Any differentiation must be consistent with the framework set out under the differentiation between different categories of users, debtors, service providers, services, service standards, geographical areas and other matters for tariff purposes as long as the

differentiation does not amount to unfair discrimination and must be defined in the Municipal Service By laws as stated in section 74 (3) of the Municipal System's Act..

3. DEFINITIONS

3.1 "Consumer" means;

- a) Any person who occupies property to whom, and in respect of premises thereon, the Council –
 - i) has agreed to provide services;
 - ii) is actually providing services;
 - iii) has entered into an agreement with the Council for the provision of services to or on any property;
- b) the owner of any property to which the Council is providing services;
- c) where services are provided through a single connection to a number of accommodation units or consumers or occupiers, means the person to whom council agreed to provide such services; and
- d) Any end user who receives services from the Council.

3.2 "Indigent" means any household which is responsible for the payment of municipal services, earning a combined gross income equivalent to or less than two times the Government social grant as published by the National Department of Finance or in line with the National Indigence Framework issued by the Department of Co-Operative Governance and Traditional Affairs (COGTA), who qualify, according to the policy, for rebates/remissions, support or a services subsidy. Examples hereof include pensioners, the unemployed and child-headed families who are unable to fully meet their payment obligations for municipal services.

3.3 "Industrial Water" means the use of water for mining, manufacturing, generating electricity, land based transport, construction or any related purpose

3.4 "Municipal area" means the area in respect of which the Municipality has executive and legislative authority as determined by the constitution and the national legislation and as demarcated by the Local Government Municipal Demarcation Act 27 of 1998.

3.5 “Municipal council” means a municipal council as referred to in Section 157 of the Constitution and for this Policy includes a municipal local council and a municipal district council, as the case may be.

3.6 “Municipality” means the municipal council of the Amathole District Municipality.

3.7 “Municipal tariff or tariffs” shall mean a tariff for services which the Municipality may set for the provision of a service to the local community, and may include a surcharge on such service. Tariffs for major services shall mean tariffs set for the supply and consumption or usage of water and sanitation, and minor tariffs shall mean all other tariffs, charges, fees, rentals or fines levied or imposed by the Municipality in respect of other services supplied including services incidental to the provision of the major services.

3.8 “Person” means any natural person, an unincorporated or incorporated body, and includes a voluntary association or trust, and an organ of state as defined in section 239 of the Constitution of the Republic of South Africa, 1996 (Act 108 of 1996)

3.9 “Property” shall mean:

(a) immovable property registered in the name of a person, including in the case of a sectional title scheme a sectional title unit registered in the name of a person;

(b) a right registered against immovable property in the name of the person, but excluding a mortgage bond registered against the property;

(c) a land tenure right registered in the name of a person or granted to a person in terms of legislation;

(d) Public service infrastructure.

(i) and for purposes of services availability charges, “property’ shall be deemed to include any piece of land, the external surface boundaries of which are delineated on –

- (i) a general plan or diagram registered in terms of the Land Survey Act, 8 of 1997, or in terms of the Deeds Registries Act, 1937 (Act No. 47 of 1937);
- (ii) a sectional plan registered in terms of the Sectional Titles Act, 1986 (Act No. 95 of 1986); or
- (iii) a register held by a traditional authority or in accordance with a sworn affidavit made by a traditional authority;

3.10 “ Register”

- a) means to record in a register in terms of-
 - (i) the Deeds Registries Act, 1937 (Act 47 of 1937); or
 - (ii) the Mining Titles Registration Act, (Act 16 of 1967); and
- b) includes any other formal act in terms of any other legislation to record–
 - (i) a right to use land for or in connection with mining title purposes; or
 - (ii) a land tenure right

3.11 “Tariff policy” shall mean a policy on the levying of fees for major and minor services rendered by the Municipality. itself or by way of service delivery agreements, and which complies with the provisions of the Systems Act, the Municipal Finance Management Act and any other applicable legislation.

4. GENERAL PRINCIPLES

4.1 COST RECOVERY

Tariffs must be set at a level that will allow recovery of all costs related to provision of a particular service.

4.2 AFFORDABILITY

Tariffs must be set at a level that will be affordable to all consumers, that includes domestic, businesses etc.

4.3 FINANCIAL SUSTAINABILITY

Tariffs must be set at levels that facilitate the financial sustainability of the service, taking into account subsidization from sources other than the service concerned.

4.4 SURCHARGES ON TARIFFS

Provision may be made in appropriate circumstances for a surcharge on the tariff for a service.

4.5 DROUGHT PROVISIONS

As part of its efforts to address water shortages during periods of drought, the Municipality will implement special tariffs aimed at reducing water consumption levels, especially for consumers who use excessive amounts of water. During drought periods, an additional surcharge as determined by Council during declaration of drought will therefore be charged for all consumption levels in excess of 6 kilolitres per month to all consumers in the affected areas.

5. CATEGORISATION

Tariffs may differentiate between different categories of users, debtors, service providers, services, service standards, geographical areas and other matters as long as the differentiation does not amount to unfair discrimination.

