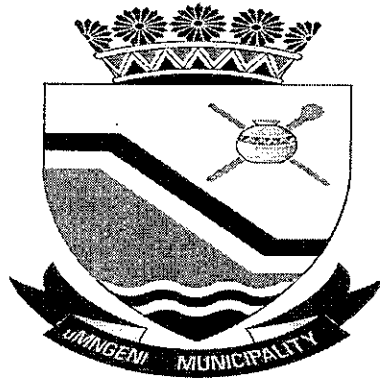


**ADJUSTMENTS BUDGET OF  
UMNGENI MUNICIPALITY**



**2014/15  
MEDIUM TERM REVENUE AND  
EXPENDITURE FORECASTS**

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- **At [www.umngeni.gov.za](http://www.umngeni.gov.za)**

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**Abbreviations and Acronyms**

ASGISA	Accelerated and Shared Growth Initiative	M	Mayor
BPC	Budget Planning Committee	MBRR	Municipal Budget & Reporting Regulations
CFO	Chief Financial Officer	MEC	Member of the Executive Committee
CM	Municipality Manager	MFMA	Municipal Financial Management Act
CPI	Consumer Price Index	MIG	Municipal Infrastructure Grant
CRRF	Capital Replacement Reserve Fund	MPRA	Municipal Properties Rates Act
DBSA	Development Bank of South Africa	MSA	Municipal Systems Act
DoRA	Division of Revenue Act	MTEF	Medium-term Expenditure Framework
DWA	Department of Water Affairs	MTREF	Medium-term Revenue and Expenditure Framework
EE	Employment Equity	NERSA	National Electricity Regulator South Africa
EEDSM	Energy Efficiency Demand Side Management	NGO	Non-Governmental Organisations
FBS	Free basic services	NKPIs	National Key Performance Indicators
GAMAP	Generally Accepted Municipal Accounting Practice	OHS	Occupational Health and Safety
GDP	Gross Domestic Product	OP	Operational Plan
GDS	Gauteng Growth and Development Strategy	PBO	Public Benefit Organisations
GFS	Government Financial Statistics	PHC	Provincial Health Care
GRAP	General Recognised Accounting Practice	PMS	Performance Management System
HR	Human Resources	PPE	Property Plant and Equipment
HSRC	Human Science Research Council	PPP	Public Private Partnership
IDP	Integrated Development Plan	PTIS	Public Transport Infrastructure System
IT	Information Technology	RG	Restructuring Grant
kℓ	kilolitre	RSC	Regional Services Council
km	kilometre	SALGA	South African Local Government Association
KPA	Key Performance Area	SAPS	South African Police Service
KPI	Key Performance Indicator	SDBIP	Service Delivery Budget
kWh	kilowatt hour		Implementation Plan
ℓ	litre	SMME	Small Micro and Medium Enterprises
LED	Local Economic Development		

## **Part 1 – Adjustments Budget**

### **1.1 Mayor's Report**

During January 2015 the implementation of the budget and financial performance of the municipality was assessed for the first half of the financial year taking into consideration the monthly budget statements. According to this assessment it was recommended to Council that the 2014/15 annual budget be amended in February 2015 to revise projections for revenue and expenditures amongst the different votes. The main reasons for the revision can be summarised as follows:-

1. Additional grant allocations to uMngeni Municipality in respect of the Massification and Corridor Development amounts to R583 thousand and R15 million respectively.
2. Additional Traffic Fines Income due to the expansion of the hours worked by the law enforcement team and implementation of IGRAP 1 accounting standard.
3. Additional operating grants allocation in respect of roll-overs from previous financial year.
4. Roll-overs of capital grants due to the non-completion of these projects in the 2013/14 financial years. This was funded through the Provincial funds.
5. Increase in the bulk purchase of electricity expenditure due to the electricity losses experienced throughout the year.
6. Transfer of amounts between votes which could not be covered by the Virement Policy of the Municipality.

Although all of the above affected the original budget to the extent that the total operating expenditure increased from R 259.3 million to R 285.9 million, the revenue also increased from R 264.1 million to R 286 million leaving a surplus of R 79 000. This will have no effect on the rate randage or any other tariffs and charges of the municipality. I therefore recommend that the Adjusted Budget as set out in the Tables B1 to B10 be approved by Council for the 2014/15 financial year.

## 1.2 Council Resolutions

On 26 February 2015 the Council of uMngeni Local Municipality met in the Council Chambers of uMngeni Municipality to consider the adjustments budget of the municipality for the financial year 2014/15. The Council approved and adopted the following resolutions:

1. That Council adopts the Adjustments Budget for the 2014/2015 financial year in terms of section 28 of the Municipal Finance Management Act, No. 56 of 2003 as set out in the following adjustments budget tables:
  - 1.1 Table B1: Adjustments Budget Summary
  - 1.2 Table B2: Adjustments Budget Financial Performance (Standard Classification)
  - 1.3 Table B3: Adjustments Budget Financial Performance (Revenue & Expenditure by Vote)
    - 1.3.1 Table B4: Adjustments Budget Financial Performance (Revenue by Source and Expenditure by Type)
  - 1.4 Table B5: Adjustments Capital Expenditure Budget by Vote & Funding
  - 1.5 Table B6: Adjustments Budget on Financial Position
  - 1.6 Table B7: Adjustments Budget on Cash Flow
  - 1.7 Table B8: Cash Backed Reserves / Accumulated Surplus Reconciliation
  - 1.8 Table B9: Asset Management
    - 1.8.1 Table B10: Basic Service Delivery Measurement
2. That the Adjustments Budget as per section 21 of the Municipal Budget & Reporting Regulations be submitted to Provincial and National Treasuries within 10 days after approval by Council.

### 1.3 Executive Summary

The format and contents of the adjustments budget and supporting documentation must be in the format as specified in schedule B of the Municipal Budget and Reporting Regulations. The adjustments budget as submitted herewith contains the applicable adjustments budget tables B1 to B10 and supporting tables SB1 to SB20.

It should be noted that municipal taxes and tariffs may not be increased during a financial year, and any amendments to the annual budget must remain funded in accordance with section 18 of the Municipal Finance Management Act, No. 56 of 2003 (MFMA).

Table B1 provides high level summary on the adjusted budgeted financial performance, capital expenditure and funds sources, financial position, cash flows, cash backing/surplus reconciliation, asset management and free services whilst table B2-B10 and supporting table SB1-SB19 provides more details on the adjusted budgetary information.

The adjustments budget herewith presented provides for a net increase in the total operating revenue of R 21.9 million to the amount of R 286 million (original budget : R264.1 million). When analysing this, the following factors become apparent.

- (a) Property rates and electricity reflect an increase of R 0.5 million and R 4.4 million respectively. This is mainly due to the amnesty project that has been taken by the municipality which starts to yield positive results.
- (b) Transfers recognised-operational increased by R 1.1 million due to the roller overs approved by National Treasury.
- (c) Other own revenue was increased by R 15.7 million due to the expansion of the hours worked by the law enforcement team and implementation of IGRAP 1 accounting standard.

The adjusted operating expenditure amounts to R 285.9 million (original budget: R 259.3 million) which reflects an increase of R 26.6 million. The main contributing factors for this increase are as follows:

- (a) Employee related costs increased by R 6.8 million in order to fill vacant posts mostly for general workers and reduce overtime expenditure.
- (b) Remuneration of councillors increased by R 0.2 million. This is a provision for the Speaker, EXCO members and MPAC chair to become full time councillors.
- (c) Debt impairment increased by R 12.4 million due to increase in traffic fines.
- (d) Bulk purchases increased by R 9.1 million due to electricity losses.

- (e) Other expenditure decreased by R 3.6 million in order for the municipality to implement strict control measures on nice-to-have items.

The adjusted capital expenditure for 2014/2015 amount to R 68 million which is R 45 million more than the original budget of R 23 million. This is attributed to the roll-overs and increased allocation in terms of Division of Revenue (DORA).

#### 1.4 Adjustments Budget Tables

The following eighteen pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2014/2015 budget and MTREF as approved by the Council. Each table is accompanied by explanatory notes on the facing page.

