

BUDGET ADJUSTMENT REPORT 2014/2015 FINANCIAL YEAR

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1. Mayor's Report

Speaker, members of the Executive Committee and all councillors I stand before you today to fulfill the requirement of the Municipal Finance Management Act which prescribes that after the accounting officer has submitted the section 72 report to the Mayor by 25 January of each year, the Mayor must table the same to Council before the end of 31 January.

In preparation for our understanding as EXCO; the Speaker and Senior Management we held a special meeting between 15 and 16 January 2015 to assess the municipal performance based on the review of financial performance and the SDBIP. The document which was tabled on the 27 January 2015 had contained financial performance tables and a detailed service delivery report which was interrogated in our meeting.

1. Resolution

EXTRACT FROM THE MINUTES OF THE SPECIAL COUNCIL MEETING HELD IN THE LIBRARY ACTIVITY ROOM, MURCHISON STREET, HARDING ON TUESDAY 24 FEBRUARY 2015 AT 10H10.

5. REPORTS: MISCELLENEOUS

5.1 2014/2015 ADJUSTMENT BUDGET

The Municipal Manager took members through the item relating to the approval of 2014/2015 Adjustment Budget explaining it in detail.

Councillor AD Ngubo joined the meeting at 10h25. Councillor MP Mteshane joined the meeting at 10h28. Councillor DS Dlamini joined the meeting at 10h35.

Following discussions and clarifications on questions raised, SW Vethe proposed and was seconded by Councillor CZ Skosana. Following which, it was

RESOLVED

5.1.1 That the 2014/2015 Adjusted Operating and Capital Budget is hereby APPROVED.

CERTIFIED AS A TRUE COPY OF THE ORIGINAL

CLLR D NCIKI

ACTING CHAIRPERSON

A. EXECUTIVE SUMMARY

Councilors, in May 2014 Council approved the 2014-2015 budget in line with the MFMA and all budget regulations. An adopted budget and progress can be summarized as follows.

Total Operating Revenue

Description	Approved budget	YTD Actual	YTD Exp/Rev
	2014-2015	(December	
	'000	2014) ′000	
Total Operating	117,490	71,824	61%
Revenue			
Total Operating	117,490	45,353	39%
Expenditure			
Total Capital	31,033	7,426	24%
Budget			

ADJUSTMENTS ON OPEX REVENUE

	REVENUE		
Description	Approved Budget	Movements	Adjust Budget
Refuse	R 1 891 941	(-) R 175 000	R 1 716 941
Disaster	R 0. 00	(+) R 278 213	R 278 213
SEA Grant	R 0. 00	(+) R 256 989	R 256 989
MSIG	R934 000	(+)R 223	R 934 223
FMG	R 1 749 000	(+)R 97	R 1 749 097
LUMS	R 0. 00	(+) R 73 000	R 73 000
Electrification Grant	R 5 000 000	(+)R 2 664 933	R 7 664 933
Sports & Rec Grant	R 0. 00	(+) R 55 439	R 55 439
Public Part Grant	R0. 00	(+) R 57 500	R 57 500
Fines	R71 264	(-) R 56 264	R 15 000
Interest	R2 508 252	(+)R 1000 000	R 3 508 252
Investment			
Other Revenue	105 335 966	(+) R 2 042 828	R 107 378 794
TOTAL	R 117 490 423	(+) R 6 197 956	R 123 688 379

Total Operating Expenditure

Descriptions	Annual Budget	YTD budget	YTD actual
Salaries, Wages and Allowances	45,105,421	22,552,711	18,893,301
Interest expense	127,485	63,742	-
Repairs & maintenance	5,174,972	2,587,486	854,290
Bulk purchases of electricity	26,509,346	13,254,673	11,899,911
Depreciation	5,904,775	2,952,388	-
General expenses	34,668,425	17,334,213	13,705,550
TOTAL EXPENDITURE	117,490,424	58,745,212	45,353,053

Here below is the summary of proposed adjustments on expenditure:

	EXPENDITURE		
Description	Approved Budget	Movements	Adjust Budget
General	R 34 668 425	(+) R 4 630 215	R 39 298 640
Expenses			
Repairs &	R 5 174 972	(+) R 600 000	R 5 774 972
Maintenance			
Depreciation	R 5 904 775	(+) R 1 095 225	R 7 000 000

Total Capital Budget 2014/2015

FUNDING	APPROVED BUDGET	ADJUSTED BUDGET
Disaster Management Grant	-	173,293.68
Small Town Rehabilitation	-	2,143,304.00
Municipal Infrastructure Grant(MIG)	21,121,200.00	21,121,200.00
Rollover-MIG	-	6,965,859.00
Expanded Public Works Programme(EPWP)	100,000.00	100,000.00
Equitable Share Grant	5,074,300.00	3,724,300.01
Financial Management Grant(FMG)	51,000.00	51,000.00
Internal Funding-Shepstone & Turner	1,000,000.00	1,000,000.00
Internal Funding	3,686,700.00	5,595,396.66
TOTAL FUNDING	31,033,200.00	40,874,353.35

OPERATING REVENUE FRAMEWORK

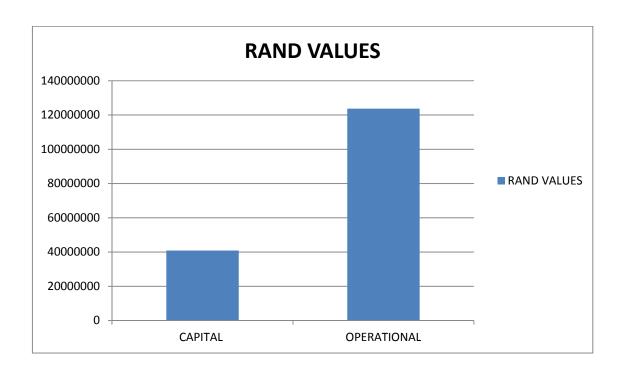
REVENUE

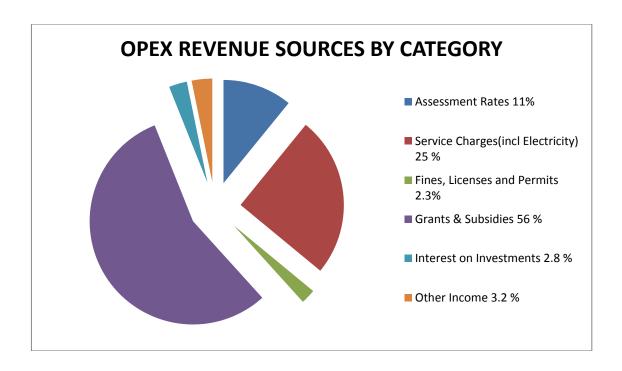
The total adjustment budget amounts to R164, 6 mil this income is derived mainly from government Grants &Subsidies (i.e. MIG & Equitable Share), Interest on Investments and own sources. This has been allocated as follows to the operational and capital budget;

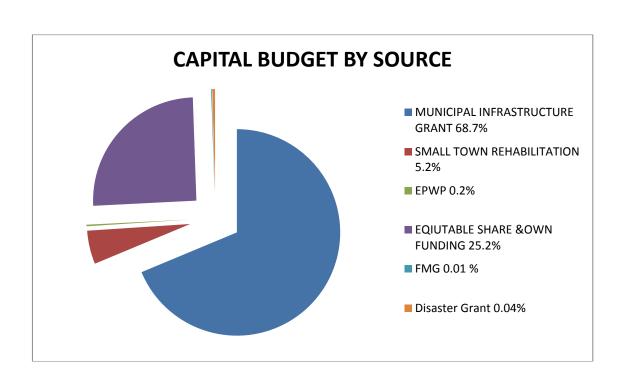
Operational Budget R 123,7 Mil
 Capital Budget R 40,9 Mil