The tariff structure of Amathole District Municipality may make provision for the following categories of users, debtors and consumers, properties and geographical areas without limitation thereto:

- (a) categories of debtors and consumers-
 - i. natural persons and juristic persons;
 - ii. business and commercial;
 - iii. municipality;

- iv. government;
- v. government institution or entity;
- vi. non profit organizations;
- vii. association or trust;
- viii. community based organizations;

(b) categories of users-

- i. Domestic;
- ii. Business and commercial
- iii. industrial;
- iv. institutions such as (schools, clinics, museums and other similar);
- v. non profit institutions such as (Churches, old age homes, orphanage, sport clubs, and other similar);
- vi. agriculture;
- vii. rural and peri urban;
- viii. municipal services;
- ix. government services;
- x. public infrastructure;
- xi. special agreements;
- xii. geographical areas;
- xiii. undeveloped land;
- xiv. mixed use;
- xv. public infrastructure;

xvi. informal settlements;

xvii. Developers

(c) Categories of geographical areas – differentiation based on geographic area may be used if the service provided is at least the basic service and one of the following criteria is met-

- i. the topography must have an impact on the cost of delivering the service;
- ii. significant capital cost are needed to develop services infrastructure in the area;
- iii. the Integrated Development Plan of the municipality identifies the area as having strategic development importance;

(d) categories of properties as defined in the Local Government Municipal Property Rates Act 6, (Act 6 of 2004).

6. BY-LAWS TO GIVE EFFECT TO POLICY

In line with Section 75 (1) of the Municipal Systems Act, the Municipality must adopt by-laws to give effect to the implementation and enforcement of the ADM tariff policy.

These by-laws may differentiate between different categories of users, debtors, service providers, services, service standards and geographical areas as long as such differentiation does not amount to unfair discrimination.

In accordance with sections 21(1)(d) and (3)(b)(iii) of the Water Services Act, 108 of 1997, the by-laws shall provide that the determination and structure of tariffs for water services, including water for industrial use and treatment of industrial effluent, shall be set out in tariff resolutions approved in terms of Section 24(2)(c)(ii) of the Local Government: Municipal Finance Management Act, 56 of 2003.

7. WATER TARIFFS

A new connection fee will be levied to new consumer accounts upon request for connection to the main water supply as determined by council from time to time. In the event that the costs for providing the service are greater than the approved tariff, the quotation figures will be applicable.

Because water is a scarce national resource, and the Municipality is committed to the prudent conservation of such resources, the tariff levied for domestic consumption of water shall escalate according to the volume of water consumed. The tariff for domestic consumption shall be based on monthly consumption as follows:

Consumption	Indigents	Domestics	Churches, Sports Clubs and other Non- Governmental Organizations
0 - 6 KL	Free	Free	Step Tariff
Above 6 to 10 KL	Free	Step Tariff	Step Tariff
Above 10 to 15 KL	Step Tariff	Step Tariff	Step Tariff
Above 15 to 25 KL	Step Tariff	Step Tariff	Step Tariff
above 25 to 40 KL	Step Tariff	Step Tariff	Step Tariff
Above 40 to 500 KL	Step Tariff	Step Tariff	Step Tariff
Above 500 KL	Step Tariff	Step Tariff	Step Tariff

Tariffs for non-domestic consumption shall be based on a single charge per kl consumed, irrespective of the volume of consumption concerned.

Tariffs for pre-paid meters will include a water availability charge portion that is levied to consumers that are using conversional water meters.

The categories of water consumers as set out below shall be charged at the applicable tariffs, as approved by the council in each annual budget.

Tariff adjustments shall be effective from 1 July each year.

Subject to such further differentiation as may be made in the tariffs, the general structure of the categories of consumption and charges shall be:

- * All domestic water consumers shall receive free the first 6 (six) kl of water consumed per month. Consumers registered as indigents with the Municipality shall receive free 10 kl of water consumed per month subsidized. Thereafter a stepped tariff per kl as determined by the council from time to time shall be applicable on metered water consumption, as set out in this policy. This stepped tariff means the tariff payable increases as the monthly volumes of water consumed increase.
- * All other domestic consumers shall be charged for actual water consumption at a stepped tariff per kl as determined by the council from time to time.
- * A basic (availability) charge per month shall be charged for undeveloped erven, where municipal services exist, irrespective of their permitted or intended use.

Consumers will however be responsible for ensuring that local municipality valuation rolls are correctly updated where erven have been consolidated or subdivided and developed as the Municipality will levy the availability charges for erven reflected as vacant on the local municipality valuation rolls.

- * The tariff applicable to domestic consumption of water shall not exceed 75% per kl of the tariff applicable to other consumers.
- * A basic (availability) charge, per developed erf as determined by the council from time to time, shall be charged on all water consumers.
- 1. A flat rate, per developed erf for non metered consumers is charged at 6kl of deemed consumption, based on the lowest domestic water tariff for domestic consumers, sports clubs, churches and for other Non-Governmental Organizations. For other debtor types a different flat rate will be applied as determined by council from time to time.

- Undetected Underground Water Leaks – Tariff Rebate;

Rebates shall only be granted in the case of undetected leaks which are underground and not visible to the eye on the property or premises

50% rebate shall be granted for excess water caused by the leak and the consumer be liable for the other 50%. The rebate will only be granted to consumers with the plumbers report/invoice confirming that the leak was underground and it has been fixed.

The increased water consumption emanating from the leak will be determined by establishing the difference between the average consumption of the consumer over the same period in the previous year, or if this is not possible, the estimated consumption of a similar consumer in the same geographical area.

The total period over which the rebated water tariff will extend is limited to 3 billing months or 3 billing periods based on actual water consumption..

All water tariff rebate claims will be subject to the claimant producing a registered plumber certificate indicating the date, location, nature and the steps taken to repair the leak.

The municipality reserves the right to inspect the water reticulation and plumbing system before and after the leak is repaired.

The Director Engineering Services of the municipality has delegated authority to approve any such claim at the discretion of the municipality.

A property or premises shall be limited to the approval of two claims in each twelve month period not exceeding 2 years.