**Table 1 MBRR Table B1 – Adjustments Budget Summary**



KZN222 uMngeni - Table B1 Adjustments Budget Summary -

Description	Budget Year 2014/15										Budget Year	Budget Year
	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	+1 2015/16	+2 2016/17
	Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget		
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Financial Performance</b>												
Property rates	132,896	-	-	-	-	-	500	500	133,396	141,673	149,323	
Service charges	61,084	-	-	-	-	-	4,362	4,362	65,446	65,595	70,439	
Investment revenue	900	-	-	-	-	-	180	180	1,080	949	1,000	
Transfers recognised - operational	47,314	-	-	-	-	-	1,144	1,144	48,458	51,646	53,770	
Other own revenue	21,932	-	-	-	-	-	15,700	15,700	37,632	24,175	24,101	
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>264,126</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,885</b>	<b>21,885</b>	<b>286,012</b>	<b>284,037</b>	<b>298,633</b>	
Employee costs	80,741	-	-	-	-	-	6,842	6,842	87,583	84,255	89,583	
Remuneration of councillors	6,127	-	-	-	-	-	230	230	6,358	6,495	6,820	
Depreciation & asset impairment	10,675	-	-	-	-	-	-	-	10,675	11,292	11,944	
Finance charges	4,499	-	-	-	-	-	-	-	4,499	4,560	4,834	
Materials and bulk purchases	65,681	-	-	-	-	-	9,102	9,102	74,783	69,622	73,798	
Transfers and grants	7,085	-	-	-	-	-	1,144	1,144	8,229	7,899	7,394	
Other expenditure	84,477	-	-	-	-	-	9,329	9,329	93,806	88,990	92,257	
<b>Total Expenditure</b>	<b>259,285</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,647</b>	<b>26,647</b>	<b>285,932</b>	<b>271,113</b>	<b>286,631</b>	
<b>Surplus/(Deficit)</b>	<b>4,841</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,762)</b>	<b>(4,762)</b>	<b>79</b>	<b>12,924</b>	<b>12,002</b>	
Transfers recognised - capital	21,415	-	-	-	-	-	45,457	45,457	66,872	22,428	23,268	
Contributions recognised - capital & contributed	-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>26,256</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	
<b>Surplus/ (Deficit) for the year</b>	<b>26,256</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>	
<b>Capital expenditure &amp; funds sources</b>												
<b>Capital expenditure</b>	<b>23,015</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,977</b>	<b>44,977</b>	<b>57,992</b>	<b>33,428</b>	<b>23,268</b>	
Transfers recognised - capital	21,415	-	-	-	-	-	45,457	45,457	66,872	22,428	23,268	
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	-	-	
Internally generated funds	1,600	-	-	-	-	-	(480)	(480)	1,120	11,000	-	
<b>Total sources of capital funds</b>	<b>23,015</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,977</b>	<b>44,977</b>	<b>67,992</b>	<b>33,428</b>	<b>23,268</b>	
<b>Financial position</b>												
Total current assets	185,716	-	-	-	-	-	(29,397)	(29,397)	156,319	175,678	171,354	
Total non current assets	829,708	-	-	-	-	-	44,977	44,977	874,685	833,502	845,155	
Total current liabilities	4,835	-	-	-	-	-	-	-	4,835	3,841	4,949	
Total non current liabilities	37,151	-	-	-	-	-	-	-	37,151	35,888	33,572	
<b>Community wealth/Equity</b>	<b>973,438</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,580</b>	<b>15,580</b>	<b>989,018</b>	<b>969,451</b>	<b>977,987</b>	
<b>Cash flows</b>												
Net cash from (used) operating	25,734	-	-	-	-	-	30,563	30,563	56,297	38,870	39,053	
Net cash from (used) investing	(23,015)	-	-	-	-	-	(15,179)	(15,179)	(38,194)	(33,428)	(22,268)	
Net cash from (used) financing	(2,500)	-	-	-	-	-	-	-	(2,500)	(1,500)	(2,600)	
<b>Cash/cash equivalents at the year end</b>	<b>8,885</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,385</b>	<b>15,385</b>	<b>24,279</b>	<b>5,140</b>	<b>19,325</b>	
<b>Cash backing/surplus reconciliation</b>												
Cash and investments available	47,500	-	-	-	-	-	(29,397)	(29,397)	18,103	49,949	52,824	
Application of cash and investments	169,654	-	-	-	-	-	4,855	4,855	174,509	177,686	202,280	
<b>Balance - surplus (shortfall)</b>	<b>(122,155)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34,252)</b>	<b>(34,252)</b>	<b>(156,407)</b>	<b>(127,737)</b>	<b>(149,456)</b>	
<b>Asset Management</b>												
Asset register summary (WDV)	37,343	-	-	-	-	-	-	-	37,343	44,244	44,245	
Depreciation & asset impairment	10,675	-	-	-	-	-	-	-	10,675	11,292	11,944	
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-	11,000	-	
Repairs and Maintenance	22,902	-	-	-	-	-	(3,105)	(3,105)	19,797	23,599	24,762	
<b>Free services</b>												
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-	
Revenue cost of free services provided	53,900	-	-	-	-	-	-	-	53,900	56,930	60,132	
<b>Households below minimum service level</b>												
Water:	-	-	-	-	-	-	-	-	-	-	-	
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-	
Energy:	-	-	-	-	-	-	-	-	-	-	-	
Refuse:	23	-	-	-	-	-	-	-	23	23	23	

**Explanatory notes to MBRR Table B1 – Adjustments Budget Summary**

1. Table B1 is a budget summary and provides a concise overview of the Municipality'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) Borrowing is incorporated in the net cash from financing on the Cash Flow Budget
    - (iii) 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. The fact that the municipality's cash flow remains positive, and is improving indicates that the necessary cash resources are available to fund the Capital Budget.
4. The Cash backing / surplus reconciliation shows that in previous financial years the municipality was not paying much attention to managing this aspect of its finances, and consequently many of its obligations are not cash-backed. This placed the municipality in a very vulnerable financial position, as the recent slow-down in revenue collections was highlighted. Consequently Council has taken a deliberate decision to ensure adequate cash-backing for all material obligations in accordance with the recently adopted Funding and Reserves Policy. This cannot be achieved in one financial year. But over the MTREF there is progressive improvement in the level of cash-backing of obligations.
5. Even though the Council is placing great emphasis on securing the financial sustainability of the municipality, this is not being done at the expense of services to the poor. The section of Free Services shows that the amount spent on Free Basic Services and the revenue cost of free services provided by the municipality continues to increase. In addition, the municipality continues to make progress in addressing service delivery backlogs.

**Table 2 MBRR Table B2 – Adjustments Budgeted Financial Performance (revenue and expenditure by standard classification)**

KZN222 uMngeni - Table B2 Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
<b>Revenue - Standard</b>												
<i>Governance and administration</i>		171,152	-	-	-	-	-	2,388	2,388	173,541	183,860	192,417
Executive and council		166,040	-	-	-	-	-	1,845	1,845	167,885	176,468	186,772
Budget and treasury office		4,068	-	-	-	-	-	726	726	4,794	4,268	4,479
Corporate services		1,045	-	-	-	-	-	(183)	(183)	862	1,104	1,167
<i>Community and public safety</i>		16,797	-	-	-	-	-	15,362	15,362	32,159	19,221	19,200
Community and social services		3,952	-	-	-	-	-	(184)	(184)	3,768	5,683	4,930
Sport and recreation		6	-	-	-	-	-	-	-	6	7	7
Public safety		12,839	-	-	-	-	-	15,546	15,546	28,385	13,532	14,263
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		4,159	-	-	-	-	-	36	36	4,195	3,330	3,376
Planning and development		724	-	-	-	-	-	(33)	(33)	691	764	805
Road transport		3,435	-	-	-	-	-	69	69	3,504	2,566	2,571
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		72,017	-	-	-	-	-	4,100	4,100	76,117	77,625	83,640
Electricity		61,417	-	-	-	-	-	4,122	4,122	65,539	66,185	71,461
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		22	-	-	-	-	-	(22)	(22)	-	24	25
Waste management		10,578	-	-	-	-	-	0	0	10,578	11,416	12,153
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	264,126	-	-	-	-	-	21,886	21,886	286,012	284,037	298,633
<b>Expenditure - Standard</b>												
<i>Governance and administration</i>		80,223	-	-	-	-	-	(1,414)	(1,414)	78,809	78,055	100,353
Executive and council		31,552	-	-	-	-	-	(3,038)	(3,038)	28,514	32,525	52,119
Budget and treasury office		26,032	-	-	-	-	-	(463)	(463)	25,569	21,535	22,802
Corporate services		22,639	-	-	-	-	-	2,087	2,087	24,726	23,995	25,431
<i>Community and public safety</i>		40,520	-	-	-	-	-	15,834	15,834	56,354	44,849	46,525
Community and social services		16,362	-	-	-	-	-	4,273	4,273	20,635	19,206	19,304
Sport and recreation		9,974	-	-	-	-	-	639	639	10,613	10,592	11,249
Public safety		12,864	-	-	-	-	-	11,040	11,040	23,904	13,649	14,482
Housing		1,319	-	-	-	-	-	(118)	(118)	1,201	1,402	1,490
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		31,311	-	-	-	-	-	4,336	4,336	35,646	33,183	16,354
Planning and development		7,722	-	-	-	-	-	92	92	7,814	8,209	8,727
Road transport		23,588	-	-	-	-	-	4,244	4,244	27,833	24,974	7,627
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		107,163	-	-	-	-	-	7,894	7,894	115,057	114,953	123,322
Electricity		82,762	-	-	-	-	-	8,329	8,329	91,091	88,988	95,693
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		9,047	-	-	-	-	-	(3,670)	(3,670)	5,377	9,608	10,204
Waste management		15,354	-	-	-	-	-	3,235	3,235	18,589	16,357	17,425
<i>Other</i>		69	-	-	-	-	-	(3)	(3)	67	73	77
<b>Total Expenditure - Standard</b>	3	259,285	-	-	-	-	-	26,647	26,647	285,932	271,113	286,631
<b>Surplus/ (Deficit) for the year</b>		4,841	-	-	-	-	-	(4,761)	(4,761)	79	12,924	12,002

**Table 2 MBRR Table B2 – Adjustments Budgeted Financial Performance (revenue and expenditure by standard classification)**

1. Table B2 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 9 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 B4.
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures.
4. Other functions that show a deficit between revenue and expenditure are being financed from rates revenues and other revenue sources reflected under Executive and Council.