TABLE 1

OPERATIONAL VS CAPITAL BUDGET







Operational Budget

UMUZIWABANTU MUNICIPALITY	ADJUSTED OPERATIONAL BUDGET 2	014/2015								
	SALARIES	GENERAL	REPAIRS &	CAPITAL	TOTAL	ADMIN	BULK	TOTAL	TOTAL	SURPLUS
	& WAGES	EXPENSES	MAINTENANCE	COST	IVIAL	CHARGES	PURCHASES	EXPENDITURE	INCOME	(DEFICIT)
	<u>& WAGES</u>	EAPENSES	WAINTENANCE	<u>wsi</u>		CHARGES	PURCHASES	EXPENDITURE	INCOIVIE	(DEFICIT)
EXECUTIVE AND COUNCIL	6,238,035	3,149,713	77,499		9,465,247			9,465,247	11,614,829.16	2,149,582.2
MUNICIPAL MANAGER	5,836,523	2,133,842			7,970,365			7,970,365	8,122,386.46	152,021.4
BUDGET AND TREASURY	6,107,689	9,839,294	29,325	7,000,000	22,976,308			22,976,308	27,400,759.59	4,424,451.5
CORPORATE SERVICES	3,399,883	4,857,515	98,579	-	8,355,977			8,355,977	4,446,172.50	-3,909,804.2
HUMAN RESOURCE	961,034	169,874	-		1,130,908			1,130,908		-1,130,907.5
INFORMATION TECHNOLOGY	270,732	304,057	106,000	-	680,789			680,789	1,311,759.54	630,970.3
CEMETERY	766,188	161,829	251,660		1,179,677			1,179,677	720,964.30	-458,712.8
LIBRARY	912,384	154,111	25,295		1,091,790			1,091,790	675,265.48	-416,524.2
COMMUNITY HALLS AND FACILITIES	1,764,599	331,493	1,131,543		3,227,635		-	3,227,635	2,463,099.74	-764,534.9
TECHNICAL SERVICES	3,317,213	955,893	31,719	-	4,304,825			4,304,825	2,260,015.82	-2,044,809.3
TOURISM	-	1,504,566	-		1,504,566		-	1,504,566	1,260,618.70	-243,946.9
DISASTER MANAGEMENT	-	391,364	35,227		426,591		-	426,591	794,459.50	367,868.52
ROADS	1,738,600	1,247,846	2,003,497		4,989,943			4,989,943	6,007,090.48	1,017,147.7
VEHICLE LICENSING AND TESTING	4,653,793	941,342	699,913		6,295,049		-	6,295,049	5,182,554.06	-1,112,494.49
PARKS AND GARDENS	2,370,276	249,664	18,670	-	2,638,610		-	2,638,610	2,766,474.32	127,864.3
SPORT GROUNDS & STADIUMS	-	-	135,757	-	135,757			135,757	3,964.40	-131,792.9
FORESTRY	-	-	-				-			-
WORKSHOPS		64,080	7,468		71,548			71,548	149,961.38	78,413.50
	38,336,950	26,456,481	4,652,152	7,000,000	76,445,583			76,445,583	75,180,375.43	-1,265,207.9
ELECTRICITY DISTRIBUTION	2,673,186	11,559,059	712,976	-	14,945,221		26,509,346	41,454,567	41,962,869.64	508,302.6
STREET LIGHTING	119,599	3,321	18,670	-	141,589			141,589	-	-141,589.44
SOLID WASTE	3,665,636	1,226,856	391,174	-	5,283,665			5,283,665	5,572,223.59	288,558.4
HOUSING SCHEMES	310,051	52,923	-	-	362,974			362,974	972,910.40	609,936.2
	6,768,471	12,842,159	1,122,820		20,733,450		26,509,346	47,242,796	48,508,003.63	1,265,207.9
TOTAL OPERATIONAL BUDGET	45,105,421	39,298,640	5,774,972	7,000,000	97,179,033		26,509,346	123,688,379	123,688,379.06	-0.0
	36%									

Capital Budget

2014/2015 CAPEX ADJUSTMENT BY VOTE		
DESCRIPTION	APPROVED BUDGET	TOTAL ADJUSTMENT
INFRASTRUCTURE SERVICES		
ROADS, PAVEMENTS & BRIDGES		
Upgrade of Shepstone & Turner Street	6,000,000.00	6,000,000.00
KwaJali to Mbuthuma Access Road	360,000.00	360,000.00
Upgrade of Shepstone Street	36,370.45	36,370.45
Ngunjini to Mzukelwa Pedestrain Bridge	550,000.00	550,000.00
Upgrading part of Kirk and Musgrave Street	750,000.00	750,000.00
Bhudhlu Access Road	593,505.67	593,505.67
Murshmount to Bashaweni Access Road	650,000.00	650,000.00
Upgrade of KwaMlimi to Emazibukweni	2,618,722.01	2,618,722.01
Ntshangwe to Nyomvela Access Rd-Ward 06	1,855,622.92	1,855,622.92
Upgrade of Livingstone and Hancock Street	2,143,304.00	2,143,304.00
		15,557,525.05
OTHER INFRASTRUCTURE SERVICES		
Waste Management:		
Upgrade of Landfill site	8,405,610.47	8,405,610.47
Fencing:		330,000.00
Picket fencing for Library		80,000.00
Fencing for Transformers-Electricity		250,000.00
Transformer		400,000.00
Mini-Substation		400,000.00
Car ports & Surfacing of parkings		60,000.00
Network infrastructure upgrade		100,000.00
COMMUNITY SERVICES		
Sportsfield & Stadia:		4,871,346.84
Ocingweni Sportsfield	1,100,000.00	1,100,000.00
Santombe Sportfield	3,771,346.84	3,771,346.84
Community Hall:		
Phumza Community Hall	2,825,880.31	2,825,880.31

OPERATIONAL ASSETS		
Furniture & Other Office Equipment:		805,293.68
For Disaster Management		173,293.68
For Council		100,000.00
For Corporate		200,000.00
For Budget & Treasury		100,000.00
For Vehicle Licencing		2,000.00
For Technical Services		100,000.00
Play Detector		130,000.00
Computers-Hardware/Equipment:		300,000.00
For Council		50,000.00
For Corporate Services		250,000.00
General Vehicle:		1,720,000.00
Single Bakkie 4x2	320,000.00	320,000.00
Mayor's Vehicle	,	880,000.00
Admin Vehicle		200,000.00
PMU		320,000.00
Specialised Vehicles:		1,000,000.00
Tipper Truck(10 cube)	850,000.00	850,000.00
Engine Refuse truck		150,000.00
Plant & Equipment: (MATCH VOTE 8150 & 8151)		4,098,697.00
Brush Cutters		77,172.87
Ride on Mower		32,797.62
Grader		3,000,000.00
Tractor Drawn Slasher		34,426.51
Loud Hauler		10,000.00
Vibrator Roller	200,000.00	200,000.00
Sprinklers		20,000.00
Road Marking Machine	150,000.00	150,000.00
Skip bins x5		50,000.00
Skid bins X10		300,000.00
Fibre Glass Ladder		24,300.00
Generator		200,000.00
TOTAL CAPEX	33,180,362.67	40,874,353.35

1. In-Year Budget Statement Tables

				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Yea +2 2016/17
Description	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid. 4	Nat. or Prov. Govt	Other Adjusts. 6	Total Adjusts.	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	Α	A1	B	C	D	E	F	G G	Н		
Financial Performance											
Property rates	10,728	-	-	-	-	-	254	254	10,982	11,641	12,33
Service charges	31,239	-	-	-	-	-	(175)	(175)	31,064	33,113	35,10
Inv estment rev enue	2,508	-	-	-	-	-	1,000	1,000	3,508	2,659	2,81
Transfers recognised - operational	59,167	-	-	-	-	-	9,507	9,507	68,673	61,514	65,44
Other own revenue Total Revenue (excluding capital transfers	13,849 117,490	-	- -	 		-	(4,388) 6,197	(4,388) 6,197	9,461 123,688	8,746 117,672	9,27 124,97
and contributions)	117,490	-	_	_	-	-	0,197	0,197	123,000	117,072	124,97
Employ ee costs	38,856	-	-	-	-	-	12	12	38,867	41,199	43,67
Remuneration of councillors	6,238	-	-	-	-	-	-	-	6,238	6,612	7,00
Depreciation & asset impairment	5,905	-	-	-	-	-	1,095	1,095	7,000	7,420	7,86
Finance charges	105	-	-	-	-	-	56	56	161	170	18
Materials and bulk purchases	27,559	-	-	-	-	-	-	-	27,559	29,123	30,96
Transfers and grants	3,264	-	-	-	-	-	5.024	0	3,264	3,450	3,65
Other expenditure Total Expenditure	35,563 117,491		- -	- -	-	- -	5,036 6,198	5,036 6,198	40,599 123,689	33,475 121,449	35,420 128,76 9
Surplus/(Deficit)	(0)			_	_	_	(1)	(1)	(1)	 	(3,79
Transfers recognised - capital	31,033	_	_	_	_	_	9,841	9,841	40,874	228,555	23,71
Contributions recognised - capital & contributed a	-	_	_	_	_	_	-	-	-		-
Surplus/(Deficit) after capital transfers &	31,033	-	-	-	-	-	9,840	9,840	40,873	224,778	19,92
contributions											
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	31,033	-	-	-	-	-	9,840	9,840	40,873	224,778	19,922
Capital expenditure & funds sources											
Capital expenditure	31,033	-	-	-	-	-	9,841	9,841	40,874	43,327	45,926
Transfers recognised - capital	26,347	-	-	-	-	-	7,932	7,932	34,279	34,064	36,108
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	- 1 000	- 1 000	- , 505	-	-
Internally generated funds	4,687	-	_	_	_	_	1,909	1,909	6,595	24.044	24 109
Total sources of capital funds	31,033	-	_	_	_	_	9,841	9,841	40,874	34,064	36,108
Financial position	20 001						70.547	70 5 47	100 440	100,000	107.04
Total current assets	29,901	1/7.054	-	-	-	-	70,547	70,547	100,448	100,988	107,048
Total non current assets Total current liabilities	168,789 16,167	167,854	_	_	_	-	40,790 13,794	40,790 13,794	208,644 29,961	223,039 31,516	236,422 33,165
Total non current liabilities	5,867	_	_		_	_	4,200	4,200	10,067	3,042	3,22
Community wealth/Equity	449,592	_	_	_	_	_	(178,757)	(178,757)	270,835	211,472	224,160
Cash flows							<u> </u>				
Net cash from (used) operating	20,669	_	_	_	_	_	5,630	5,630	26,298	27,876	29,549
Net cash from (used) investing	(27,352)	_	_	_	_	_	(7,818)	(7,818)	(35,169)	1	(39,517
Net cash from (used) financing	455	-	_	_	_	_	(457)	(457)	(2)	1	(2
Cash/cash equivalents at the year end	18,316	-	-	-	-	-	67,962	67,962	86,278	8,910	1,759
Cash backing/surplus reconciliation				-		-				-	
Cash and investments available	18,316	-	_	_	-	_	67,962	67,962	86,278	91,455	96,942
Application of cash and investments	252,226	-	-	-	-	-	(214,011)	(214,011)	38,215	17,224	18,25
Balance - surplus (shortfall)	(233,910)	-	-	-	-	-	281,973	281,973	48,063	74,231	78,68
Asset Management											
Asset register summary (WDV)	163,332	6,208	-	_	_	-	40,874	40,874	47,082	223,377	236,77
Depreciation & asset impairment	5,905	-	-	-	-	-	1,095	1,095	7,000	7,420	7,86
Renew al of Existing Assets	1,000	-	-	-	-	-	(600)	(600)	400	424	449
Repairs and Maintenance	4,975	-	-	-	-	-	800	800	5,775	5,852	6,05
Free services											
Cost of Free Basic Services provided	103	-	-	-	-	-	-	-	103	103	10:
Revenue cost of free services provided	1,480	-	-	-	-	-	-	-	1,480	1,480	1,48
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Water: Sanitation/sewerage: Energy:	- -	- - -	-	- - -	-	- - -	-	- - -	-	- - -	- -