The Municipality may make certain discretionary exceptions to waive the total cost of the higher consumption emanating from the leak for Indigent households and community based organisations or any other low income consumer categories.

Repairing of leaks inside the owners' property will be provided by the municipality in the event the owner or occupant is unable to afford the costs of hiring a plumber. This service will be provided to domestic consumers who are not indigent and a fee for such service will be levied against the customer account. The fee will be a fixed charge as determine by council from time to time. This service will also be provided to indigent consumers at a fee that will eventually be off-setted by the subsidy provided that the consumer is a registered Indigent customer.

A Bulk water supply tariff will be determined by council on an annual basis for the provision of bulk water to consumers external to the Municipality, such as other district municipalities who are dependent or part of their potable water supplies from Amathole District Municipality

8. SANITATION TARIFFS

The categories of sanitation users as set out below shall be charged per month at the applicable tariff as approved by the council in each annual budget.

Tariff adjustments will be effective from 1 July each year.

Subject to such further differentiation as may be made in the tariffs, the general structure of the categories of usage and charges shall be:

- * A basic (availability) charge per month shall be charged for undeveloped erven, where municipal services exist, irrespective of their permitted or intended use. Consumers will however be responsible for ensuring that local municipality valuation rolls are correctly updated where erven have been consolidated or subdivided and developed as the Municipality will levy the availability charges for erven reflected as vacant on the local municipality valuation rolls.
- * A fixed monthly charge based on the costs of the service shall be charged for domestic users.
- * A fixed monthly charge based on the costs of the service per sewer point/toilet shall be charged to all other categories of users as differentiated in the Schedule of Tariffs
- * An effluent fee may further be payable by factories and other industrial users where the wastewater emanating from such users requires special purification measures by the Municipality. Such fees shall be based on the toxic content of the wastewater concerned and the costs of the purification
- * For conservancy tank sanitation services the waste collection charges will be as set out in the municipal tariffs and shall cover a fixed collection rate per load.

“Charges in the removal or collection of conservancy tank contents shall be set out in the municipal tariffs, and shall be based on –

- a. the volume removed or collected, taking into consideration the cost of waste water treatment required;

A special tariff for conservancy tank services should be determined for private customers who collect the contents of their conservancy tank. The tariff should reflect the cost related to the waste water treatment works.

9. MINOR TARIFFS

All minor tariffs shall be approved by the council in each annual budget, and shall, when deemed appropriate by the Municipality, be subsidised by the Levy Replacement Grant and general revenues, particularly when the tariffs will prove uneconomical when charged to cover the cost of the service concerned, or when the cost cannot accurately be determined, or when the tariff is designed purely to regulate rather than finance the use of the particular service or amenity.

All minor tariffs over which the Municipality has full control, and which are not directly related to the cost of a particular service, shall annually be adjusted at least in line with increases in the prevailing consumer price index, unless there are compelling reasons why such adjustment should not be effected.

9.1 The following services shall be considered as subsidised services, and the tariffs levied shall cover 50% or as near as possible to 50% of the annual operating expenses budgeted for the service concerned: **Fire Levy and Availability Fees**

- A Fire Levy charge is raised to all domestic and non-domestic consumers where fire services are immediately available within their towns.
- A Fire Availability Levy charge is raised to all domestic and non-domestic consumers where fire services are not immediately available within their own towns and the response time is greater than 30 minutes for the nearest fire service station.
- A different fixed rate is levied per domestic and non-domestic consumers as determined by council from time to time.
- Fire Levy and Fire Availability Levy are only applicable to the following Local Municipalities:
 - Mbhashe Local Municipality
 - Mnquma Local Municipality
 - Great Kei Local Municipality
 - Ngqushwa Local Municipality
- Fire Levy or Fire Availability is raised to the owner account per ERF.

9.2 Waste Site Management

- Two waste sites are being owned and administered by Amathole District Municipality, one in Mbhashe Local Municipality and the other in Mnquma Local Municipality.
- A fixed monthly charge will be raised to each municipality account as determined by Amathole District Municipality.
- An excess fee will be levied per ton exceeded on the determined threshold of tons to be dumped by each municipality on a monthly basis.

9.3 General

The following services shall be considered as economic services, and the tariffs levied shall cover 100% or as near as possible to 100% of the budgeted annual operating expenses of the service concerned:

- rentals for the use of municipal halls and other premises (subject to the proviso set out below)
- building plan fee
- water, sanitation, new connection fees
- water meter installation fee for non metered consumers
- photo copies and fees
- clearance certificates
- solid waste tariffs

The following charges and tariffs shall be considered as regulatory or punitive, and shall be determined as appropriate in each annual budget:

- water: restrictions (in respect of arrear accounts), disconnection and reconnection fees
- penalty and other charges imposed in terms of the approved policy on credit control and debt collection
- penalty charges for the submission of dishonoured stale, post-dated or otherwise unacceptable cheques.
- penalty on non-compliance of environmental health inspections.
- administration fee of 2,5% on all card payments in excess of R5 000
- water meter installation fees for non metered consumers

The offences and fines shall be considered as violation of the municipal by laws, and shall be determined in each annual budget.

Market-related rentals shall be levied for the lease of municipal properties.

In the case of rentals for the use of municipal halls and premises, if the Municipal Manager is satisfied that the halls or premises are required for non-profit making purposes and for the provision of a service to the community, the municipal manager may waive 50% of the applicable rental.

The Municipal Manager shall determine whether an indemnity or guarantee must in each instance be lodged for the rental of municipal halls and premises and in so determining shall be guided by the likelihood of the Municipality's sustaining damages as a result of the use of the facilities concerned.