**Table 3 MBRR Table B3 – Adjustments Budgeted Financial Performance (revenue and expenditure by municipal vote)**

KZN222 uMngeni - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description  <i>(insert departmental structure etc)</i>	Ref	Budget Year 2014/15									Budget Year	Budget Year
		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
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Revenue by Vote</b>	1											
Vote 1 - Executive and Council		166,040	-	-	-	-	-	1,845	1,845	167,885	178,488	186,772
Vote 2 - Finance		4,058	-	-	-	-	-	726	726	4,794	4,268	4,479
Vote 3 - Corporate Services		1,334	-	-	-	-	-	(206)	(206)	1,128	1,409	1,489
Vote 4 - Planning Services		724	-	-	-	-	-	(33)	(33)	691	764	805
Vote 5 - Community Services		16,489	-	-	-	-	-	15,527	15,527	31,996	18,876	18,835
Vote 6 - Technical Services		14,074	-	-	-	-	-	(96)	(96)	13,978	14,046	14,793
Vote 7 - Economic Development and Growth		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Electricity		61,417	-	-	-	-	-	4,122	4,122	65,539	66,185	71,461
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]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	264,126	-	-	-	-	-	21,885	21,885	286,012	284,037	298,633
<b>Expenditure by Vote</b>	1											
Vote 1 - Executive and Council		32,889	-	-	-	-	-	(2,434)	(2,434)	30,455	33,947	53,632
Vote 2 - Finance		24,125	-	-	-	-	-	(463)	(463)	23,662	21,028	22,268
Vote 3 - Corporate Services		19,159	-	-	-	-	-	1,483	1,483	20,642	20,291	21,491
Vote 4 - Planning Services		7,819	-	-	-	-	-	(6)	(6)	7,814	8,312	8,835
Vote 5 - Community Services		32,583	-	-	-	-	-	16,894	16,894	49,477	36,091	37,227
Vote 6 - Technical Services		56,675	-	-	-	-	-	2,658	2,658	59,333	58,978	43,789
Vote 7 - Economic Development and Growth		2,544	-	-	-	-	-	(61)	(61)	2,483	2,703	2,873
Vote 8 - Internal Audit		729	-	-	-	-	-	247	247	976	775	823
Vote 9 - Electricity		82,762	-	-	-	-	-	8,329	8,329	91,091	88,988	95,693
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]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	259,285	-	-	-	-	-	26,647	26,647	285,932	271,113	286,631
<b>Surplus/ (Deficit) for the year</b>	2	4,841	-	-	-	-	-	(4,762)	(4,762)	79	12,924	12,002

**Explanatory notes to MBRR Table B3 – Adjustments Budgeted Financial Performance (revenue and expenditure by municipal vote)**

1. Table B3 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.
2. The electricity trading deficit is huge in the 2014/2015 MTREF. This is primarily as a result of the high increases in Eskom bulk purchases, distribution losses and the tariff setting policy of the municipality to buffer the impact of these increases on individual consumers.
3. Note that the deficit on the electricity account is cross-subsidised by rates and other municipal services.

**Table 4 MBRR Table B4 – Adjustments Budgeted Financial Performance (revenue and expenditure)**

KZN222 uMngeni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		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
R thousands	1	3	4	5	6	7	8	9	10	+1 2015/16	+2 2016/17	
		A	A1	B	C	D	E	F	G	H		
<b>Revenue By Source</b>												
Property rates	2	126,895	-	-	-	-	-	500	500	127,396	135,348	142,657
Property rates - penalties & collection charges		6,000	-	-	-	-	-	-	-	6,000	6,324	6,666
Service charges - electricity revenue	2	56,138	-	-	-	-	-	4,362	4,362	60,500	60,304	64,778
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	4,946	-	-	-	-	-	-	-	4,946	5,291	5,661
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		843	-	-	-	-	-	(168)	(168)	675	888	936
Interest earned - external investments		900	-	-	-	-	-	180	180	1,080	949	1,000
Interest earned - outstanding debtors		1,728	-	-	-	-	-	-	-	1,728	1,821	1,920
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines		9,694	-	-	-	-	-	16,334	16,334	26,029	10,218	10,770
Licences and permits		2,293	-	-	-	-	-	-	-	2,293	2,416	2,547
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operating		47,314	-	-	-	-	-	1,144	1,144	48,458	51,646	53,770
Other revenue	2	7,375	-	-	-	-	-	(467)	(467)	6,908	8,831	7,929
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>264,126</b>						<b>21,885</b>	<b>21,885</b>	<b>286,012</b>	<b>284,037</b>	<b>298,633</b>
<b>Expenditure By Type</b>												
Employee related costs		80,741	-	-	-	-	-	6,842	6,842	87,583	84,255	89,583
Remuneration of councillors		6,127	-	-	-	-	-	230	230	6,358	6,495	6,820
Debt impairment		7,847	-	-	-	-	-	12,439	12,439	20,285	8,318	8,817
Depreciation & asset impairment		10,675	-	-	-	-	-	-	-	10,675	11,292	11,944
Finance charges		4,499	-	-	-	-	-	-	-	4,499	4,560	4,834
Bulk purchases		65,681	-	-	-	-	-	9,102	9,102	74,783	69,622	73,799
Other materials		-	-	-	-	-	-	-	-	-	-	-
Contracted services		9,219	-	-	-	-	-	482	482	9,701	9,717	10,240
Transfers and grants		7,085	-	-	-	-	-	1,144	1,144	8,229	7,899	7,394
Other expenditure		67,411	-	-	-	-	-	(3,592)	(3,592)	63,819	68,955	73,200
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>259,285</b>						<b>26,647</b>	<b>26,647</b>	<b>285,932</b>	<b>271,113</b>	<b>286,631</b>
<b>Surplus/(Deficit)</b>		<b>4,841</b>						<b>(4,762)</b>	<b>(4,762)</b>	<b>79</b>	<b>12,924</b>	<b>12,002</b>
Transfers recognised - capital		21,415	-	-	-	-	-	45,457	45,457	66,872	22,428	23,268
Contributions		-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>26,256</b>						<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>26,256</b>						<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>26,256</b>						<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>26,256</b>						<b>40,695</b>	<b>40,695</b>	<b>66,951</b>	<b>35,352</b>	<b>35,270</b>

**EXPLANATORY NOTES TO TABLE B4 – Adjustments Budgeted Financial Performance (revenue and expenditure)**

1. Total revenue is R 286 million in 2014/15 and decreases to R 284 million by 2015/16.
2. Revenue to be generated from property rates is R 127.4 million in the 2014/15 financial year and increases to R 135.3 million by 2015/16 which represents 44.5 per cent of the operating revenue base of the Municipality and therefore remains a significant funding source for the municipality.
3. Service charges relating to electricity and refuse removal contributes to the revenue basket of the Municipality totalling R 65.4 million for the 2014 / 2015 financial year and increasing to R 65.6 million by 2015/16. For the 2014/15 financial year service charges amount to 22.7
4. Transfers recognised – operating includes the local government equitable share and other operating grants from national and provincial government. Additional grants in the amount of R1.1 million were roll-overs approved by National treasury for 2013/2014 financial year.
5. Bulk purchases have significantly increased over the 2014/15 period escalating from R65.7 million to R74.8 million. These increases can be attributed to the substantial electricity losses due to theft and illegal connections.
6. Employee related costs and bulk purchases 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 and bulk tariff increases in future years.

**Table 5 MBRR Table B5 – Adjustments Budgeted Capital Expenditure by vote, standard classification and funding source**

KZN222 uMngeni - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	A	5	6	7	8	9	10	11	12			
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>	2											
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Finance		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Planning Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Economic Development and Growth		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Electricity		-	-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	3											
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Executive and Council		-	-	-	-	-	-	500	500	500	-	-
Vote 2 - Finance		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Planning Services		-	-	-	-	-	-	42,538	42,538	42,538	-	-
Vote 5 - Community Services		2,500	-	-	-	-	-	723	723	3,223	3,400	-
Vote 6 - Technical Services		20,515	-	-	-	-	-	208	208	20,723	19,028	23,268
Vote 7 - Economic Development and Growth		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Internal Audit		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Electricity		-	-	-	-	-	-	1,008	1,008	1,008	11,000	-
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]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		23,015	-	-	-	-	-	44,977	44,977	67,992	33,428	23,268
<b>Total Capital Expenditure - Vote</b>		23,015	-	-	-	-	-	44,977	44,977	67,992	33,428	23,268
<b>Capital Expenditure - Standard</b>												
<b>Governance and administration</b>												
Executive and council		-	-	-	-	-	-	500	500	500	-	-
Budget and treasury office		-	-	-	-	-	-	-	-	-	-	-
Corporate services		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		2,500	-	-	-	-	-	723	723	3,223	3,400	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		2,500	-	-	-	-	-	723	723	3,223	3,400	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		18,915	-	-	-	-	-	43,726	43,726	62,641	19,028	23,268
Planning and development		-	-	-	-	-	-	42,538	42,538	42,538	-	-
Road transport		18,915	-	-	-	-	-	1,188	1,188	20,103	19,028	23,268
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		1,600	-	-	-	-	-	28	28	1,628	11,000	-
Electricity		-	-	-	-	-	-	1,008	1,008	1,008	11,000	-
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1,600	-	-	-	-	-	(980)	(980)	620	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard</b>	3	23,015	-	-	-	-	-	44,977	44,977	67,992	33,428	23,268
<b>Funded by:</b>												
National Government		21,415	-	-	-	-	-	425	425	21,840	22,428	23,268
Provincial Government		-	-	-	-	-	-	45,032	45,032	45,032	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital transfers recognised</b>	4	21,415	-	-	-	-	-	45,457	45,457	66,872	22,428	23,268
<b>Public contributions &amp; donations</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		1,600	-	-	-	-	-	(480)	(480)	1,120	11,000	-
<b>Total Capital Funding</b>		23,015	-	-	-	-	-	44,977	44,977	67,992	33,428	23,268



**Explanatory notes to Table B5 – Adjustments Budgeted Capital  
Expenditure by vote, standard classification and funding source**

1. Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (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.
3. Single-year capital expenditure has been appropriated at R 68 million for the 2014/2015 financial year.
4. The capital programme is funded from National grants, Provincial grants and internally generated funds. For 2014/15, capital transfers totals R 66.9 million. Internally generated funding totalling R1.1 million.