KZN214 uMuziwabantu - Table B2 Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
		Original Budget	Prior Adjusted 5	Accum. Funds	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	1, 4	Α	A1	В	c	D	E	F	G	H H		
Revenue - Standard												
Governance and administration		49,483	_	_	-	_	_	3,586	3,586	53,069	51,729	54,859
Executive and council		19,423	_	_	_	_	_	314	314	19,737	20,588	21,823
Budget and treasury office		24,302	_	_	_	_	_	3,272	3,272	27,574	25,038	26,566
Corporate services		5,758	-	-	-	-	-			5,758	6,103	6,470
Community and public safety		8,119	-	-	-	-	-	105	105	8,224	8,445	9,167
Community and social services		3,859	-	-	-	-	-	-	-	3,859	4,089	4,550
Sport and recreation		2,770	-	-	-	-	-	-	-	2,770	1	2,944
Public safety		516	-	-	-	-	-	105	105	621	547	580
Housing		973	-	-	-	-	_	-	-	973	1,031	1,093
Health		-	-	-	-	-	_	-	-	-	-	-
Economic and environmental services		13,656	_	-	-	-	-	(56)	(56)	13,600	14,051	14,894
Planning and development		2,260	-	-	-	-	-	-	-	2,260	2,396	2,539
Road transport		11,396	-	-	-	-	-	(56)	(56)	11,340	11,656	12,355
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		45,045	-	-	-	_	-	2,490	2,490	47,535	41,918	44,433
Electricity		39,298	-	-	-	_	-	2,665	2,665	41,963	36,356	38,537
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		5,747	-	-	-	-	-	(175)	(175)	5,572	5,562	5,896
Other		1,188	-	-	-	-	-	73	73	1,261	1,259	1,334
Total Revenue - Standard	2	117,490	-	-	-	-	-	6,198	6,198	123,688	117,403	124,688
Expenditure - Standard												
Governance and administration		43,170	-	-	-	-	-	7,410	7,410	50,580	45,258	48,007
Executive and council		17,295	-	-	-	-	-	141	141	17,436	17,858	18,930
Budget and treasury office		15,518	-	-	-	-	-	7,458	7,458	22,976	16,439	17,459
Corporate services		10,357	-	-	-	-	-	(189)	(189)	10,168	10,961	11,619
Community and public safety		9,922	-	-	_	_	-	(718)	(718)	9,205	10,306	10,924
Community and social services		5,975	-	-	-	-	-	(476)	(476)	5,499	6,121	6,489
Sport and recreation		2,966	-	-	-	-	-	(192)	(192)	2,774	3,144	3,333
Public safety		618	-	-	-	-	-	(50)	(50)	568	655	695
Housing		363	-	-	-	-	-	-	-	363	385	408
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		16,923	-	-	-	-	-	(1,261)	(1,261)	15,661	17,705	18,767
Planning and development		3,865	-	-	-	-	-	440	440	4,305	4,097	4,343
Road transport		13,058	-	-	-	-	-	(1,701)	(1,701)	11,357	13,608	14,424
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		46,451	-	-	-	-	-	287	287	46,738	43,408	46,012
Electricity		40,820	-	-	-	-	-	635	635	41,455	37,969	40,247
Water		=	-	-	-	-	-	-	-	-	-	-
Waste water management		=	-	-	-	-	-	-	-	-	-	-
Waste management		5,631	-	-	-	-	-	(347)	(347)	5,284	5,439	5,765
Other		1,025	-	-	-	-	-	479	479	1,505	1,076	1,141
Total Expenditure - Standard	3	117,490	-	-	-	-	-	6,198	6,198	123,688	117,753	124,851
Surplus/ (Deficit) for the year		(0)	-	-	-	-	-	(0)	(0)	(0)	(350)	(163)

Standard Classification Description	Ref				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousand	1	A	5	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Standard	<u> </u>	А	A1	В	C	D	E	г	G	п		
Municipal governance and administra	tion	49,483					-	3,586	3,586	53,069	51,729	54,85
Executive and council		19,423			_			3,300	314	19,737	20,588	21,82
Mayor and Council		11,615						-	_	11,615	12,312	13,05
Municipal Manager		7,808						314	314	8,122	8,276	8,77
Budget and treasury office		24,302						3,272	3,272	27,574	25,038	26,56
Corporate services		5,758	_	_	_	_	_	-	-	5,758	6,103	6,47
Human Resources		5,750						_	_	5,750	- 0,103	0,47
Information Technology		1,312						_	_	1,312	1,390	1,47
Property Services		1,012							_	- 1,012	1,070	.,
Other Admin		4,446						_	_	4,446	4,713	4,99
Community and public safety		8,119	-					105	105	8,224	8,445	9,16
Community and social services		3,859			<u> </u>			-	- 103	3,859	4,089	4,55
Libraries and Archives		675	_		_	_	_	_	_	675	714	97
Museums & Art Galleries etc		- 0/5						_	_	- 073	/14	7/
Community halls and								-	_		2 411	274
Cemeteries & Crematoriums	1	2,463						-		2,463	2,611	2,76
Child Care		721						-	-	721	764	81
		-							-	-		
Aged Care		-							-	-		
Other Community		-							-	-		
Other Social		-							-	-		
Sport and recreation		2,770						-	-	2,770	2,778	2,94
Public safety		516	-	-	-	-	-	105	105	621	547	58
Police									-	-		
Fire		516						105	105	621	547	58
Civil Defence									-	-		
Street Lighting		-						-	-	-	-	-
Other									-	-		
Housing		973						-	-	973	1,031	1,09
Health		- 1	-	-	-	-	-	-	-	-	-	-
Clinics									-	-		
Ambulance									-	-		
Other									-	_		
Economic and environmental services	s	13,656			-		-	(56)	(56)	13,600	14,051	14,89
Planning and development		2,260	-	-	-	-	-	-	-	2,260	2,396	2,53
Economic		-						-	-	_		
Town Planning/Building		2,260						-	-	2,260	2,396	2,53
Licensing & Regulation		-						-	-	_		
Road transport		11,396	-		-		-	(56)	(56)	11,340	11,656	12,35
Roads		6,007						-	- 1	6,007	5,944	6,30
Public Buses									_	-		
Parking Garages	1								_	_		
Vehicle Licensing and Testing	,	5,239						(56)	(56)	5,183	5,553	5,88
Other-Workshop		150						(30)	(30)	150	159	16
Environmental protection		- 150	_				_	-	-	- 130	139	- 10
Pollution Control		_	-	_	_	_	-	-	_	-		
Biodiversity & Landscape									_	_		
Other									_	_		
Trading services	1	45,045	-		-	_	_	2,490	2,490	47,535	41,918	44,43
Electricity		39,298	-		-		-		2,490	41,963	36,356	38,53
Electricity Distribution		39,298	-	_	_	_	-	2,665		41,963	36,356	
Electricity Generation		34,248						2,665	2,665	41,963	30,330	38,53
Water Water Distribution		-	-	-	-	-	-	-	-	-	-	-
Water Storage									-	-		
-										-		
Waste water management	1	-	-	-	-	-	-	-	-	-	-	-
Sewerage	1								-	-		
Storm Water Management	1								-	-		
Public Toilets									-			
Waste management	1	5,747	-	-	-	-	-	(175)	(175)	5,572	5,562	5,89
Solid Waste		5,747						(175)	(175)	5,572	5,562	5,89