ANNEXURE: LEGAL REQUIREMENTS

SECTION I: WATER SERVICES ACT NO. 108 OF 1997

SECTION 10: NORMS AND STANDARDS FOR TARIFFS

A municipality, in its capacity as a water services institution, must apply a tariff for water services which is not substantially different from any norms and standards which the Minister of Water Affairs and Forestry, with the concurrence of the Minister of Finance, has prescribed in terms of the present Act.

SECTION 21: BY-LAW

A municipality, in its capacity as water services authority, must make by-laws which contain conditions for the provision of water services, and which provide for at least the following (inter-alia):

- the standard of the services;
- the technical conditions of supply, including quality standards, units or standards of measurement, the verification of meters, acceptable limits of error and procedures for the arbitration of disputes relating to the measurement of water services provided;
- the determination and structure of tariffs in accordance with Section 10 of the present Act.

If the Municipality, in its capacity as water services authority, has imposed conditions under which water services are provided, such conditions must be accessible to consumers and potential consumers.

If the Municipality, in its capacity as water services authority, provides water for industrial use, or controls a system through which industrial effluent is disposed of, it must make by-laws providing for at least the following:

- the standards of the service;
- the technical conditions of provision and disposal;
- the determination and structure of tariffs.

Cash Management and Investment Policy

PREAMBLE TO THE POLICY

WHEREAS section 152 (1) (b) of the Constitution of the Republic of South Africa, Act 108 of 1996, provides that one of the objects of local government is to ensure that the provision of services to communities occurs in a sustainable manner;

AND WHEREAS section 153 (a) of the Constitution provides that a municipality must structure its administration, budgeting and planning processes to give priority to the basic needs of the community, and to promote the social and economic development of the community;

AND WHEREAS section 195 (1) of the Constitution provides that the public administration must be governed by the democratic values and principles enshrined in the Constitution, including-

- The promotion of the efficient, economic and effective use of resources;
- The provision of services impartially, fairly, equitably and without bias; and
- The fact that people's needs must be responded to.

AND WHEREAS the Municipal Finance Management Act, Act No 56 of 2003, provides for a municipality to collect revenue, open bank accounts, make payments, make investments and make loans;

AND WHEREAS section 6 (2) (c), (e) and (f) of the Municipal Systems Act (Act 32 of 2000) provides that the administration of a municipality must take measures to prevent corruption; give members of a local community full and accurate information about the level and standard of municipal services that they are entitled to receive; and inform the local community about how the municipality is managed, of the costs involved and the persons in charge.

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CHAPTER 1 : DEFINITIONS

For the purpose of this policy, the wording or any expression has the same meaning as contained in the Act, except where clearly indicated otherwise, and means the following:

<i>"Accounting Officer"</i>	The Municipal Manager.
<i>"Act"</i>	The Municipal Finance Management Act No. 56 of 2003.
<i>"Bank"</i>	An institution registered in terms of the Banks Act 1990.
<i>"Chief Financial Officer"</i>	The person appointed by the Council as Chief Financial Officer and includes any person acting in that position or to whom authority is delegated.
<i>"Council"</i>	The municipal council, as referred to in section 157 of the Constitution of the Republic of South Africa (Act 108 of 1996), of the Amathole District Municipality;
<i>"Head of Department"</i>	An official appointed by the Council to manage a directorate of the municipality.
<i>"Investment"</i>	Placing a deposit of funds of a municipality with a financial institution.
<i>"MEC"</i>	Is an acronym meaning the Member of the Provincial Executive Committee responsible for local government affairs.
<i>"Minister"</i>	The Minister of Finance.
<i>"Municipality"</i>	Means the Amathole District Municipality.
<i>"Municipal Manager"</i>	The person appointed by the Council as Municipal Manager and includes any person acting in that position or to whom authority is delegated.

CHAPTER 2 : LEGISLATIVE FRAMEWORK

REQUIREMENTS OF MUNICIPAL FINANCE MANAGEMENT ACT NO 56 OF 2003: -

1. SECTION 7: OPENING OF BANK ACCOUNTS

- 1.1. Every municipality must open and maintain at least one bank account. This bank account must be in the name of the municipality, and all monies received by the municipality must be paid into this bank account or accounts, promptly and in accordance with any requirements that may be prescribed.
- 1.2. A municipality may not open a bank account:
 - otherwise than in the name of the municipality;
 - abroad; or
 - with an institution not registered as a bank in terms of the Banks Act 1990.
- 1.3. Money may be withdrawn from the municipality's bank account only in accordance with the requirements of Section 11 of the present Act.

2. SECTION 8: PRIMARY BANK ACCOUNT

- 2.1. Every municipality must have a primary bank account, and if the municipality has only one bank account that account is its primary bank account. If the municipality has more than one bank account, it must designate one of those bank accounts as its primary bank account.
- 2.2. The following must be paid into the municipality's primary account:
 - all allocations to the municipality;
 - all income received by the municipality on its investments;
 - all income received by the municipality in connection with its interest in any municipal entity;
 - all money collected by a municipal entity or other external mechanism on behalf of the municipality, and;
 - any other monies as may be prescribed.

- 2.3. The accounting officer of the municipality must submit to the national treasury, the provincial treasury and the Auditor-General, in writing, the name of the bank where the primary bank account of the municipality is held, and the type and number of the account. If the municipality wants to change its primary bank account, it may do so only after the accounting officer has informed the national treasury and the Auditor-General, in writing, at least 30 days before making such change.