**Table 6 MBRR Table B6 – Adjustments Budgeted Financial Position**

KZN222 uMngeni - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H	+1 2015/16	+2 2016/17
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		7,594	-	-	-	-	-	1,762	1,762	9,356	7,648	7,965
Call investment deposits	1	39,906	-	-	-	-	-	(31,159)	(31,159)	8,747	42,301	44,839
Consumer debtors	1	81,384	-	-	-	-	-	-	-	81,384	68,896	61,698
Other debtors		-	-	-	-	-	-	-	-	-	-	-
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Inventory		56,832	-	-	-	-	-	-	-	56,832	56,832	56,832
<b>Total current assets</b>		<b>185,716</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(29,397)</b>	<b>(29,397)</b>	<b>156,319</b>	<b>175,678</b>	<b>171,354</b>
<b>Non current assets</b>												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	-	-	-	-	-	-	-	-
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	829,590	-	-	-	-	-	44,977	44,977	874,567	833,383	845,034
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		118	-	-	-	-	-	-	-	118	119	120
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>		<b>829,708</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,977</b>	<b>44,977</b>	<b>874,685</b>	<b>833,502</b>	<b>845,155</b>
<b>TOTAL ASSETS</b>		<b>1,015,424</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,580</b>	<b>15,580</b>	<b>1,031,004</b>	<b>1,009,180</b>	<b>1,016,508</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		2,500	-	-	-	-	-	-	-	2,500	1,500	2,600
Consumer deposits		2,265	-	-	-	-	-	-	-	2,265	2,267	2,272
Trade and other payables		71	-	-	-	-	-	-	-	71	74	78
Provisions		-	-	-	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>		<b>4,835</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,835</b>	<b>3,841</b>	<b>4,949</b>
<b>Non current liabilities</b>												
Borrowing	1	32,316	-	-	-	-	-	-	-	32,316	30,816	28,216
Provisions	1	4,835	-	-	-	-	-	-	-	4,835	5,072	5,366
<b>Total non current liabilities</b>		<b>37,151</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37,151</b>	<b>35,888</b>	<b>33,572</b>
<b>TOTAL LIABILITIES</b>		<b>41,986</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>41,986</b>	<b>39,729</b>	<b>38,521</b>
<b>NET ASSETS</b>	2	<b>973,438</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,580</b>	<b>15,580</b>	<b>989,018</b>	<b>969,451</b>	<b>977,987</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		735,712	-	-	-	-	-	15,580	15,580	751,292	728,159	724,630
Reserves		237,726	-	-	-	-	-	-	-	237,726	241,292	253,357
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>973,438</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,580</b>	<b>15,580</b>	<b>989,018</b>	<b>969,451</b>	<b>977,987</b>

**Explanatory notes to Table A6 – Adjustments Budgeted Financial Position**

1. Table B6 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. 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.
4. 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 7 MBRR Table B7 – Adjustments Budgeted Cash Flow Statement**

KZN222 uMngeni - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2015/16	+2 2016/17
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Ratepayers and other		195,520						4,512	4,512	200,032	213,921	202,152
Government - operating	1	47,314						1,144	1,144	48,458	51,646	53,770
Government - capital	1	21,415						30,583	30,583	51,998	22,428	23,268
Interest		900						181	181	1,081	948	1,000
Dividends		-						-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(234,916)						(6,836)	(6,836)	(241,752)	(245,514)	(236,303)
Finance charges		(4,499)						-	-	(4,499)	(4,560)	(4,834)
Transfers and Grants	1	-						-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>25,734</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,584</b>	<b>29,584</b>	<b>55,318</b>	<b>34,870</b>	<b>39,053</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-						-	-	-	-	-
Decrease (increase) in non-current debtors		-						-	-	-	-	-
Decrease (increase) other non-current receivables		-						-	-	-	-	-
Decrease (increase) in non-current investments		-						14,875	14,875	14,875	-	-
<b>Payments</b>												
Capital assets		(23,015)						(44,977)	(44,977)	(67,992)	(33,428)	(22,268)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(23,015)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(30,102)</b>	<b>(30,102)</b>	<b>(53,117)</b>	<b>(33,428)</b>	<b>(22,268)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-						-	-	-	-	-
Borrowing long term/refinancing		-						-	-	-	-	-
Increase (decrease) in consumer deposits		-						-	-	-	-	-
<b>Payments</b>												
Repayment of borrowing		(2,500)						-	-	(2,500)	(1,500)	(2,600)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(2,500)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,500)</b>	<b>(1,500)</b>	<b>(2,600)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>219</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(518)</b>	<b>(518)</b>	<b>(299)</b>	<b>3,942</b>	<b>14,185</b>
Cash/cash equivalents at the year begin:	2	979						8,676	8,676	9,655	1,198	5,140
Cash/cash equivalents at the year end:	2	1,198						8,158	9,356	9,356	5,140	19,325

**Explanatory notes to Table B7 – Adjustments Budgeted Cash Flow Statement**

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.

**Table 8 MBRR Table B8 – Cash Backed Reserves / Accumulated Surplus Reconciliation**

KZN222 uMngeni - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2014/15								Budget Year	Budget Year	
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	8,895	-	-	-	-	-	15,365	15,365	24,279	5,140	19,325
Other current investments > 90 days		38,605	-	-	-	-	-	(44,762)	(44,762)	(6,177)	44,609	33,498
Non current assets - investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>47,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(29,397)</b>	<b>(29,397)</b>	<b>18,103</b>	<b>49,949</b>	<b>52,824</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(73,627)	-	-	-	-	-	4,855	4,855	(68,772)	(63,606)	(51,067)
Other provisions		5,556	-	-	-	-	-	-	-	5,556	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		237,726	-	-	-	-	-	-	-	237,726	241,292	253,357
<b>Total Application of cash and investments:</b>		<b>169,654</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,855</b>	<b>4,855</b>	<b>174,509</b>	<b>177,686</b>	<b>202,290</b>
<b>Surplus(shortfall)</b>		<b>(122,155)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34,252)</b>	<b>(34,252)</b>	<b>(156,407)</b>	<b>(127,737)</b>	<b>(149,466)</b>

**Explanatory notes to Table B8 - Cash Backed Reserves/Accumulated Surplus Reconciliation**

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.

Table 9 MBRR Table B9 - Asset Management

KZN222 uMngeni - Table B9 Asset Management -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
<b>CAPITAL EXPENDITURE</b>												
<b>Total New Assets to be adjusted</b>	1	24,015	-	-	-	-	-	43,977	43,977	67,992	24,328	23,268
Infrastructure - Road transport		18,915	-	-	-	-	-	1,188	1,188	20,103	19,028	23,268
Infrastructure - Electricity		-	-	-	-	-	-	1,008	1,008	1,008	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		1,600	-	-	-	-	-	(980)	(980)	620	-	-
Infrastructure		20,515	-	-	-	-	-	1,216	1,216	21,731	19,028	23,268
Community		3,100	-	-	-	-	-	123	123	3,223	5,300	-
Heritage assets		-	-	-	-	-	-	42,538	42,538	42,538	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	400	-	-	-	-	-	100	100	500	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets to be adjusted</b>	2	-	-	-	-	-	-	-	-	-	11,000	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	11,000	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure to be adjusted</b>	4	18,915	-	-	-	-	-	1,188	1,188	20,103	19,028	23,268
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	1,008	1,008	1,008	11,000	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		1,600	-	-	-	-	-	(980)	(980)	620	-	-
Infrastructure		20,515	-	-	-	-	-	1,216	1,216	21,731	30,028	23,268
Community		3,100	-	-	-	-	-	123	123	3,223	5,300	-
Heritage assets		-	-	-	-	-	-	42,538	42,538	42,538	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	400	-	-	-	-	-	100	100	500	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	2	24,015	-	-	-	-	-	43,977	43,977	67,992	35,328	23,268
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	26,007	-	-	-	-	-	-	-	26,007	31,007	31,007
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		26,007	-	-	-	-	-	-	-	26,007	31,007	31,007
Community		11,218	-	-	-	-	-	-	-	11,218	13,118	13,118
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		118	-	-	-	-	-	-	-	118	119	120
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	37,343	-	-	-	-	-	-	-	37,343	44,244	44,245
<b>EXPENDITURE OTHER ITEMS</b>												
<b>Depreciation &amp; asset impairment</b>		10,675	-	-	-	-	-	-	-	10,675	11,292	11,944
<b>Repairs and Maintenance by asset class</b>	3	22,902	-	-	-	-	-	(3,105)	(3,105)	19,797	23,599	24,762
Infrastructure - Road transport		9,972	-	-	-	-	-	(347)	(347)	9,625	10,620	11,310
Infrastructure - Electricity		4,564	-	-	-	-	-	(1,350)	(1,350)	3,214	4,821	5,093
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		14,536	-	-	-	-	-	(1,697)	(1,697)	12,839	15,441	16,402
Community		8,365	-	-	-	-	-	(1,408)	(1,408)	6,958	8,158	8,360
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>		33,577	-	-	-	-	-	(3,105)	(3,105)	30,472	34,891	36,706
<b>% of capital exp on renewal of assets</b>		0.0%	0.0%							0.0%	31.1%	0.0%
<b>Renewal of existing assets as % of deprec</b>		0.0%	0.0%							0.0%	97.4%	0.0%
<b>R&amp;M as a % of PPE</b>		61.3%	0.0%							53.0%	53.3%	56.0%
<b>Renewal and R&amp;M as a % of PPE</b>		61.3%	0.0%							53.0%	78.2%	56.0%