KZN214 uMuziwabantu - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description					Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
	Ref	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
[Insert departmental structure etc]			3	4	5	6	7	8	9	10		
R thousands		Α	A1	В	С	D	E	F	G	Н		
Revenue by Vote	1											
Vote 1 - EXECUTIVE & COUNCIL		19,423	-	-	-	-	-	314	314	19,737	20,588	21,823
Vote 2 - BUDGET & TREASURY		24,302	-	-	-	-	-	3,272	3,272	27,574	25,038	26,566
Vote 3 - CORPORATE SERVICES		9,617	-	-	-	-	-	-	-	9,617	10,193	11,019
Vote 4 - TECHNICAL SERVICES		62,811	-	-	-	-	-	2,539	2,539	65,349	60,166	63,776
Vote 5 - OTHER		1,338	-	-	-	-	-	73	73	1,411	1,418	1,503
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	_	-	-	-	-	_	-
Vote 13 - [NAME OF VOTE 13]		-	_	-	-	_	-	-	-	-	_	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	_	-	-	-	-	_	-
Vote 15 - [NAME OF VOTE 15]		-	_	_	-	_	-	_	-	-	_	-
Total Revenue by Vote	2	117,490		-				6,198	6,198	123,688	117,403	124,688
Expenditure by Vote	1											
Vote 1 - EXECUTIVE & COUNCIL	' '	17,295	_			_	_	141	141	17,436	17,858	18,930
Vote 2 - BUDGET & TREASURY		15,518	_	_	_	_	_	7,458	7,458	22,976	16,439	17,459
Vote 3 - CORPORATE SERVICES		16,331	_	_	_	_	_	(665)	(665)		17,082	18,107
Vote 4 - TECHNICAL SERVICES		67,166	_	_	_	_	_	(1,133)	(1,133)	66,034	65,133	69,041
Vote 5 - OTHER		1,180	_	_	_	_	_	396	396	1,576	1,240	1,314
Vote 6 - [NAME OF VOTE 6]		1,100	_	_	_	_	_	370	370	1,370	1,240	1,314
Vote 7 - [NAME OF VOTE 7]		_	_	_	_	_	_	_	_	_	_	_
Vote 8 - [NAME OF VOTE 8]		_	_	_	_	_	_	_	_	_	_	_
Vote 9 - [NAME OF VOTE 9]		_	_	_	_	_	_	_	_	_	_	_
Vote 10 - [NAME OF VOTE 10]		_	_	_	_	_	_	_	_	_	_	_
Vote 11 - [NAME OF VOTE 11]		_	_	_	_	_	_	_	_	_	_	_
Vote 12 - [NAME OF VOTE 12]			_	_	_	_	_	_	_	_	[
Vote 13 - [NAME OF VOTE 13]		_ [_	_	_	_	_	_	_	_	-	
Vote 13 - [NAME OF VOTE 13]		_	_	_	_	_	_	_	_	_	_	_
Vote 14 - [NAME OF VOTE 14] Vote 15 - [NAME OF VOTE 15]		-	_	_	_	_	_	_	_	-	_	_
	2	117,490						6,198	6,198	123,688	117,753	124,851
Total Expenditure by Vote Surplus/ (Deficit) for the year	2	(0)		-	-	<u>-</u>	-	6, 198	6, 198			

	iwabantu - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B -											
Mata December 1					Ви	ıdget Year 2014	/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Vote Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
[Insert departmental structure etc]		Dauger	3	4	5	6	7	8	9	10	Daugot	Dauger
R thousands		A	A1	В	С	D	E	F	G	Н		
Revenue by Vote	1											
Vote 1 - EXECUTIVE & COUNCIL 1.1 - Executive & Council		19,423 11,615	-	-	-	-	-	314	314	19,737 11,615	20,588 12,312	21,823 13,050
1.2 - Municipal Manager		7,808						314	314	8,122	8,276	8,773
		.,							-	-	-	-,
									-	-		
									-	-		
									-	-		
									-	-		
									_ [_		
									-	_		
Vote 2 - BUDGET & TREASURY		24,302	-	-	-	-	-	3,272	3,272	27,574	25,038	26,566
2.1 - Budget & Treasury		24,302						3,272	3,272	27,574	25,038	26,566
									-	-		
									-	-		
									_ [_		
									-	_		
									-	-		
									-	-		
									-	-		
V-t- 2 CORPORATE SERVICES		0 / 17							-	- 0./17	10 102	11.010
Vote 3 - CORPORATE SERVICES 3.1 - Corporate Services		9,617 4,446	-	-	-	-	-	-	-	9,617 4,446	10,193 4,713	11,019 4,996
3.2 - Human Resources		1,110						_	_	-	-	- 1,770
3.3 - IT		1,312						-	-	1,312	1,390	1,474
3.4 - Library		675						-	-	675	714	972
3.5 - Cemetry		721						-	-	721	764	810
3.6 - Community Halls & Facilities		2,463						-	-	2,463	2,611	2,768
										_		
									_	_		
									-	-		
Vote 4 - TECHNICAL SERVICES		62,811	-	-	-	-	-	2,539	2,539	65,349	60,166	63,776
4.1 - Technical Services		2,260						-	-	2,260	2,396	2,539
4.2 - Parks & Gardens 4.3 - Sportsground & Recreation		2,766 4						_	-	2,766 4	2,773	2,940 4
4.4 - Housing		973						_	_ [973	1,031	1,093
4.5 - Disaster Management		516						105	105	621	547	580
4.6 - Electricity Distribution		39,298						2,665	2,665	41,963	36,356	38,537
4.7 - Street Lightning		-						-	-	-		
4.8 - Roads		6,007						- (5.1)	- (57)	6,007	5,944	6,300
4.9 - Vehicle Lic & Testing 4.10 - Solid Waste		5,239 5,747						(56) (175)	(56) (175)	5,183 5,572	5,553 5,562	5,886 5,896
Vote 5 - OTHER		1,338	-	-	-	-	-	73	73	1,411	1,418	1,503
5.1 - Tourism		1,188						73	73	1,261	1,259	1,334
5.2 - Forrestry									-	-		
5.3 - Workshop		150						-	-	150	159	168
									-	-		
									-	_		
									_	_		
									-	-		
									-	-		
									-	-		
Vote 6 - [NAME OF VOTE 6] 6.1 - [Name of sub-vote]		-	-	-	-	-	-	-	-	-	-	-
o. r - [manie oi sub-vole]									-	_		
									-	_		
									_	_		

KZN214 uMuziwabantu - Table B4 Adjustme	ents	Budget Fina	ıncial Perfoi	mance (rev	enue and ex	penditure)	•					
Description	Ref				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Description	Rei	Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt	Other Adjusts. 8	Total Adjusts.	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	Α	A1	В	С	D	E	F	G	Н		
Revenue By Source												
Property rates	2	10,582	-	-	-	-	-	-	-	10,582	11,217	11,890
Property rates - penalties & collection charges		146						254	254	400	424	449
Service charges - electricity revenue	2	29,347	-	-	-	-	-	-	-	29,347	31,108	32,974
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	1,892	-	-	-	-	-	(175)	(175)	1,717	2,005	2,126
Service charges - other		-							-	-	-	-
Rental of facilities and equipment		48						-	-	48	51	54
Interest earned - external investments		2,508						1,000	1,000	3,508	2,659	2,818
Interest earned - outstanding debtors		-							-	-		
Dividends received		-							-	-		
Fines		71						(56)	(56)	15	70	75
Licences and permits		509						-	-	509	540	572
Agency services		-						-	-	-		
Transfers recognised - operating		59,167						9,507	9,507	68,673	61,514	65,446
Other revenue	2	13,221	-	-	-	-	-	(4, 332)	(4,332)	8,889	8,085	8,570
Gains on disposal of PPE									-	-		
Total Revenue (excluding capital transfers and	T	117,490	-	-	-	-	-	6,197	6,197	123,688	117,672	124,974
contributions)	L.,											
Expenditure By Type												
Employee related costs		38,856	-	-	-	-	-	12	12	38,867	41,199	43,671
Remuneration of councillors		6,238						-	-	6,238	6,612	7,009
Debt impairment		-						159	159	159	169	179
Depreciation & asset impairment		5,905	-	-	-	-	-	1,095	1,095	7,000	7,420	7,865
Finance charges		105						56	56	161	170	181
Bulk purchases		26,509	-	-	-	-	-	-	-	26,509	28,010	29,786
Other materials		1,050						_	-	1,050	1,113	1,179
Contracted services		702	-	-	-	-	-	631	631	1,333	744	789
Transfers and grants		3,264						0	0	3,264	3,450	3,657
Other expenditure		34,861	-	-	-	-	-	4,246	4,246	39,107	32,562	34,453
Loss on disposal of PPE										-		
Total Expenditure		117,491	-	-	-	-	-	6,198	6,198	123,689	121,449	128,769
Surplus/(Deficit)	T	(0)	_		_	_	_	(1)	(1)	(1)		(3,795)
Transfers recognised - capital		31,033						9,841	9,841	40,874	228,555	23,717
Contributions		31,033						7,041	7,041	40,074	220,333	23,717
Contributed assets									-	-		
Surplus/(Deficit) before taxation	1	31,033	_		_		_	9,840	9,840	40,873	224,778	19,922
Taxation		31,033	_	_	_			7,040	7,040	40,073	224,110	17,722
Surplus/(Deficit) after taxation	1	31,033	_	_	_	_	_	9,840	9,840	40,873	224,778	19,922
Attributable to minorities		31,033	-	-	_	_	-	7,040	7,040	40,073	224,110	17,722
Surplus/(Deficit) attributable to municipality		31,033	-	-			-	9,840	9,840	40,873	224,778	19,922
Share of surplus/ (deficit) of associate		31,033	-	-	_	-	-	7,040	7,040	40,073	224,110	17,722
Surplus/ (Deficit) for the year	╁	31,033	-	-	-	-	-	9,840	9,840	40,873	224,778	19,922
outplus (Delicity for the year	<u> </u>	31,033	_	-	_		_	7,040	7,040	40,073	224,110	17,722