3. SECTION 9: BANK ACCOUNT DETAILS TO BE SUBMITTED TO PROVINCIAL TREASURIES AND AUDITOR-GENERAL

- 3.1. The accounting officer of the municipality must submit to the provincial treasury and to the Auditor-General, in writing, within 90 days after the municipality has opened a new bank account, the name of the bank where the account has been opened, and the type and number of the account; and annually, before the start of each financial year, the name of each bank where the municipality holds a bank account, and the type and number of each account.

4. SECTION 10: CONTROL OF MUNICIPAL BANK ACCOUNTS

- 4.1. The accounting officer of the municipality must administer all the municipality's bank accounts, is accountable to the municipal council for the municipality's bank accounts, and must enforce compliance with Sections 7, 8 and 11 of the present Act.
- 4.2. The accounting officer may delegate the duties referred to above only to the municipality's Chief Financial Officer.

5. SECTION 11: WITHDRAWALS FROM MUNICIPAL BANK ACCOUNTS

- 5.1. Only the accounting officer or the Chief Financial Officer of the municipality or any other senior financial official of the municipality acting on the written authority of the accounting officer may withdraw money or authorise the withdrawal of money from any of the municipality's bank accounts. Such withdrawals may be made only to:
- defray expenditure appropriated in terms of an approved budget;

- defray expenditure authorised in terms of Section 26(4) (this Section deals with situations in which the budget was not approved on time, and the Province has been compelled to intervene);
- defray unforeseeable and unavoidable expenditure authorised in terms of Section 29(1);
- in the case of a bank account opened in terms of Section 12, make payments from the account in accordance with Section 12(4);
- pay over to a person or organ of state money received by the municipality on behalf of such person or organ of state, including money collected by the municipality on behalf of such person or organ of state by agreement, or any insurance or other payments received by the municipality for such person or organ of state;
- refund money incorrectly paid into a bank account;
- refund guarantees, sureties and security deposits;
- make investments for cash management purposes in accordance with Section 18;
- defray increased expenditure in terms of Section 81; or
- for such other purposes as may be prescribed.

(Note that Section 11(1) does not expressly provide for the withdrawal of monies to pay creditors, where the relevant obligations arose in terms of the previous budget; to repay loans; or to repay consumer deposits).

- 5.2. Any authorisation to a senior financial official to withdraw money or to authorise the withdrawal of money from a bank account must be in accordance with the framework as may be prescribed. The accounting officer may not authorise any official other than the Chief Financial Officer to withdraw money or to authorise the withdrawal of money from the municipality's primary bank account if the municipality has a primary bank account which is separate from its other bank accounts.
- 5.3. The accounting officer must, within 30 days after the end of each quarter, table in the Council a consolidated report of all withdrawals made other than withdrawals to defray expenditure appropriated in terms of the approved budget, and submit a copy of the report to the relevant provincial treasury and the Auditor-General.

6. SECTION 12: RELIEF, CHARITABLE, TRUST OR OTHER FUNDS

- 6.1. No political structure or office bearer of the municipality may set up a relief, charitable, trust or other fund of whatever description, except in the name of the municipality. Only the Municipal Manager may be the accounting officer of any such fund.
- 6.2. A municipality may open a separate bank account in the name of the municipality for the purpose of such relief, charitable, trust or other fund. Money received by the municipality for the purpose of such fund must be paid into the bank account of the municipality, or if a separate bank account has been opened for such fund, into that account.
- 6.3. Money in a separate account opened for such fund may be withdrawn from the account without appropriation in terms of the approved budget, but only by or on the written authority of the accounting officer, acting in accordance with decisions of the Council, and for the purposes for which, and subject to any conditions on which, the fund was established or the money in the fund was donated.

7. SECTION 13: CASH MANAGEMENT AND INVESTMENTS

- 7.1. The Minister, acting with the concurrence of the cabinet member responsible for local government, may prescribe a framework within which municipalities must conduct their cash management and investments, and invest money not immediately required.
- 7.2. A municipality must establish an appropriate and effective cash management and investment policy in accordance with any framework that may be so prescribed.
- 7.3. A bank where the municipality at the end of the financial year holds a bank account, or held a bank account at any time during such financial year, must, within 30 days after the end of such financial year, notify the Auditor-General, in writing, of such bank account, indicating the type and number of the account, and the opening and closing balances of that account in that financial year. The bank must also promptly disclose any information regarding the account when so requested by the national treasury or the Auditor-General.

7.4. A bank, insurance company or other financial institution which the end of the financial year holds, or at any time during the financial year held, an investment for the municipality, must, within 30 days after the end of that financial year, notify the Auditor-General, in writing, of that investment, including the opening and closing balances of that investment in that financial year. Such institution must also promptly disclose any information regarding the investment when so requested by the national treasury or the Auditor-General.

8. SECTION 17: CONTENTS OF ANNUAL BUDGETS AND SUPPORTING DOCUMENTS

- 8.1. The following documents must accompany each tabled draft annual budget (*inter alia*):
- a projection of cash flows for the budget year by revenue source, divided into calendar months
 - particulars of the municipality's investments.

9. SECTION 22: PUBLICATION OF ANNUAL BUDGETS

- 9.1. The accounting officer must make public, immediately after a draft annual budget is tabled, the budget itself and all the prescribed supporting documents, and invite comments from the local community in connexion with such budget (and documents).

10. SECTION 38: NATIONAL AND PROVINCIAL ALLOCATIONS TO MUNICIPALITIES

- 10.1. In order to provide predictability and certainty about the sources and levels of intergovernmental funding for municipalities, the accounting officer of a national or provincial department and the accounting authority of a national or provincial public entity responsible for the transfer of any proposed allocations to a municipality, must by no later than 20 January of each year notify the national treasury or the relevant provincial treasury as may be appropriate, of all proposed allocations and the projected amounts of those allocations to be transferred to each municipality during each of the next 3 financial years.