**Explanatory notes to Table B9 - Asset Management**

1. Table B9 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.

**Table 10 MBRR Table B10 - Basic Service Delivery Measurement**

KZN222 uMngeni - Table B10 Basic service delivery measurement -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H	+1 2015/16	+2 2016/17
<b>Household service targets</b>	1											
<b>Water:</b>												
Piped water inside dwelling	2											
Piped water inside yard (but not in dwelling)	2											
Using public tap (at least min. service level)	2											
Other water supply (at least min. service level)	2											
<b>Minimum Service Level and Above sub-total</b>												
Using public tap (< min. service level)	3											
Other water supply (< min. service level)	3,4											
No water supply	3,4											
<b>Below Minimum Service Level sub-total</b>												
<b>Total number of households</b>	5											
<b>Sanitation/sewerage:</b>												
Flush toilet (connected to sewerage)		22307	0	0	0	0	0	0	0	22,307	23422	24359
Flush toilet (with septic tank)		7980	0	0	0	0	0	0	0	7,980	8379	8715
Chemical toilet		267	0	0	0	0	0	0	0	267	260	292
Pit toilet (ventilated)		1235	0	0	0	0	0	0	0	1,235	1297	1349
Other toilet provisions (> min. service level)		0	0	0	0	0	0	0	0	0	0	0
<b>Minimum Service Level and Above sub-total</b>		31,789								31,789	33,378	34,715
Bucket toilet		0	0	0	0	0	0	0	0	0	0	0
Other toilet provisions (< min. service level)		0	0	0	0	0	0	0	0	0	0	0
No toilet provisions		0	0	0	0	0	0	0	0	0	0	0
<b>Below Minimum Service Level sub-total</b>												
<b>Total number of households</b>	5	31,789								31,789	33,378	34,715
<b>Energy:</b>												
Electricity (at least min. service level)		4800	0	0	0	0	0	0	0	4,800	4800	4800
Electricity - prepaid (> min. service level)		9000	0	0	0	0	0	0	0	9,000	9000	9000
<b>Minimum Service Level and Above sub-total</b>		13,800								13,800	13,800	13,800
Electricity (< min. service level)		0	0	0	0	0	0	0	0	0	0	0
Electricity - prepaid (< min. service level)		0	0	0	0	0	0	0	0	0	0	0
Other energy sources		0	0	0	0	0	0	0	0	0	0	0
<b>Below Minimum Service Level sub-total</b>												
<b>Total number of households</b>	5	13,800								13,800	13,800	13,800
<b>Refuse:</b>												
Removed at least once a week (min. service)												
<b>Minimum Service Level and Above sub-total</b>												
Removed less frequently than once a week		23000	0	0	0	0	0	0	0	23,000	23000	23000
Using communal refuse dump		0	0	0	0	0	0	0	0	0	0	0
Using own refuse dump		0	0	0	0	0	0	0	0	0	0	0
Other rubbish disposal		0	0	0	0	0	0	0	0	0	0	0
No rubbish disposal		0	0	0	0	0	0	0	0	0	0	0
<b>Below Minimum Service Level sub-total</b>		23,000								23,000	23,000	23,000
<b>Total number of households</b>	5	23,000								23,000	23,000	23,000
<b>Households receiving Free Basic Service</b>	15											
Water (6 kilolitres per household per month)		0	0	0	0	0	0	0	0	0	0	0
Sanitation (free minimum level service)		0	0	0	0	0	0	0	0	0	0	0
Electricity/other energy (50kwh per household per month)		9000	0	0	0	0	0	0	0	9,000	9000	9000
Refuse (removed at least once a week)		9000	0	0	0	0	0	0	0	9,000	9000	9000
<b>Cost of Free Basic Services provided (R'000)</b>	16											
Water (6 kilolitres per household per month)												
Sanitation (free sanitation service)												
Electricity/other energy (50kwh per household per month)												
Refuse (removed once a week)												
<b>Total cost of FBS provided (minimum social package)</b>												
<b>Highest level of free service provided</b>												
Property rates (R'000 value threshold)		100000	0	0	0	0	0	0	0	100,000	100000	100000
Water (kilolitres per household per month)		0	0	0	0	0	0	0	0	0	0	0
Sanitation (kilolitres per household per month)		0	0	0	0	0	0	0	0	0	0	0
Sanitation (Rand per household per month)		0	0	0	0	0	0	0	0	0	0	0
Electricity (kw per household per month)		100	0	0	0	0	0	0	0	100	100	100
Refuse (average litres per week)		0	0	0	0	0	0	0	0	0	0	0
<b>Revenue cost of free services provided (R'000)</b>	17											
Property rates (R15 000 threshold rebate)		46,428								46,428	48,935	51,578
Property rates (other exemptions, reductions and rebates)												
Water												
Sanitation												
Electricity/other energy		2,884								2,884	3,086	3,302
Refuse		4,587								4,587	4,809	5,252
Municipal Housing - rental rebates												
Housing - top structure subsidies	6											
Other												
<b>Total revenue cost of free services provided (total)</b>		53,900								53,900	56,930	60,132

**Explanatory notes to Table B10 - Basic Service Delivery Measurement**

1. Table B10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.
2. The budget provides for + 1500 households to be registered as indigent in 2014/15, and therefore entitled to receiving Free Basic Services. The number is set to increase households given the rapid rate of in-migration to the Municipality, especially by poor people seeking economic opportunities.
3. It is anticipated that these Free Basic Services will cost the municipality R 4.9 million in 2014/15. This is covered by the municipality's equitable share allocation from national government.



## Part 2 – Supporting Documentation

Part 2 of the Adjustments Budget contains supporting tables SB1 to SB20 of which information on the supporting tables is as follows:-

### 1. Adjustments to Budget Funding

The increased expenditure from R 259.2 million to R285.9 million is mainly funded by revenue increased revenue increase from R264.1 to R286.0 Million. On the capital side, the net amount of R67.9 million is funded from the MIG, Mandela Capture Side, INEP, Cedara College grants and internally generated funds which is catered for in the cash-flow forecast up to June 2015. All conditional grants will either be spent and / or invested on those projects that will not be completed by 30 June 2015.

### 2. Adjustments to Expenditure Allocations and Grant Programme

Supporting Table SB8 provides details on the adjusted expenditure on transfers and grant programmes. The main adjustments are on other grant providers which can be summarised as follows:-

- (a) Roller overs for Municipal Systems Improvement and Finance Management amounts to R 381 000 and R 377 000 respectively.
- (b) Reduction on Library grant amounts to R148,000.00.
- (c) INEP allocation of R425,000.00.
- (d) Mandela Capture Site Allocation of R43,000,000.00
- (e) Cedara College Allocation of R1,900,000.00
- (f) Massification Allocation of R538,000.00

### 3. Adjustments made to Councillor Allowances and Employee Benefits

Supporting Table SB11 provides details on the proposed adjustments to councillor and staff benefits.

Supporting tables SB13, SB14, SB16 and SB17 reflects the adjustments to the monthly targets for operating revenue and expenditure as well as capital expenditure. The financial indicators presented with the annual budget remain unchanged and the projected performance indicators and benchmarks are reflected in supporting tables SB4.

### 4. Adjustments made to Capital Expenditure

The adjustment to the capital programmes are reflected in supporting table SA19 and constitute an increase in capital expenditure of R 45 million.

KZN222 uMngeni - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance'

Description	Ref	Budget Year 2014/15										Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unvoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	5 A1	7 B	8 C	9 D	10 E	11 F	12 G	13 H			
R thousands													
<b>REVENUE ITEMS</b>													
<b>Property rates</b>													
Total Property Rates		176,083						500	500	176,583	187,191	197,299	
less Revenue Foregone		48,187								48,187	51,843	54,642	
Net Property Rates		126,896						500	500	127,396	135,348	142,657	
<b>Service charges - electricity revenue</b>													
Total Service charges - electricity revenue		59,022						4,362	4,362	63,384	63,390	68,080	
less Revenue Foregone		2,884								2,884	3,088	3,302	
Net Service charges - electricity revenue		56,138						4,362	4,362	60,500	60,304	64,778	
<b>Service charges - water revenue</b>													
Total Service charges - water revenue													
less Revenue Foregone													
Net Service charges - water revenue													
<b>Service charges - sanitation revenue</b>													
Total Service charges - sanitation revenue													
less Revenue Foregone													
Net Service charges - sanitation revenue													
<b>Service charges - refuse revenue</b>													
Total refuse removal revenue		9,755								9,755	10,438	11,188	
Total landfill revenue		59								59	62	65	
less Revenue Foregone		4,867								4,867	5,208	5,573	
Net Service charges - refuse revenue		4,946								4,946	5,291	5,661	
<b>Other Revenue By Source</b>													
Fuel levy													
Other revenue	3	7,375						(467)	(467)	6,908	8,831	7,929	
Total 'Other' Revenue	1	7,375						(467)	(467)	6,908	8,831	7,929	
<b>EXPENDITURE ITEMS</b>													
<b>Employee related costs</b>													
Basic Salaries and Wages		53,434						4,281	4,281	57,715	57,225	60,894	
Pension and LMF Contributions		8,024						1,455	1,455	9,479	8,526	9,071	
Medical Aid Contributions		4,354						(105)	(105)	4,249	4,633	4,929	
Overtime		3,611						565	565	4,176	3,842	4,087	
Performance Bonus													
Motor Vehicle Allowance		3,242						129	129	3,371	3,270	3,479	
Cellphone Allowance		444						(9)	(9)	435	351	374	
Housing Allowances		357						(39)	(39)	318	380	404	
Other benefits and allowances		815						565	565	1,380	848	996	
Payments in lieu of leave		5,808								5,808	4,492	4,622	
Long service awards													
Post-retirement benefit obligations		653								653	688	725	
sub-total	4	80,741						6,842	6,842	87,583	84,255	89,583	
Less: Employees costs capitalised to PPE													
Total Employee related costs	1	80,741						6,842	6,842	87,583	84,255	89,583	
<b>Contributions recognised - capital</b>													
List contributions by contract													
Total Contributions recognised - capital													
<b>Depreciation &amp; asset impairment</b>													
Depreciation of Property, Plant & Equipment		10,675								10,675	11,292	11,944	
Lease amortisation													
Capital asset impairment													
Depreciation resulting from revaluation of PPE													
Total Depreciation & asset impairment	1	10,675								10,675	11,292	11,944	
<b>Bulk purchases</b>													
Electricity		65,681						9,102	9,102	74,783	69,622	73,799	
Water													
Total bulk purchases	1	65,681						9,102	9,102	74,783	69,622	73,799	
<b>Contracted services</b>													
ESKOM: ELECTRICITY		2,607						782	782	3,390	2,748	2,897	
OTHERS		6,611						(300)	(300)	6,311	6,968	7,344	
sub-total	1	9,219						482	482	3,390	9,717	10,240	
<b>Allocations to organs of state:</b>													
Electricity													
Water													
Sanitation													
Other													
Total contracted services		9,219						482	482	3,390	9,717	10,240	
<b>Other Expenditure By Type</b>													
Repairs and maintenance		22,902						(1,105)	(1,105)	18,797	23,539	24,762	
Collection costs													
Contributions to 'other' provisions													
Consultant fees		1,728						3,657	3,657	5,383	1,819	1,918	
Audit fees		1,569								1,569	1,654	1,743	
General expenses	3.5	41,214						(4,144)	(4,144)	37,071	41,884	44,778	
Total Other Expenditure	1	67,411						(1,592)	(1,592)	44,022	68,955	73,200	