KZN214 uMuziwabantu - Table B5 Adjustment Description	Ref					dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Description	Kei	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		А	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Capital expenditure - Vote		A	AI	Ь		, D		Г	G	п		
Multi-year expenditure to be adjusted	2											
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES Vote 5 - OTHER		_	_	_	_	_	_	_	_	_	-	_
Vote 6 - [NAME OF VOTE 6]		_	_	_	_	_	_	_	_	_	_	_
Vote 7 - [NAME OF VOTE 7]		=-	-	-	-	-	-	-	-	=	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11] Vote 12 - [NAME OF VOTE 12]		_	_	_	-	_	-	_	=	=	-	-
Vote 13 - [NAME OF VOTE 13]		-	_	_	_	_	_	_	_	_	_	_
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be adjusted	2											
Vote 1 - EXECUTIVE & COUNCIL		850	-	-	-	-	-	180	180	1,030	1,092	1,157
Vote 2 - BUDGET & TREASURY		300 840	-	-	-	-	-	(150)	(150)	300 690	318 731	337 775
Vote 3 - CORPORATE SERVICES Vote 4 - TECHNICAL SERVICES		29,043	_	_	_	_	_	9,811	9,811	38,854	41,186	43,657
Vote 5 - OTHER		-	_	_	_	_	_		- 1	-		-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		= =	-	-	_	_	_	-	-	-	_	-
Vote 10 - [NAME OF VOTE 10] Vote 11 - [NAME OF VOTE 11]		_	_	_	_	_	_	_	_	_	_	_
Vote 12 - [NAME OF VOTE 12]		-	_	_	-	_	_	_	-	_	_	_
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		- 21 022	-	-	-	-	-	- 0.041	- 0.041	- 40.074	- 42 227	45.00/
Capital single-year expenditure sub-total Total Capital Expenditure - Vote		31,033 31,033	-	-	-	-	-	9,841 9,841	9,841 9,841	40,874 40,874	43,327 43,327	45,926 45,926
Capital Expenditure - Standard		01,000						7,011	7,011	10,071	10,027	10,720
Governance and administration		1,990	_	_	_	_	_	30	30	2,020	2,141	2,270
Executive and council		850						180	180	1,030	1,092	1,157
Budget and treasury office		300						-	-	300	318	337
Corporate services		840						(150)	(150)	690	731	775
Community and public safety		-	-	-	-	-	-	-	-	-	-	-
Community and social services Sport and recreation										_		
Public safety									-	_		
Housing									-	-		
Health									-	-		
Economic and environmental services		27,019	-	-	-	-	-	10,164	10,164	37,183	39,414	41,779
Planning and development Road transport		3,698 23,321						305 9,859	305 9,859	4,003 33,180	4,243 35,171	4,497 37,281
Environmental protection		25,521						7,037	7,037	- 33,100	33,171	37,201
Trading services		2,024	-	-	-	-	-	(353)	(353)	1,671	1,772	1,878
Electricity		1,674						(600)	(600)	1,074	1,139	1,207
Water		-							-	-	-	-
Waste water management Waste management		350						247	- 247	- 597	633	- 671
Other		- 330						241		- 347	-	- 0/1
Total Capital Expenditure - Standard	3	31,033	-	-	-	-	-	9,841	9,841	40,874	43,327	45,926
Funded by:	1											
National Government		26,347						5,789	5,789	32,136	34,064	36,108
Provincial Government		-						2,143	2,143	2,143		
District Municipality									-	-		
Other transfers and grants									-	-		

KZN214 uMuziwabantu - Table B5 Ac	ıjustiile	ans Capital EX	rhenarare Ba	uget by vote		B - idget Year 2014	/15				Budget Year	Budget Year
Vote Description		Original 1	Dri	Ι Δος::			Nat. or Prov.			Adirect	+1 2015/16	+2 2016/17
	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
[Insert departmental structure etc]		, i	3	4	5	6	7	8	9	10		
R thousands		A	A1	В	С	D	E	F	G	Н		
Capital expenditure - Municipal Vote												
Multi-year expenditure appropriation	2											
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-	-	-
1.1 - Ex ecutive & Council 1.2 - Municipal Manager									-	-		
1.2 - Mullicipal Mallayer										_		
									_	_		
									-	_		
									-	-		
									-	-		
									-	-		
									-	-		
V-t- 2 BUDGET & TREACURY									-	-		
Vote 2 - BUDGET & TREASURY 2.1 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-	-
Z.1 - Duuyet & Treasury									-	_		
									_	_		
									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
									-	-		
Vote 3 - CORPORATE SERVICES									-	-		
3.1 - Corporate Services		-	-	-	-	-	-	-	-	_	-	-
3.2 - Human Resources									_	_		
3.3 - IT									_	_		
3.4 - Library									-	-		
3.5 - Cemetry									-	-		
3.6 - Community Halls & Facilities									-	-		
									-	-		
									-	-		
									_	-		
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-		_	-	_
4.1 - Technical Services			_						_	_		
4.2 - Parks & Gardens									-	_		
4.3 - Sportsground & Recreation									-	-		
4.4 - Housing									-	-		
4.5 - Disaster Management									-	-		
4.6 - Electricity Distribution									-	-		
4.7 - Street Lightning									-	-		
4.8 - Roads 4.9 - Vehicle Lic & Testing									-	_		
4.10 - Solid Waste									_	_		
Vote 5 - OTHER		-	-	-	-	-	-	-	-	_	-	-
5.1 - Tourism									-	-		
5.2 - Forrestry									-	-		
5.3 - Workshop									-	-		
									-	-		
									-	-		
									-	-		
									-	_		
									-	_		
									-	_		
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
6.1 - [Name of sub-vote]									-	-		
									-	-		
									-	-		

KZN214 uMuziwabantu - Table B6 Adjustments Budget Financial Position -

Description	Ref				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Description	Kei	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		А	A1	В	С	D	E	F	G	Н		
ASSETS												
Current assets												
Cash		2,120						-	-	2,120	2,247	2,382
Call investment deposits	1	16,196	-	-	-	-	-	67,962	67,962	84,158	89,208	94,560
Consumer debtors	1	11,475	-	-	-	-	-	2,585	2,585	14,060	9,423	9,989
Other debtors									-	-		
Current portion of long-term receivables		440							-	-	110	
Inventory Total current assets		110 29,901					_	70,547	70,547	110 100,448	110	107,048
Total current assets	+	29,901	-	_	_	_	-	70,347	70,347	100,446	100,966	107,046
Non current assets												
Long-term receivables		85						(84)	(84)	1	1	1
Investments		-							-	-		L
Inv estment property		1,686	(319)					-	-	1,367	1,449	1,536
Investment in Associate		-							-	L -		
Property, plant and equipment	1	167,018	168,173	-	-	-	-	40,874	40,874	209,047	221,590	234,885
Agricultural		-							-	-		
Biological		-							-	-		
Intangible		-							-	-		
Other non-current assets	_	-							-	-		
Total non current assets	_	168,789	167,854	-	-	-	-	40,790	40,790	210,415	223,039	236,422
TOTAL ASSETS		198,690	167,854	-	-	-	-	111,337	111,337	310,863	324,028	343,469
LIABILITIES												
Current liabilities												
Bank overdraft									-	-		
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits		497						-	-	497	497	497
Trade and other payables		15,670	-	-	-	-	-	10,249	10,249	25,919	27,474	29,122
Provisions		-						3,545	3,545	3,545	3,545	3,545
Total current liabilities		16,167	-		-	-	-	13,794	13,794	29,961	31,516	33,165
Non current liabilities												
Borrow ing	1	42	-	_	-	-	-	(42)	(42)	-	-	-
Provisions	1	5,825	-	-	-	-	-	4,242	4,242	10,067	3,042	3,224
Total non current liabilities		5,867	-	-	-	-	-	4,200	4,200	10,067	3,042	3,224
TOTAL LIABILITIES		22,034	-	-	-	-	-	17,994	17,994	40,028	34,558	36,389
NET ASSETS	2	176,657	167,854	-	-	-	-	93,343	93,343	270,835	289,470	307,081
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)	1	208,525	_	-	_	-	_	(9,023)	(9,023)	199,502	211,472	224,160
Reserves	1	241,067	_	_	_	-	_	(169,734)	(169,734)	71,333		_
TOTAL COMMUNITY WEALTH/EQUITY	+	449,592	-	_	-	-	-	(178,757)	(178,757)	270,835	211,472	224,160