- 10.2. The Minister or the MEC responsible for finance in the province must, when tabling the national annual budget in the national assembly or the provincial annual budget in the provincial legislature, make public particulars of any allocations due to each municipality in terms of that budget, including the amount to be transferred to the municipality during each of the next 3 financial years.

11. SECTION 37: PROMOTION OF CO-OPERATIVE GOVERNMENT BY MUNICIPALITIES

- 11.1. In order to enable municipalities to include allocations from other municipalities in their budgets and to plan effectively for the spending of such allocations, the accounting officer of every municipality responsible for the transfer of any allocation to another municipality, must, by no later than 120 days before the start of its budget year, notify the receiving municipality of the projected amount of any allocation proposed to be transferred to that municipality during each of the next 3 financial years.

12. SECTION 45: SHORT-TERM DEBT

- 12.1. The municipality may incur short-term debt only in accordance with and subject to the provisions of the present Act, and only when necessary to bridge shortfalls within a financial year during which the debt is incurred, in expectation of specific and realistic income to be received within that financial year; or to bridge capital needs within a financial year, to be repaid from specific funds to be received from enforceable allocations or long-term debt commitments.
- 12.2. The Council may approve a short-term debt transaction individually, or may approve an agreement with a lender for a short-term credit facility to be accessed as and when required, including a line of credit or bank overdraft facility, provided that the credit limit must be specified in the resolution of the Council; the terms of the agreement, including the credit limit, may be changed only by a resolution of the Council; and if the Council approves a credit facility limited to emergency use, the accounting officer must notify the Council in writing as soon as practicable of the amount, duration and cost of any debt incurred in terms of such a credit facility, as well as the options available for repaying such debt.

12.9. The municipality must pay off short-term debt within the financial year in which it was incurred, and may not renew or refinance short-term debt, whether its own debt or that of any municipal entity, where such renewal or refinancing will have the effect of extending the short-term debt into a new financial year.

13. SECTION 46: LONG-TERM DEBT

13.1. A municipality may incur long-term debt only, in accordance with and subject to any applicable provisions of the present Act, and only for the purpose of capital expenditure on property, plant or equipment to be used for the purpose of achieving the objects of local government as set out in Section 152 of the Constitution; or refinancing existing long-term debt subject to the requirements of Section 46(5).

14. SECTION 47: CONDITIONS APPLYING TO BOTH SHORT-TERM AND LONG-TERM DEBT

14.1. The municipality may incur debt only if the debt is denominated in rand and is not indexed to, or affected by, fluctuations in the value of the rand against any foreign currency.

15. SECTION 64: REVENUE MANAGEMENT (EXCERPTS)

15.1. The accounting officer of the municipality is responsible for the management of the revenue of the municipality.

15.2. The accounting officer, must, among other things, take all reasonable steps to ensure that all money received is promptly deposited in accordance with the requirements of the present Act into the municipality's primary and other bank accounts.

15.3. The accounting officer must also ensure that all revenue received by the municipality, including revenue received by any collecting agent on its behalf, is reconciled on at least a weekly basis.

- 15.4. The accounting officer must take all reasonable steps to ensure that any funds collected by the municipality on behalf of another organ of state are transferred to that organ of state at least on a weekly basis, and that such funds are not used for purposes of the municipality.

16. SECTION 65: EXPENDITURE MANAGEMENT (EXCERPTS)

- 16.1. The accounting officer of the municipality is responsible for the management of the expenditure of the municipality.
- 16.2. The accounting officer must take all reasonable steps to ensure, among other things, that payments made by the municipality are made direct to the person to whom they are due, unless agreed otherwise for reasons as may be prescribed, and either electronically or by way of non-transferable cheques, provided that cash payments and payments by way of cash cheques may be made for exceptional reasons only, and only up to a prescribed limit.
- 16.3. The accounting officer must also ensure that all money owing by the municipality is paid within 30 days of receiving the relevant invoice or statement, unless prescribed otherwise for certain categories of expenditure.
- 16.4. The accounting officer must further ensure that the municipality's available working capital is managed effectively and economically in terms of the prescribed cash management and investment framework.

17. POLICY STATEMENT

- 17.1. *The municipality shall at all times manage its banking arrangements and investments and conduct its cash management policy in compliance with the provisions of, and any further prescriptions made by the Minister of Finance in terms of the Municipal Finance Management Act No. 56 of 2003.*
- 17.2. *In terms of Section 60(2) of the Municipal Systems Act No. 32 of 2000 the Council may delegate the authority to take decisions on making investments on behalf of the municipality only to the Executive Mayor, Executive Committee, Municipal Manager or Chief Financial Officer. Such authority is hereby delegated to the Chief Financial Officer;*

CHAPTER 3 : OBJECTIVE OF INVESTMENT POLICY

18. The Council is the trustee of the public revenues, which it collects, and it therefore has an obligation to the community to ensure that the municipality's cash resources are managed effectively and efficiently.
19. The Council therefore has a responsibility to invest these public revenues knowledgeably and judiciously, and must be able to account fully to the community in regard to such investments.
20. The investment policy of the municipality is therefore aimed at gaining the optimal return on investments, without incurring undue risks, during those periods when cash revenues are not needed for capital or operational purposes. The effectiveness of the investment policy is dependent on the accuracy of the municipality's cash management programme, which must identify the amounts surplus to the municipality's needs, as well as the time when and period for which such revenues are surplus.