References

1. Must reconcile with relevant line on the 'Financial Performance' budget
2. Must reconcile to supporting documentation on staff salaries
3. Insert other categories where revenue or expenditure is of a material nature
4. Expenditure to meet any unfulfilled obligations
5. Special consideration may have to be given to including 'goodwill arising' or 'joint venture' budgets where circumstances require this (include separately under relevant notes)
6. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
7. Additional cash-backed accumulated funds/ reserve funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have for
8. Increases of funds approved under section 31 MFMA
9. Adjustments approved in accordance with section 29 MFMA
10. Adjustments to funding allocations from National or Provincial Government
11. Adjusts. = 'Other' Adjustments proposed to be approved: including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(c)); error correction (sec

12. G = B + C + D + E + F

13. Adjusted Budget H = (A or A1/2 etc) + G

KZN222 uMngeni - Supporting Table SB2 Supporting detail to 'Financial Position Budget' -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	NaL. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	4 A1	5 B	6 C	7 D	8 E	9 F	10 G	11 H	+1 2015/16	+2 2016/17
<b>R thousands</b>												
<b>ASSETS</b>												
<b>Call investment deposits</b>												
Call deposits < 90 days		39,906						(31,159)	(31,159)	8,747	42,301	44,839
Other current investments > 90 days		-						-	-	-	-	-
<b>Total Call investment deposits</b>	1	39,906						(31,159)	(31,159)	8,747	42,301	44,839
<b>Consumer debtors</b>												
Consumer debtors		82,506								82,506	70,130	63,117
Less: provision for debt impairment		1,121								1,121	1,234	1,419
<b>Total Consumer debtors</b>	1	81,384								81,384	68,896	61,698
<b>Debt impairment provision</b>												
Balance at the beginning of the year		-								-	1,121	1,234
Contributions to the provision		-								-	(1,121)	(1,234)
Bad debts written off		1,121								1,121	1,234	1,419
<b>Balance at end of year</b>		1,121								1,121	1,234	1,419
<b>Property, plant &amp; equipment</b>												
PPE at cost/valuation (excl. finance leases)		829,590						44,977	44,977	874,567	833,383	845,034
Leases recognised as PPE		-						-	-	-	-	-
Less: Accumulated depreciation		-						-	-	-	-	-
<b>Total Property, plant &amp; equipment</b>	1	829,590						44,977	44,977	874,567	833,383	845,034
<b>LIABILITIES</b>												
<b>Current liabilities - Borrowing</b>												
Short term loans (other than bank overdraft)		2,500								2,500	1,500	2,600
Current portion of long-term liabilities		-								-	-	-
<b>Total Current liabilities - Borrowing</b>		2,500								2,500	1,500	2,600
<b>Trade and other payables</b>												
Creditors		71								71	74	78
Unspent conditional grants and receipts		-								-	-	-
VAT		-								-	-	-
<b>Total Trade and other payables</b>	1	71								71	74	78
<b>Non current liabilities - Borrowing</b>												
Borrowing		32,316								32,316	30,816	28,216
Finance leases (including PPP asset element)		-								-	-	-
<b>Total Non current liabilities - Borrowing</b>	3	32,316								32,316	30,816	28,216
<b>Provisions - non current</b>												
Retirement benefits		-								-	-	-
List other major items		-								-	-	-
Refuse landfill site rehabilitation		-								-	-	-
Other		4,835								4,835	5,072	5,356
<b>Total Provisions - non current</b>		4,835								4,835	5,072	5,356
<b>CHANGES IN NET ASSETS</b>												
<b>Accumulated surplus/(Deficit)</b>												
Accumulated surplus/(Deficit) - opening balance		-								-	-	-
Appropriations to Reserves		-								-	-	-
Transfers from Reserves		-								-	-	-
Depreciation offsets		-								-	-	-
Other adjustments		735,712						15,580	15,580	751,292	728,159	724,630
<b>Accumulated Surplus/(Deficit)</b>	1	735,712						15,580	15,580	751,292	728,159	724,630
<b>Reserves</b>												
Housing Development Fund		-								-	-	-
Capital replacement		-								-	-	-
Self-insurance		-								-	-	-
Other reserves (list)		237,726								237,726	241,292	253,357
Revaluation		-								-	-	-
<b>Total Reserves</b>	2	237,726								237,726	241,292	253,357
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	973,438						15,580	15,580	989,018	969,451	977,987
<b>Total capital expenditure includes expenditure on nationally significant priorities:</b>												
Provision of basic services										-	-	-
2010 World Cup										-	-	-

References:

1. Must reconcile with 'Financial Position' budget
2. Leases treated as assets to be depreciated as the same as purchased/constructed assets. Includes PPP asset element accounted for as finance leases
3. Borrowing (original budget) must reconcile to Budget Table A16
4. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
5. Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have for
6. Increases of funds approved under section 31 MFMA
7. Adjustments approved in accordance with section 29 MFMA
8. Adjustments to funding allocations from National or Provincial Government
9. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(d)); error correction (sect

10. G = B + C + D + E + F

11. Adjusted Budget H = (A or A1/2 etc) + G

KZN222 uMngeni - Supporting Table SB3 Adjustments to the SDBIP - performance objectives -

Description	Unit of measurement	Budget Year 2014/15									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
		A	A1	B	C	D	E	F	G	H		
<b>Vote 1 - vote name</b>												
Function 1 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
Function 2 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
<b>Vote 2 - vote name</b>												
Function 1 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
Function 2 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
<b>Vote 3 - vote name</b>												
Function 1 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
Function 2 - (name)												
Sub-function 1 - (name)												
<i>Insert measure/s description</i>												
Sub-function 2 - (name)												
<i>Insert measure/s description</i>												
Sub-function 3 - (name)												
<i>Insert measure/s description</i>												
<b>And so on for the rest of the Votes</b>												

**References**

1. Include a measurable performance objective for each revenue source (within a relevant function) and each vote (MFMA s17(3)(b))
2. Include the estimated effect on the target of each component of an adjustment budget (B to G)
3. Include all Basic Services performance targets from Table A10 to ensure Table SA7 represents all strategic responsibilities
4. Total target adjustments  $G = B + C + D + E + F$
5. Total Adjusted Budget targets  $H = (A \text{ or } A1/2 \text{ etc}) + G$
6. NOTE - include adjustments by 'exception' (only where amended)

KZN222 uMngeni - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks -

Description of financial indicator	Basis of calculation	2011/12	2012/13	2013/14	Budget Year 2014/15			Budget Year +1 2015/16	Budget Year +2 2016/17
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Borrowing Management</b>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				2.7%	0.0%	2.4%	2.2%	2.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>									
Gearing	Long Term Borrowing/ Funds & Reserves				13.6%	0.0%	13.6%	12.8%	11.1%
<b>Liquidity</b>									
Current Ratio	Current assets/current liabilities				3640.8%	0.0%	3232.8%	4573.6%	3462.1%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				17159.2%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				9.8	0.0	3.7	13.0	10.7
<b>Revenue Management</b>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				30.8%	0.0%	28.5%	24.3%	20.7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash					5.9%	0.0%	0.8%	1.4%	0.4%
<b>Other Indicators</b>									
Electricity Distribution Losses (2)	Total Volume Losses (kW)								
	Total Cost of Losses (Rand '000)								
Water Distribution Losses (2)	Total Volume Losses (kℓ)								
	Total Cost of Losses (Rand '000)								
Employee costs	Employee costs/(Total Revenue - capital revenue)				30.6%	0.0%	30.6%	29.7%	30.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				8.7%	0.0%	6.9%	8.3%	8.3%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				5.7%	0.0%	5.3%	5.6%	5.6%
<b>IDP regulation financial viability indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				3577.6%	0.0%	3919.9%	3126.1%	3293.9%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				30.8%	0.0%	28.5%	24.3%	20.7%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.1

**References**

1. Consumer debtors > 12 months old are excluded from current assets

KZN222 uMngeni - Supporting Table SBS Adjustments Budget - social, economic and demographic statistics and assumptions -