KZN214 uMuziwabantu - Table B7 Adjustments Budget Cash Flows -

Paradallar	D.f				Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Description	Ref	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
			3	4	5	6	7	8	9	10		
R thousands	ļ.,,	A	A1	В	С	D	E	F	G	Н		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Ratepayers and other		35,755						14,745	14,745	50,500	53,530	56,742
Gov ernment - operating	1	59,194						4,702	4,702	63,895	67,729	71,793
Gov ernment - capital	1	26,296						(4,400)	(4,400)	21,896	23,210	24,602
Interest		2,508						1,000	1,000	3,508	3,719	3,942
Div idends		-							-	-		
Payments												
Suppliers and employees		(102,632)						(10,473)	(10,473)	(113, 105)	(119,891)	(127,085)
Finance charges		(216)						55	55	(161)	(171)	(181)
Transfers and Grants	1	(235)						-	-	(235)	(249)	(264)
NET CASH FROM/(USED) OPERATING ACTIVITIES		20,669	-	-	-	-	-	5,630	5,630	26,298	27,876	29,549
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									-	_		
Decrease (Increase) in current debtors		(5)						5,710	5,710	5,705	6,047	6,410
Decrease (increase) other non-current receivables		()						1	1	1		
Decrease (increase) in non-current investments									_	_		
Payments												
Capital assets		(27,347)						(13,528)	(13,528)	(40,874)	(43,327)	(45,926)
NET CASH FROM/(USED) INVESTING ACTIVITIES	 	(27,352)	-	-	-	-	-	(7,818)	(7,818)	(35,169)	(37,280)	(39,517)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									_	_		
Borrowing long term/refinancing									_	_		
Increase (decrease) in consumer deposits		497						(499)	(499)	(2)	(2)	(2)
Payments		771						(477)	(477)	(2)	(2)	(2)
Repayment of borrowing		(42)						42	42	_		
NET CASH FROM/(USED) FINANCING ACTIVITIES	╁	455			-		-	(457)	(457)	(2)	(2)	(2)
NET INCREASE/ (DECREASE) IN CASH HELD	 	(6,228)		_	_			(2,645)	<u>`</u>	(8,873)	(9,406)	
Cash/cash equivalents at the year begin:	2	24,544	_	-	-	-	-	70,607	70,607	95,151	18,316	11,729
	2								L			
Cash/cash equivalents at the year end:	2	18,316	-	-	_	-	_	67,962	(2,645)	86,278	8,910	1,759

KZN214 uMuziwabantu - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2014/15							Budget Year +1 2015/16	Budget Year +2 2016/17		
Description	Kei	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	В	С	D	E	F	G	Н		
Cash and investments available												
Cash/cash equivalents at the year end	1	18,316	-	-	-	-	-	67,962	67,962	86,278	8,910	1,759
Other current investments > 90 days		(0)	-	-	-	-	-	1	1	1	82,545	95,184
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		18,316	-	-	-	-	-	67,962	67,962	86,278	91,455	96,942
Applications of cash and investments												
Unspent conditional transfers		16,576	-	-	-	-	-	649	649	17,225	18,259	19,354
Unspent borrowing		-						-	-	-		
Statutory requirements		231						(231)	(231)	-	245	259
Other working capital requirements	2	(5,648)	-					(1,002)	(1,002)	(6,650)	(1,279)	(1,356)
Other provisions		-						27,639	27,639	27,639		
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		241,067	-					(241,067)	(241,067)	-	-	-
Total Application of cash and investments:		252,226	-	-	-	-	-	(214,011)	(214,011)	38,215	17,224	18,257
Surplus(shortfall)		(233,910)	-	-	-	-	-	281,973	281,973	48,063	74,231	78,685

					Bu	dget Year 201	4/15				Budget Year +1 2015/16	Budget Year +2 2016/17
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
	Щ	А	A1	В	С	D	E	F	G	Н		
Household service targets Water:												
Piped water inside dwelling									_	_		
Piped water inside yard (but not in dwelling)									-	-		
Using public tap (at least min.service level)	2								-	-		
Other water supply (at least min.service level)									-	-		
Minimum Service Level and Above sub-total Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	_	-	-
Other water supply (< min.service level)	3,4								-	-		
No water supply									-	-		
Below Minimum Servic Level sub-total Total number of households	5					-	-	-	-	-	-	
	o l	-	_	_	_	_	_	-	_	-	_	_
Sanitation/sewerage: Flush toilet (connected to sewerage)									_	_		
Flush toilet (with septic tank)									-	-		
Chemical toilet									-	-		
Pit toilet (ventilated)									-	_		
Other toilet provisions (> min.service level) Minimum Service Level and Above sub-total												
Bucket toilet									-	-		
Other toilet provisions (< min.service level)									-	-		
No toilet provisions Below Minimum Servic Level sub-total		-	_	_	_	_	_	_	-	-	-	-
Total number of households	5					-	 	-	-	-		-
Energy:												
Electricity (at least min. service level)		2,003						0	-	2,003	2,003	2,003
Electricity - prepaid (> min.service level)		2,269						0	-	2,269	2,269	2,269 4,272
Minimum Service Level and Above sub-total Electricity (< min.service level)		4,272	-	-	-	-	-	-	_	4,272	4,272	4,272
Electricity - prepaid (< min. service level)									-	-		
Other energy sources									-	-		
Below Minimum Servic Level sub-total Total number of households	5	4,272	-		-	-	-	-	-	4,272	4,272	4,272
Refuse:		,,								,,,,,,,	,,	,,
Removed at least once a week (min.service)		2003						0	-	2,003	2,003	2,003
Minimum Service Level and Above sub-total		2,003	-	-	-	-	-	-	-	2,003	2,003	2,003
Removed less frequently than once a week Using communal refuse dump									-	_		
Using own refuse dump									_	_		
Other rubbish disposal									-	-		
No rubbish disposal									-	-		
Below Minimum Servic Level sub-total Total number of households	5	2,003	-	-		-	-	-	-	2,003	2,003	2,003
	_											
Households receiving Free Basic Service Water (6 kilolitres per household per month)	15								_	_		
Sanitation (free minimum level service)									-	-		
Electricity/other energy (50kwh per household p	er mo							0	-	5,000	5,000	5,000
Refuse (removed at least once a week)	41	250						0	-	250	250	250
Cost of Free Basic Services provided (R'000) Water (6 kilolitres per household per month)	16								_	_		
Sanitation (free sanitation service)									_	-		
Electricity/other energy (50kwh per household p	er mo							-	-	70		70
Refuse (removed once a week) Total cost of FBS provided (minimum social p) acka	33 103					_	-	-	33 103	33 103	7 33 103
Highest level of free service provided	Jacka	103					ļ			103	103	103
Property rates (R'000 value threshold)		180						0	-	180,000	180	180
Water (kilolitres per household per month)		-						0	-	-	.50	.30
Sanitation (kilolitres per household per month)		-						0	-	-		
Sanitation (Rand per household per month) Electricity (kw per household per month)		- 50						0	-	- 50	50	50
Refuse (average litres per week)		67						0	-	67	67	67
Revenue cost of free services provided (R'000)	17											
Property rates (R15 000 threshold rebate)		306						-	-	306		306
Property rates (other exemptions, reductions and	d reba	1,156						-	-	1,156	1,156	1,156
Water Sanitation									-	_		
Electricity/other energy		8						-	-	8	8	8
Refuse		11						-	-	11	11	11
Municipal Housing - rental rebates Housing - top structure subsidies	6								-	_		
riousing - top structure substities	1 0								_	ı -		

PART 2 – SUPPORTING DOCUMENTATION

Operating Revenue Expenditure Framework

Operating Revenue

Descriptions	Annual Budget	YTD budget	YTD actual
Rates	13,439,196	6,719,598	9,378,561
Service charges (Electricity)	29,346,807	14,673,404	13,342,523
Refuse removal	1,891,941	945,971	858,403
Rental	47,700	23,850	22,500
Fines	71,264	35,632	7,208
Testing centre income	2,483,465	1,241,732	955,542
Vehicle Licencing	352,265	176,132	214,379
Grants and subsidies	65,516,500	32,758,250	43,945,761
Interest on investment	2,508,252	1,254,126	1,876,398
Other revenue	1,833,033	916,517	1,223,354
TOTAL REVENUE	117,490,423	58,745,212	71,824,627

Operating Expenditure

Descriptions	Annual Budget	YTD budget	YTD actual
Salaries, Wages and Allowances	45,105,421	22,552,711	18,893,301
Interest expense	127,485	63,742	-
Repairs & maintenance	5,174,972	2,587,486	854,290
Bulk purchases of electricity	26,509,346	13,254,673	11,899,911
Depreciation	5,904,775	2,952,388	-
General expenses	34,668,425	17,334,213	13,705,550
TOTAL EXPENDITURE	117,490,424	58,745,212	45,353,053

i) Operating Revenue and expenditure Adjustment Budget

Total Operating Revenue

The operating revenue budget that was approved by Council is R117, 490 million and the actual revenue collected for the period ended 31 December 2014 is R71, 824 million which is 61 per cent of the total revenue budget .This has resulted in over collection being projected for the whole year and an upward adjustment of R 6,197 million has been proposed as it has been reflected on this budget adjustment, that shall make our total revenue for the year under review to be R 123,688 mil.