CHAPTER 4 : EFFECTIVE CASH MANAGEMENT

21. Cash Collection

- 21.1. All monies due to the municipality must be collected as soon as possible, either on or immediately after due date, and banked on a daily basis.
- 21.2. *The unremitting support of and commitment to the municipality's credit control policy, both by the Council and the municipality's officials, is an integral part of proper cash collections, and by approving the present policy the Council pledges itself to such support and commitment.*

22. Payments to Creditors

- 22.1. The Chief Financial Officer shall ensure that all tenders and quotations invited by and contracts entered into by the municipality stipulate payment terms favourable to the municipality, that is, payment to fall due not sooner than the conclusion of the month following the month in which a particular service is rendered to or goods are received by the municipality. This rule shall be departed from only where there are financial incentives for the municipality to effect earlier payment, and any such

departure shall be approved by the Chief Financial Officer before any payment is made.

22.2. In the case of small, micro and medium enterprises, where such a policy may cause financial hardship to the contractor, payment may be effected at the conclusion of the month during which the service is rendered or within fourteen days of the date of such service being rendered, whichever is the later. Any such early payment shall be approved by the Chief Financial Officer before any payment is made.

22.3. Notwithstanding the foregoing policy directives, the Chief Financial Officer shall make full use of any extended terms of payment offered by suppliers and not settle any accounts earlier than such extended due date, except if the Chief Financial Officer determines that there are financial incentives for the municipality to do so.

22.4. The Chief Financial Officer shall not ordinarily process payments, for accounts received, more than once in each week, such processing to take place on or about the end of the week concerned. Wherever possible, payments shall be effected by means of electronic transfers rather than by cheques.

22.5. Special payments to creditors shall only be made with the express approval of the Chief Financial Officer, who shall be satisfied that there are compelling reasons for making such payments prior to the normal week end processing.

23. Management of Inventory

23.1. Each head of department shall ensure that such department's inventory levels do not exceed normal operational requirements in the case of items which are not readily available from suppliers, and emergency requirements in the case of items which are readily available from suppliers.

23.2. Each head of department shall periodically review the levels of inventory held, and shall ensure that any surplus items be made available to the Head of Administration for sale at a public auction or by other means of disposal, as provided for in the municipality's asset management policy.

24. Cash Management Programme

24.1. The Chief Financial Officer shall prepare an annual estimate of the municipality's cash flows divided into calendar months, and shall update this estimate on a monthly basis. The estimate shall indicate when and for what periods and amounts surplus revenues may be invested, when and for what amounts investments will have to be liquidated, and when – if applicable – either long-term or short-term debt must be incurred. Heads of Departments shall in this regard furnish the Chief Financial Officer with all such information as is required in time and in the format indicated.

24.2. The Chief Financial Officer shall report to the Municipal Manager on a monthly basis and to every quarterly Council meeting the cash flow estimate or revised estimate for such reporting period, together with the actual cash flows for the month or period concerned, and cumulatively to date, as well as the estimates or revised estimates of the cash flows for the remaining months of the financial year, aggregated into quarters where appropriate. The cash flow estimates shall be divided into calendar months, and in reporting the Chief Financial Officer shall provide comments or explanations in regard to any significant cash flow deviation in any calendar month forming part of such report. Such report shall also indicate any movements in respect of the municipality's investments, together with appropriate details of the investments concerned.

CHAPTER 5 : INVESTMENT ETHICS

25. The Chief Financial Officer shall be responsible for investing the surplus revenues of the municipality in compliance with any prescriptions made by the Minister of Finance.

26. In making such investments the Chief Financial Officer, shall at all times have only the best considerations of the municipality in mind, and, shall not accede to any influence by investment agents or institutions or any other outside parties.

CHAPTER 6 : INVESTMENT PRINCIPLES

27. Limiting Exposure

- 27.1. Where large sums of money are available for investment the Chief Financial Officer shall ensure that they are invested with more than one institution, wherever practicable, in order to limit the risk exposure of the municipality. To this effect, not more than 20% of Council's investment portfolio should be held with any specific institution. The Chief Financial Officer shall further ensure that, as far as it is practically and legally possible, the municipality's investments are so distributed that more than one investment category is covered (that is, call, money market and fixed deposits).

28. Risk and Return

- 28.1. Although the objective of the Chief Financial Officer in making investments on behalf of the municipality shall always be to obtain the best interest rate on offer, this consideration must be tempered by the degree of risk involved in regard to both the financial institution and the investment instrument concerned. No investment shall be made with an institution where the degree of risk is perceived to be higher than the average risk associated with investment institutions. Deposits shall be made only with registered deposit-taking institutions.

29. Payment of Commission

- 29.1. Every financial institution with which the municipality makes an investment must issue a certificate to the Chief Financial Officer in regard to such investment, stating that such financial institution has not paid and will not pay any commission and has not and will not grant any other benefit to any party for obtaining such investment.

30. Call Deposits and Fixed Deposits

- 30.1. Before making any call or fixed deposits, the Chief Financial Officer, shall obtain investment proposals from at least three financial institutions. Given the volatility of the money market, the Chief Financial Officer, shall, whenever necessary, request quotations telephonically, and shall, if facilities are available, record such telephone conversations and, in any event, immediately write in an appropriate register the

name of the institution, the name of the person contacted, and the relevant terms and rates offered by such institution, as well as any other information which may be relevant (for example, whether the interest is payable monthly or only on maturity, and so forth).

30.2. Once the best investment terms have been identified, written confirmation of the telephonic quotation must be immediately obtained (by facsimile, e-mail or any other expedient means).