Description of economic indicator	Ref.	1996 Census	2001 Census	2007 Survey	2011/12	2012/13	2013/14	Current year	Original Budget	Adjusted Budget
<b>Demographics</b>										
Population			74,000	85,000	92,710,000	92,710,000	92,710,000	92,710,000	92,710,000	92,710,000
Females aged 5 - 14			37,000	43,000	7,162,000	7,162,000	7,162,000	7,162,000	7,162,000	7,162,000
Males aged 5 - 14			36,000	42,000	7,368,000	7,368,000	7,368,000	7,368,000	7,368,000	7,368,000
Females aged 15 - 34			12,000	11,000	17,157,000	17,157,000	17,157,000	17,157,000	17,157,000	17,157,000
Males aged 15 - 34			-	-	17,759,000	17,759,000	17,759,000	17,759,000	17,759,000	17,759,000
Unemployment			-	-	9,711,000	9,711,000	9,711,000	9,711,000	9,711,000	9,711,000
<b>Monthly Household Income (no. of households)</b>										
None	1, 12				33,287	33,287	33,287	33,287	33,287	33,287
R1 - R1 600			1,800	2,100	12,987	12,987	12,987	12,987	12,987	12,987
R1 601 - R3 200			-	-	8,575	8,575	8,575	8,575	8,575	8,575
R3 201 - R6 400			-	-	4,441	4,441	4,441	4,441	4,441	4,441
R6 401 - R12 800			-	-	4,124	4,124	4,124	4,124	4,124	4,124
R12 801 - R25 600			-	-	3,130	3,130	3,130	3,130	3,130	3,130
R25 601 - R51 200			73,886	84,716	1,501	1,501	1,501	1,501	1,501	1,501
R52 201 - R102 400			-	-	481	481	481	481	481	481
R102 401 - R204 800			20	21	176	176	176	176	176	176
R204 801 - R409 600			-	-	94	94	94	94	94	94
R409 601 - R819 200			1,000	1,000	-	-	-	-	-	-
> R819 200			-	-	-	-	-	-	-	-
Poverty profiles (no. of households)			17,581	18,801	19,000	19,000	19,000	19,000	19,000	19,000
< R2,060 per household per month	13				0,00	0,00	0,00	0,00	0,00	0,00
Insert description	2									
<b>Household demographics (000)</b>										
Number of people in municipal area				92,710	93	93	93	93	93	93
Number of poor people in municipal area										
Number of households in municipal area				30,490	30	30	30	30	30	30
Number of poor households in municipal area										
Definition of poor household (R per month)										
<b>Housing statistics</b>										
Formal	3		23,465	23,465	23,465	23,465	23,465	23,465	23,465	23,465
Informal			1,546	1,546	1,546	1,546	1,546	1,546	1,546	1,546
Total number of households			25,031	25,031	25,031	25,031	25,031	25,031	25,031	25,031
Dwellings provided by municipality	4									
Dwellings provided by province/s										
Dwellings provided by private sector	5									
Total new housing dwellings										
<b>Economic</b>										
Inflation/inflation outlook (CPIX)										
Interest rate - borrowing										
Interest rate - investment										
Remuneration increases										
Consumption growth (electricity)										
Consumption growth (water)										
<b>Collection rates</b>										
Property tax/service charges										
Rental of facilities & equipment										
Interest - external investments										
Interest - debtors										
Revenue from agency services										
References										

1. Monthly household income threshold. Should include all sources of income.  
 2. Show the poverty analysis the municipality uses to determine its indigenous policy and the provision of services  
 3. Include total of all housing units within the municipality  
 4. Number of subsidised dwellings to be constructed by the municipality under agency agreement with province  
 5. Provide estimate based on building approval information. Include any non-subsidised dwellings constructed by the municipality  
 6. Insert actual or estimated % increases assumed as a basis for budget calculations

**KZN222 uMn geni - Supporting Table SB6 Adjustments Budget - funding measurement -**

Description	Ref	MFMA section	2011/12	2012/13	2013/14	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2015/16	Budget Year +2 2016/17
<b>R thousands</b>										
<b>Funding measures</b>										
Cash/cash equivalents at the year end - R'000	1	18(1)b	(1,407)	(5,995)	8,676	1,198	-	9,356	5,140	19,325
Cash + investments at the yr end less applications - R'000	2	18(1)b	3,213	2,624	38,474	(122,155)	-	(155,407)	(127,737)	(149,466)
Cash year end/monthly employee/supplier payments	3	18(1)b	(1,407)	(5,995)	8,676	0	-	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	23,516	22,212	41,058	26,256	-	66,951	35,352	35,270
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)		0.0%		0.0%	0.0%	0.0%	-1.8%	0.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	90.6%	0.0%	84.6%	92.4%	82.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	0.0%			4.0%	0.0%	10.2%	4.0%	4.0%
Capital payments % of capital expenditure	8	18(1)c,19				100.0%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a							-15.3%	-10.4%
Long term receivables % change - incr(decr)	12	18(1)a							0.0%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)	0.6%	0.8%	0.6%	61.3%	0.0%	53.0%	53.3%	56.0%
Asset renewal % of capital budget	14	20(1)(vi)				0.0%	0.0%	0.0%	31.1%	0.0%

**References**

1. Positive cash balances indicative of minimum compliance - subject to 2
2. Deduct applications (defined) from cash balances
3. Indicative of sufficient liquidity to meet average monthly operating payments
4. Indicative of funded operational requirements
5. Indicative of adherence to macro-economic targets (prior to 2003/04 revenue not available for high capacity municipalities and later for other capacity classifications)
6. Realistic average cash collection forecasts as % of annual billed revenue
7. Realistic average increase in doubtful debt provision
8. Indicative of planned capital expenditure level & cash payment timing
9. Indicative of compliance with borrowing 'only' for the capital budget - should not exceed 100% unless refinancing
10. Substantiation of National/Province allocations included in budget
11. Indicative of realistic current arrear debtor collection targets (prior to 2003/04 revenue not available for high cap municipalities and later for other capacity classifications)
12. Indicative of realistic long term arrear debtor collection targets (prior to 2003/04 revenue not available for high cap municipalities and later for other capacity classifications)
13. Indicative of a credible allowance for repairs & maintenance of assets
14. Indicative of a credible allowance for asset renewal (requires analysis of asset renewal projects as % of total capital projects - detailed capital plan)

**KZN222 uMngeni - Supporting Table SB7 Adjustments Budget - transfers and grant receipts -**

Description	Ref	Budget Year 2014/15							Budget Year	Budget Year
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7	8	9	10	11	12	+1 2015/16	+2 2016/17
R thousands										
<b>RECEIPTS:</b>	1, 2									
<b>Operating Transfers and Grants</b>										
National Government:		43,763	-	-	-	759	759	44,522	46,364	49,094
Municipal Systems Improvement		934	-	-	-	381	381	1,315	967	1,018
Finance Management	3	1,600	-	-	-	377	377	1,977	1,650	1,700
EPWP Incentive		1,000	-	-	-	-	-	1,000	-	-
Local Government Equitable Share		36,235	-	-	-	-	-	36,235	39,576	42,019
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Special Support Councillors Remuneration		3,994	-	-	-	-	-	3,994	4,171	4,357
Provincial Government:		3,551	-	-	-	385	385	3,936	5,282	4,676
Library		2,500	-	-	-	-	-	2,500	2,703	2,846
Museum		799	-	-	-	(148)	(148)	651	2,314	1,331
Library	4	252	-	-	-	-	-	252	265	499
Data cleansing		-	-	-	-	175	175	175	-	-
Other transfers and grants [MAP]	5	-	-	-	-	358	358	358	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	6	<b>47,314</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,144</b>	<b>1,144</b>	<b>48,458</b>	<b>51,646</b>	<b>53,770</b>
<b>Capital Transfers and Grants</b>										
National Government:		21,415	-	-	-	425	425	21,840	22,428	23,268
Municipal Infrastructure Grant (MIG)		21,415	-	-	-	-	-	21,415	22,428	23,268
Dept. of Energy- NATIONAL GRANT		-	-	-	-	425	425	425	-	-
-		-	-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	45,032	45,032	45,032	-	-
Massification and Cedara College- PROVINCIAL GRANT		-	-	-	-	2,494	2,494	2,494	-	-
Mandela Capture Phase 1		-	-	-	-	42,538	42,538	42,538	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	6	<b>21,415</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>45,457</b>	<b>45,457</b>	<b>66,872</b>	<b>22,428</b>	<b>23,268</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>68,729</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>46,601</b>	<b>46,601</b>	<b>115,330</b>	<b>74,074</b>	<b>77,038</b>

**References**

- Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation
- Amounts actually RECEIVED; not revenue earned (the objective is to confirm grants allocated)
- Replacement of RSC levies
- Housing subsidies for housing where ownership transferred to organisations or persons outside the control of the municipality
- Motor vehicle licensing refunds to be included under 'agency' services (Not shown here as Receipts)
- Total Grant Receipts original budget must reconcile to budget supporting table A18
- Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
- Increases of funds approved under section 31 MFMA
- Adjustments to funding allocations from National or Provincial Government
- Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); error correction (section 28(2)(f)); functional shifts and any adjustments made under delegation by the AO since the budget was approved
- E = B + C + D
- Adjusted Budget F = (A or A1/2 etc) + E



KZN222 uMngeni - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme -

Description	Ref	Budget Year 2014/15						Budget Year +1	Budget Year +2	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
		A	2 A1	3 B	4 C	5 D	6 E	7 F		
R thousands										
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		43,763	-	-	-	759	759	44,522	46,364	49,094
Municipal Systems Improvement		934				381	381	1,315	967	1,018
Finance Management		1,600				377	377	1,977	1,650	1,700
EPWP Incentive		1,000				-	-	1,000	-	-
Local Government Equitable Share		36,235				-	-	36,235	39,576	42,019
Special Support Councillors Remuneration		3,994				-	-	3,994	4,171	4,357
<b>Provincial Government:</b>		3,551	-	-	-	385	385	3,936	5,282	4,676
Library		799				(148)	(148)	651	2,314	1,331
Museum		252				-	-	252	265	499
Library		2,500				-	-	2,500	2,703	2,846
Data cleansing		-				175	175	175	-	-
Other transfers and grants [MAP]		-				358	358	358	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		47,314	-	-	-	1,144	1,144	48,458	51,646	53,770
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		21,415	-	-	-	45,457	45,457	66,872	22,428	23,268
Municipal Infrastructure Grant (MIG)		21,415				-	-	21,415	22,428	23,268
Dept. of Energy- NATIONAL GRANT		-				425	425	425	-	-
		-				-	-	-	-	-
		-				-	-	-	-	-
Other capital transfers [insert description]		-				45,032	45,032	45,032	-	-
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Massification and Cedara College- PROVINCIAL GRANT		-				-	-	-	-	-
Mandela Capture Phase 1		-				-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		21,415	-	-	-	45,457	45,457	66,872	22,428	23,268
<b>Total capital expenditure of Transfers and Grants</b>		68,729	-	-	-	46,601	46,601	115,330	74,074	77,038