	REVENUE		
Description	Approved Budget	Movements	Adjust Budget
Refuse	R 1 891 941	(-) R 175 000	R 1 716 941
Disaster	R 0. 00	(+) R 278 213	R 278 213
SEA Grant	R 0. 00	(+) R 256 989	R 256 989
MSIG	R934 000	(+)R 223	R 934 223
FMG	R 1 749 000	(+)R 97	R 1 749 097
LUMS	R 0. 00	(+) R 73 000	R 73 000
Electrification Grant	R 5 000 000	(+)R 2 664 933	R 7 664 933
Sports & Rec Grant	R 0. 00	(+) R 55 439	R 55 439
Public Part Grant	R0. 00	(+) R 57 500	R 57 500
Fines	R71 264	(-) R 56 264	R 15 000
Interest	R2 508 252	(+)R 1000 000	R 3 508 252
Investment			
Other Revenue	105 335 966	(+) R 2 042 828	R 107 378 794
TOTAL	R 117 490 423	(+) R 6 197 956	R 123 688 379

Total Operating Expenditure

The operating expenditure that was approved by Council is R117, 490 million and the actual expenditure for the period ended 31 December 2014 is R45, 353 million which is 39 per cent of the total operating expenditure budget. This is good as the municipality managed to contain operational expenditure within the available budget. However, there is a slight increase proposed on operating expenditure as a result of:

- Electricity Grant R2 664 933
- Disaster management fund of R 278 213
- Refuse (R 278 213)
- MSIG R 223
- FMG R 97
- LUMS R 73000
- Sports and Recreation R55 439
- Public Participation Grant R 57 500
- Fines (R56 264)

- Interest on Investment R 1000 000
- Minor additions to votes that had either been exhausted or showing higher expenditure than anticipated R 2 321 359.

Here below is the summary of adjustments on expenditure:

	EXPENDITURE		
Description	Approved Budget	Movements	Adjust Budget
General	R 34 668 425	(+) R 4 781 261	R 39 449 686
Expenses			
Repairs &	R 5 174 972	(+) R 600 000	R 5 774 972
Maintenance			
Depreciation	R 5 904 775	(+) R 1 095 225	R 7 000 000

BELOW LISTED ARE THE ADJUSTED LINE ITEMS AS PER THE SUMMARY

2014/2015 OPERATIONAL E	XPENDI	TURE BY V	OTE & CA	ΓEGORY		
			0.12 0.0.1			
	VOTES	PROJECTED	YTD ACTUAL	YTD BALANCE	MOVEMENT	ADJUSTMENT
		FOR	31-Dec-14	31-Dec-14		FOR
		2014/2015		MOVEMENT		2014/2015
GENERAL EXPENSES						
EXECUTIVE & COUNCIL						
Special Programmes - Arts & Culture	7,012	134,196	150,920	(16,724)	16,724	150,920
Special Programmes - Senior Citizens	7,013	106,000	97,439	8,561	5,000	111,000
Subscriptions (Salga)	6,980	381,827	500,000	(118,173)	118,173	500,000
Caucus	7,018	111,830	45,316	66,514		111,830
Indigent Burials	7,017	-	1,200	(1,200)	1,200	1,200
MUNICIPAL MANAGER						
Conferences & Seminars	7,191	179,388	167,659	11,730	100,000	279,388
IDP GRANT	7,026	-		-	57,500	57,500
BUDGET & TREASURY						
Audit Fees-Auditor General(AG)	7,082	1,400,000	706,684	693,316	500,000	1,900,000
Conferences & Seminars	7,191	122,929	100,879	22,050	30,000	152,929
Printing & Stationery	6,790	,	-4,700	,	4,700	4,700
Municipal Systems Improvenment Gr	6,522	934,000	31,907	902,093	222	934,222
Finance Management Grant(FMG)	6,260	1,749,000	1,177,829	571,171	96	1,749,096
LIBRARY						
Subscriptions (Newspapers)	6,980	11,202.08	22,103.81	(10,902)	25,000.00	36,202
DISASTER MANAGEMENT & PUBLIC	SAFFTY					
Disaster Management (UGU)	0,11211				127,167	127,167
PLANNING &DEVELOPMENT						
Spatial Development Framework(SDF	6,598	_		_	300,000.00	300,000
Town Planning Scheme	6,664	-		_	130,000.00	130,000
Town planning(CBD & LUMS)	6,664	-		-	49,500.00	49,500
ELECTRICITY DISTRIBUTION						
ELECTRICITY DISTRIBUTION	7 027	E 000 000	2.050.207	2.040.702	2 664 022	7 664 022
Upgrade of Electricity	7,027	5,000,000	2,950,207	2,049,793	2,664,933	7,664,933
TECHNICAL SERVICES						
Municipal Infrastructure Grant-PMU	6,992	274,800.00	565,893.23	(291,093)	500,000.00	774,800
	3,332	27 1,000.00	505,055.25	(231,033)	4,630,215.00	774,000
REPAIRS & MAINTENANCE						
VEHICLE LICENSING & TESTING						
Plant & Equipment	7,240	7,487	2,382	5,105	600,000	607,487
SOLID WASTE						
Land fill Site	7,245	190,111		190,111	-150,000	40,111
Transport	7,350	192,361	191,086	1,275	150,000	342,361
·		,	, -	,	600,000	

ii) Investment Portfolio Analysis

Cash and Investments

<u>Primary Bank Account</u>: As at the end of December 2014 the municipality had R 3 002 988.94 in the primary bank account. This account is held with Nedbank.

<u>Investments</u>: the municipality had total amount of investments as at the end of the December 2014 of R88 055 844.23 . All these investments are held between FNB and Nedbank.

Interest on Investments

Interest Received on Investments has been higher than that anticipated in the budget with a Year to Date percentage receipt of 149 % (R 1 876 398 vs. R 1 254 126). R 1000 000.00 upward projection on the approved figure based on the remaining six months cash flow forecasting and current commitments.

The following information presents the short term investments balances broken down per investment type as at 31 December 2014

			Type of Investment	Expiry date of	Accrued	Yield for the	Market value at	Change in	Market value
Investments by maturity		Period of		investment	interest for	month 1	beginning of	market value	at end of the
Name of institution & investment ID	Ref	Investment			the month	(%)	the month		month
R thousands		Yrs/Months							
Municipality									
FNB-61240006266		N/A	CALL ACC	NO MATURITY DATE	1,046.14	2.7%	456,203.87		457,250.01
FNB-71460300059		4 MONTHS	FIXED DEPOSIT	11/26/2014	59,177.96	6.2%	12,554,465.37		12,613,643.33
NEDBANK-037165015337/01		N/A	DAILY CALL	NO MATURITY DATE	736.69	5.6%	156,286.62		157,023.31
NEDBANK-037165014802/01		N/A	DAILY Call	NO MATURITY DATE	670.38	5.6%	142,219.60		142,889.98
NEDBANK-037165014802/16		N/A	DAILY CALL	NO MATURITY DATE	29.03	5.6%	6,159.12		6,188.15
NEDBANK-037165018956/01		N/A	DAILY CALL	NO MATURITY DATE	29,392.50	5.6%	6,235,549.35		6,264,941.85
NEDBANK-037165016856/13		N/A	DAILY CALL	NO MATURITY DATE	104,465.75	6.2%	10,000,000.00	-10,104,465.75	
NEDBANK-037165016856/11		N/A	DAILY CALL	NO MATURITY DATE	152,959.38	6.3%	7,000,000.00	-7,152,959.38	
NEDBANK-037165016856/14		4 MONTHS	4 MONTHS DEPOSIT	1/16/2014	7,963.44	6.5%	1,689,425.69		1,697,389.13
NEDBANK-037165013008/19		4 MONTHS	4 MONTHS DEPOSIT	1/16/2014	-	6.5%	26,459,093.34		26,459,093.34
NEDBANK-037165016856/20		4 MONTHS	4 MONTHS DEPOSIT	4/30/2015	-	6.5%	10,104,465.75		10,104,465.75
NEDBANK-037165016856/17		32 DAYS	32 DAY SEPOSIT	1/6/2015	-	6.1%	7,152,959.38		7,152,959.38
NEDBANK-037165016856/18		4 MONTHS	4 MONTHS DEPOSIT	4/8/2015	-	6.6%	20,000,000.00		20,000,000.00
NEDBANK-037165016856/19		60 DAYS	60 DAYS DEPOSIT	2/5/2015	-	6.4%	3,000,000.00		3,000,000.00
Municipality sub-total					356,441.27		104,956,828.09	-17,257,425.13	88,055,844.23

iii) UNFORESEEN, UNAVOIDABLE EXPENDITURE &, IRREGULAR AND UNAUTHORISED EXPENDITURE

It is encouraging to report that no unforeseen, unavoidable, irregular and unauthorized expenditure occurred up to 31 December 2014.