30.3. Any monies paid over to the investing institution in terms of the agreed investment (other than monies paid over in terms of chapter 8) shall be paid over only to such institution itself and not to any agent or third party. Once the investment has been made, the Chief Financial Officer shall ensure that the municipality receives a properly documented receipt or certificate for such investment, issued by the institution concerned in the name of the municipality.

31. Restriction on Tenure of Investments

31.1. No investment with a tenure exceeding twelve months shall be made without the prior approval of the Municipal Manager and Executive Mayor.

CHAPTER 7 : CONTROL OVER INVESTMENTS

32. The Chief Financial Officer shall ensure that proper records are kept of all investments made by the municipality. Such records shall indicate the date on which the investment is made, the institution with which the monies are invested, the amount of the investment, the interest rate applicable, and the maturity date. If the investment is liquidated at a date other than the maturity date, such date shall be indicated.

33. The Chief Financial Officer shall ensure that all interest and capital properly due to the municipality are received in time and shall take appropriate steps or cause such appropriate steps to be taken if interest or capital is not fully received or received on time.

34. The Chief Financial Officer shall ensure that all investment documents and certificates are properly secured in a fireproof safe with segregated control over the access to such safe, or are otherwise lodged for safekeeping with the municipality's bankers or attorneys.

CHAPTER 8 : OTHER EXTERNAL INVESTMENTS

35. From time to time it may be in the best interests of the municipality to make longer-term investments in secure stock issued by the national government, Eskom or any other reputable parastatal or institution, or by another reputable municipality. In such cases the Chief Financial Officer must be guided by the best rates of interest pertaining to the specific type of investment which the municipality requires and to the best and most secure instrument available at the time.
36. No investment with a tenure exceeding twelve months shall be made without the prior approval of the Municipal Manager, Executive Mayor and without guidance having been sought from the municipality's bankers or other credible investment advisers on the security and financial implications of the investment concerned.

CHAPTER 9 : BANKING ARRANGEMENTS

37. The Municipal Manager is responsible for the management of the municipality's bank accounts, but may delegate this function to the Chief Financial Officer. The Municipal Manager and Chief Financial Officer are authorised at all times to sign cheques and any other documentation associated with the management of such accounts.
38. In compliance with the requirements of good governance, the Municipal Manager shall open a bank account for ordinary operating purposes, and shall further maintain a separate account for each of the following the administration of the external finance fund and of the asset financing reserve (if these accounts are required). In determining the number of additional accounts to be maintained, the Municipal Manager, in consultation with the Chief Financial Officer, shall have regard to the likely number of transactions affecting each of the accounts referred to. Unless there are compelling reasons to do otherwise, and the Council expressly so directs, all the municipality's bank accounts shall be maintained with the same banking institution to ensure pooling of balances for purposes of determining the interest payable to the municipality.

CHAPTER 10 : RAISING OF DEBT

39. The Municipal Manager is responsible for the raising of debt, but may delegate this function to the Chief Financial Officer, who shall then manage this responsibility in consultation with the Municipal Manager. All debt shall be raised in strict compliance with the requirements of the Municipal Finance Management Act 2003, and only with the prior approval of the Council.
40. Long-term debt shall be raised only to the extent that such debt is provided for as a source of necessary finance in the capital component of the approved annual budget or adjustments budget.
41. Short-term debt shall be raised only when it is unavoidable to do so in terms of cash requirements, whether for the capital or operating budgets or to settle any other obligations, and provided the need for such short-term debt, both as to extent and duration, is clearly indicated in the cash flow estimates prepared by the Chief Financial Officer. Short-term debt shall be raised only to anticipate a certain long-term debt agreement or a certain inflow of operating revenues.

CHAPTER 11 : INVESTMENTS FOR THE REDEMPTION OF LONG-TERM LIABILITIES

42. In managing the municipality's investments, the Chief Financial Officer shall ensure that, whenever a long-term (non-annuity) loan is raised by the municipality, an amount is invested at least annually equal to the principal sum divided by the period of the loan. Such investment shall be made against the bank account maintained for the external finance fund, and shall be accumulated and used only for the redemption of such loan on due date. The making of such investment shall be approved by the Council at the time that the loan itself is approved.
43. If the loan raised is not a fixed term loan, but an annuity loan, the Chief Financial Officer shall ensure that sufficient resources are available in the account maintained for the external finance fund to repay the principal amounts due in respect of such loan on the respective due dates.

CHAPTER 12 : INTEREST ON INVESTMENTS

44. The interest accrued on all the municipality's investments shall, in compliance with the requirements of generally accepted municipal accounting practice, be recorded in the first instance in the municipality's operating account as ordinary operating revenues, and shall thereafter be appropriated, at the end of each month, to the fund or account in respect of which such investment was made.
45. In the case of the external finance fund, the Chief Financial Officer may reduce the amount which must be annually invested to redeem any particular loan by the amount of interest so accrued.
46. If the accrual of interest to the external finance fund, unutilised capital receipts and trust funds results in a surplus standing to the account of any such funds, that is, an amount surplus to the resources required in respect of such funds or accounts, such surplus amount shall be credited by the Chief Financial Officer to the appropriation account and re-appropriated to the asset financing reserve.

Borrowing Policy

The district municipality does not have any loans and has no borrowing policy.

Funding and Reserves Policy

The district municipality does not have a Funding and Reserves

Policy related to Long-Term Financial Planning

The district municipality does not have a policy related to long-term financial planning

2.14 Municipal manager's quality certificate

I, Chris Magwangqana, Municipal Manager of Amathole District Municipality, hereby certify that the annual 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 annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name _____

Municipal manager of Amathole District Municipality (DC12)

Signature _____

Date _____