iv) Allocation and Grant Receipts and Expenditure

Operational Grants

Operational Grants					
GRANT	BUDGET	YTD	BALANCE	% OF	NEW/ROLLED
DESCRIPTION		MOVEMENT		YTD	GRANT
EQUITABLE	R 57 402	R37 998	R19 403	66.20%	NEW
SHARE	589	700	889		
FMG - GRANT	R 1 749	R 1 248	R 500	71%	NEW
	000	000	634		
LIBRARY -	R 661 000	R 661 000	R 0	100%	NEW
GRANT					
MIG -PMU	R774 800	R 565 893	R208 907	73%	NEW
EPWP INCENTIVE	R 900 000	R 537 870	R 362	60%	NEW
- GRANT			130		
DISASTER	R278 213	R0	R 278	0%	NEW
MANAGEMENT			213		
SEA GRANT	R 256 989	R 0	R 0	0%	ROLLED
LUMS- GRANT	R 73 000	R 0	R 0	0%	ROLLED
MSIG - GRANT	R 934 000	R 46 126	R 887	4.9%	NEW
			874		
ELECTRIFICATION	R 5000	R 2 950	R2 049	59%	NEW
GRANT	000	206	793		
ELECTRIFICATION	R2 664	R0	R0	0%	ROLLED
GRANT	933				
IDP GRANT	R 57 500	R0	R57 500	0%	ROLLED
GOVT EXPERT	R7889	R0	R7889	0%	ROLLED
	R55 439	R55 439	R0.00	100%	ROLLED
SPORTS &					
RECREATION					

Capital Grants & Subsidies Receipts

GRANT DESCRIPTION	BUDGET	YTD MOVEMENT	BALANCE	% OF YTD
MUNICIPAL INFRASTRUTURE GRANT (MIG)	R21 121 200	R 8 125 896.77	R 12 995 032	38.47%
MUNICIPAL INFRASTRUTURE	R 6 989 859	R 0	R 6 965 859	0%
GRANT (MIG) ROLL OVER	R 28 111 059		R 22 710 458	19.21%
COGTA – SMALL TOWN REHAB GRANT ROLL OVER	R 2 143 304	R 1 219 490	R 923 814	56%
EPWP- GRANT	R 100 000	R 0	R 100 000	0%
FMG	R 51 000	R 0	R 51 000	0%
EQUITABLE SHARE	R5 074 300	(-R) 1 721 359	R 3 352 941	0%

Grants and Subsidies Received								
Name of								
Grants	Unspent at	July	Oct	Total	July	Oct	Total	Unspent at
	beginning	to	to	31-Dec-14	to	to	Expenditure	end
	of year	Sept	Dec		Sept	Dec	For The	of Dec
		2014	2014		2014	2014	First Quarter	2014
		1	2		1	2		
ESKOM	7,664,933			7,664,933	-	2,637,699	2,637,699	5,027,234
MSIG	222	934,000		934,222	46,126		46,126	888,096
Strategic Environment Assessment	256,989			256,989			-	256,989
Small Town Rehabilitation	2,143,304			2,143,304		1,219,490	1,219,490	923,814
Library Grant-ARTS & CULTURE	-	535,000		535,000	151,292	234,839	386,131	148,869
Cyber	-	126,000		126,000	28,718	56,263	84,980	41,020
Finance Management Support	96	1,800,000		1,800,096	689,900	558,466	1,248,366	551,730
Lums	73,000			73,000			-	73,000
IDP	57,500			57,500			-	57,500
MIG	6,965,859	7,000,000	8,175,000	22,140,859	4,537,745	4,154,045	8,691,790	13,449,069
Government Expectations	7,890			7,890			-	7,890
EPWP	-	400,000	300,000	700,000	249,026	288,841	537,867	162,133
Disaster Management	-		278,213	278,213			-	278,213
Sports & Recreation	55,439			55,439	42,788	12,651	55,439	0
	17,225,232	10,795,000	8,753,213	36,773,444	5,745,593	9,162,294	14,907,888	21,865,557

v) Councilors Allowances and Employee Benefits

Salaries Wages and Allowances

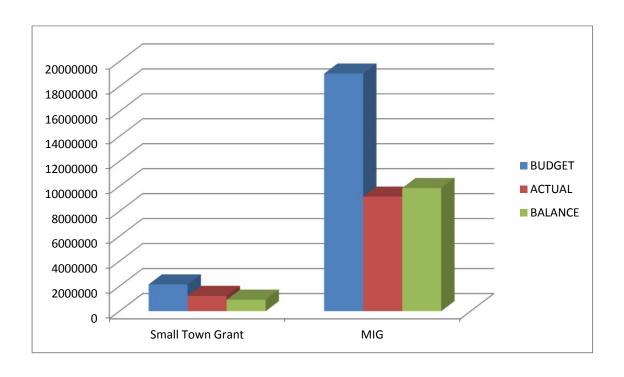
Table 4: Salaries Wages and Allowances

DESCRIPTION	BUDGET	YTD	BALANCE	
		Expenditure		%
SALARIES &	R 38 867 387	R15 966 402	R 22 900 985	
WAGES				41%
COUNCILLOR	R 6 238 035	R 2 926 900	R 3 311 135	
ALLOWANCES				47%
TOTAL	R45 105 421	R 18 893 301	R26 212 120	42 %

The total annual budget for salaries and allowances (including councillor allowances) is R45m. As at the end of December 2014, R18.8m had been spent. This is 42% of the budgeted amount and it is 8 % below an amount which had been projected.

The expenditure on Salaries Wages and Councillor Allowances has averaged 47% for a period of 6 months. The late commencement date of some vacant posts can be attributed to the lower than anticipated YTD. The Councillor allowances are slightly below the projected figure and the budget balance will be more than sufficient to cater for the increases retrospectively as the draft Gazette is not yet published for the new upper limits.

vi) Capital Programme Performance



FUNDING	APPROVED BUDGET	ADJUSTED BUDGET
Disaster Management Grant	-	173,293.68
Small Town Rehabilitation	-	2,143,304.00
Municipal Infrastructure Grant(MIG)	21,121,200.00	21,121,200.00
Rollover-MIG	-	6,965,859.00
Expanded Public Works Programme(EPWP)	100,000.00	100,000.00
Equitable Share Grant	5,074,300.00	3,724,300.01
Financial Management Grant(FMG)	51,000.00	51,000.00
Internal Funding-Shepstone & Turner	1,000,000.00	1,000,000.00
Internal Funding	3,686,700.00	5,595,396.66
TOTAL FUNDING	31,033,200.00	40,874,353.35

LEGISLATION COMPLIANCE

- The Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) became effective on 1 July 2004. Elements of the act have been phased in according to capacity of each municipality high, medium and low.
- The LG:MFMA has introduced significant changes to the financial management of local government. One of the main changes in budget preparation is that the single year, line item budgeting which was a common feature of the previous practices has been replaced by multi-year budgeting at a more strategic level.
- The LG: MFMA aim to modernize budget and financial practices at all spheres of government, thereby facilitating effective service delivery. The general public plays an important role in ensuring a budget is set to reflect targeted service delivery. For example, during the budget preparation process, Section 21 of the LG: MFMA requires communities and residents within the municipal jurisdiction to be part of the Budget and Integrated.
- Development Planning (IDP) processes. Section 8 of this report describes how this has been achieved.
- Communities can also monitor the performance of the approved budget through regular reporting of the Service Delivery & Budget Implementation Plan (SDBIP) and the performance contracts of senior manager. These are prepared at the same time as the budget, thus ensuring alignment at the start of the financial year. Section 15 of this report provides some detail of the departmental SDBIP's that have been prepared. These highlight the key service delivery and performance targets that senior managers are accountable for.
- Some of the key budget reforms encapsulated within the LG: MFMA, that UMUZIWABANTU has applied, are:
 - Forward looking, multi-year budgets with strategic focus;
 - Clear links between budget allocations and agreed policies:
 - Improved integration of budget and planning processes;
 - Improved in-year reporting according to vote/function;
 - Improved financial management information;
 - Improvements to procurement and Supply Chain Management policies and processes;

The LG: MFMA implementation is monitored through regular reporting including:

- Quarterly reviews of LG: MFMA implementation plans and 12 urgent implementation priorities checklist;
- Monthly returns to National Treasury and monthly reports to Mayor and Council, as required by Section 71;

- Publication of information on the municipalities website (www.umuziwabantu.org.za) and
- Mid-year budget and performance assessment as required by Section 72

The Budget and Medium Term Revenue and Expenditure Framework (MTREF) was prepared taking cognizance of the contents of the Municipal budget and reporting regulations, Local Government: Municipal Finance Management Act No 56 of 2003, Circular No. 51 and the LG:MFMA Budget Formats Guide received from National Treasury.

- The objective of the regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities and municipal entities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate.
- lines of responsibility in the budgeting and reporting processes of those institutions and other relevant matters as required by the Act.

vii) Municipal Manager's Quality Certificate

Municipal Manager's quality certificate

I, Mr. SD Mbhele, Municipal Manager of UMUZIWABANTU MUNICIPALITY, hereby certify that the 2014-2015 Budget Adjustment Report 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 : Mr. Sazi Darius Mbhele

Municipal Manager of UMUZIWABANTU MUNICIPALITY (KZN214)

Signature _____

Date : 25th February 2015