References

1. Transfers/Grant expenditure must be separately listed for each allocation received
2. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
3. Increases of funds approved under section 31 MFMA
4. Adjustments to funding allocations from National or Provincial Government
5. Adjusts. = 'Other' Adjustments proposed to be approved; error correction (section 28(2)(f)); functional shifts and any adjustments made under delegation by the AO since the budget was approved or since a previously 'approved' Adjustments Budget in the
6. E = B + C + D
7. Adjusted Budget F = (A or A1/2 etc) + E

KZN222 uMngeni - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds -

Description	Ref	Budget Year 2014/15						Budget Year +1	Budget Year +2	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
		A	2 A1	3 B	4 C	5 D	6 E	7 F		
<b>R thousands</b>										
<b>Operating transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year		-	-	-	-	1,754	1,754	1,754	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	1,754	1,754	1,754	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>										
Balance unspent at beginning of the year		-	-	-	-	15,652	15,652	15,652	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	15,652	15,652	15,652	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Total operating transfers and grants revenue</b>		-	-	-	-	<b>17,406</b>	<b>17,406</b>	<b>17,406</b>	-	-
<b>Total operating transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>Capital transfers and grants:</b>										
<b>National Government:</b>										
Balance unspent at beginning of the year		-	-	-	-	425	425	425	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	425	425	425	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>										
Balance unspent at beginning of the year		-	-	-	-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-	-	-	-
<b>Total capital transfers and grants revenue</b>		-	-	-	-	<b>425</b>	<b>425</b>	<b>425</b>	-	-
<b>Total capital transfers and grants - CTBM</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		-	-	-	-	<b>17,831</b>	<b>17,831</b>	<b>17,831</b>	-	-
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		-	-	-	-	-	-	-	-	-

- References**
- Total capital grants revenue budget must reconcile to budget tables A4 and A5; total operating grants revenue must reconcile to budget table A4
  - CTBM = conditions to be met
  - Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
  - Increases of funds approved under section 31 MFMA
  - Adjustments to funding allocations from National or Provincial Government
  - Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(d)); error correction (sect
  - $E = B + C + D$
  - Adjusted Budget  $F = (A \text{ or } A1/2 \text{ etc}) + E$



KZN22 UMngeni - Supporting Table SB11 Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	Budget Year 2014/15										% change
		Original Budget	Prior Adjusted Account Funds			Multi-year capital	Unforeseen	ML or Prov. Govt	Other Adjustments		Adjusted Budget	
		A	5	6	7	8	9	10	11	12		
	A1	B	C	D	E	F	G	H				
<b>R thousands</b>												
<b>Councillors (Political Office Expenditure Only)</b>												
Basic Salaries and Wages		6,127							230	230	6,358	3.9%
Pension and UIF Contributions		-							-	-	-	-
Medical Aid Contributions		-							-	-	-	-
Motor Vehicle Allowance		-							-	-	-	-
Cellphone Allowance		-							-	-	-	-
Housing Allowances		-							-	-	-	-
Other benefits and allowances		-							-	-	-	-
Sub Total - Councillors		6,127							230	230	6,358	3.9%
% Increase		(6)									0	
<b>Senior Managers of the Municipality</b>												
Basic Salaries and Wages		6,053									5,275	-12.8%
Pension and UIF Contributions		11							(778)	(778)	11	0.0%
Medical Aid Contributions		-							-	-	-	-
Overtime		-							-	-	-	-
Performance Bonus		-							-	-	-	-
Motor Vehicle Allowance		168							-	-	168	0.0%
Cellphone Allowance		114							-	-	114	0.0%
Housing Allowances		-							-	-	-	-
Other benefits and allowances		62							-	-	62	-
Payments in lieu of leave		-							-	-	-	-
Long service awards		-							-	-	-	-
Post-retirement benefit obligations	5	-							-	-	-	-
Sub Total - Senior Managers of Municipality		6,408							(778)	(778)	5,630	-12.1%
% Increase		(6)									(6)	
<b>Other Municipal Staff</b>												
Basic Salaries and Wages		47,381							5,058	5,058	52,439	10.7%
Pension and UIF Contributions		8,013							1,455	1,455	9,468	18.2%
Medical Aid Contributions		4,354							(105)	(105)	4,249	-2.4%
Overtime		3,611							565	565	4,176	15.7%
Performance Bonus		-							-	-	-	-
Motor Vehicle Allowance		3,073							129	129	3,203	4.2%
Cellphone Allowance		330							(9)	(9)	321	-2.9%
Housing Allowances		357							(39)	(39)	318	-
Other benefits and allowances		815							565	565	1,380	-
Payments in lieu of leave		5,746							-	-	5,746	0.0%
Long service awards		-							-	-	-	-
Post-retirement benefit obligations	5	653							-	-	653	0.0%
Sub Total - Other Municipal Staff		74,233							7,810	7,810	81,953	10.3%
% Increase												
<b>Total Parent Municipality</b>		<b>88,858</b>							<b>7,872</b>	<b>7,872</b>	<b>93,940</b>	<b>8.1%</b>
<b>Board Members of Entities</b>												
Basic Salaries and Wages		-							-	-	-	-
Pension and UIF Contributions		-							-	-	-	-
Medical Aid Contributions		-							-	-	-	-
Overtime		-							-	-	-	-
Performance Bonus		-							-	-	-	-
Motor Vehicle Allowance		-							-	-	-	-
Cellphone Allowance		-							-	-	-	-
Housing Allowances		-							-	-	-	-
Other benefits and allowances		-							-	-	-	-
Board Fees		-							-	-	-	-
Payments in lieu of leave		-							-	-	-	-
Long service awards		-							-	-	-	-
Post-retirement benefit obligations	5	-							-	-	-	-
Sub Total - Board Members of Entities		-							-	-	-	-
% Increase		-							-	-	-	-
<b>Senior Managers of Entities</b>												
Basic Salaries and Wages		-							-	-	-	-
Pension and UIF Contributions		-							-	-	-	-
Medical Aid Contributions		-							-	-	-	-
Overtime		-							-	-	-	-
Performance Bonus		-							-	-	-	-
Motor Vehicle Allowance		-							-	-	-	-
Cellphone Allowance		-							-	-	-	-
Housing Allowances		-							-	-	-	-
Other benefits and allowances		-							-	-	-	-
Payments in lieu of leave		-							-	-	-	-
Long service awards		-							-	-	-	-
Post-retirement benefit obligations	5	-							-	-	-	-
Sub Total - Senior Managers of Entities		-							-	-	-	-
% Increase		-							-	-	-	-
<b>Other Staff of Entities</b>												
Basic Salaries and Wages		-							-	-	-	-
Pension and UIF Contributions		-							-	-	-	-
Medical Aid Contributions		-							-	-	-	-
Overtime		-							-	-	-	-
Performance Bonus		-							-	-	-	-
Motor Vehicle Allowance		-							-	-	-	-
Cellphone Allowance		-							-	-	-	-
Housing Allowances		-							-	-	-	-
Other benefits and allowances		-							-	-	-	-
Payments in lieu of leave		-							-	-	-	-
Long service awards		-							-	-	-	-
Post-retirement benefit obligations	5	-							-	-	-	-
Sub Total - Other Staff of Entities		-							-	-	-	-
% Increase		-							-	-	-	-
<b>Total Municipal Entities</b>		<b>-</b>							<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>COUNCILLOR ALLOWANCES, EMPLOYEE REMUNERATION &amp; ENTITY REMUNERATION</b>		<b>88,858</b>							<b>7,872</b>	<b>7,872</b>	<b>93,940</b>	<b>8.1%</b>
% Increase												
<b>TOTAL MANAGERS AND STAFF</b>		<b>86,741</b>							<b>6,842</b>	<b>6,842</b>	<b>87,583</b>	<b>8.5%</b>

References:

1. Include "loans and advances" where applicable if any reportable amounts only until phased compliance with a 104 of MFMA is achieved
  2. If benefits in kind are provided (e.g. provision of living quarters) the full market value must be shown as the cost to the municipality
  3. s57 of the Systems Act
  4. Must agree to the sub-total appearing on Table C1 (Employee costs)
  5. Includes pension payments and employer contributions to medical aid
- Column Definitions:
- A. The original budget approved by council for the current year
  - B. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget
  - C. Additional cash-based accumulated funds/unused funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have for)
  - D. Increases of funds approved under section 31 MFMA
  - E. Adjustments approved in accordance with section 29 MFMA
  - F. Adjustments approved by changes in funding allocations from National or Provincial Government
  - G. Adjustments caused by changes in funding allocations from National or Provincial Government
  - H. Adjustments = "Other" Adjustments proposed to be approved, including re-voice under collection (MFMA section 28(2)(a)), additional revenue appropriation on existing programmes (section 28(2)(b)), projected savings (section 28(2)(d)) or error correction (sec)
  - I. G = B + C + D + E + F
  - J. Adjusted Budget H = (A or A12 etc) + G















KZN222 uMngeni - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class -

Description	Ref	Budget Year 2014/15										Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	7	8	9	10	11	12	13	14			
R thousands		A1	B	C	D	E	F	G	H				
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>													
<b>Infrastructure</b>		20,515	-	-	-	-	-	1,216	1,216	21,731	19,028	23,268	
Infrastructure - Road transport		18,915	-	-	-	-	-	1,188	1,188	20,103	19,028	23,268	
Roads, Pavements & Bridges		18,915	-	-	-	-	-	1,188	1,188	20,103	19,028	23,268	
Storm water		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Electricity		-	-	-	-	-	-	1,008	1,008	1,008	-	-	
Generation		-	-	-	-	-	-	-	-	-	-	-	
Transmission & Reticoation		-	-	-	-	-	-	1,008	1,008	1,008	-	-	
Street Lighting		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-	
Dams & Reservoirs		-	-	-	-	-	-	-	-	-	-	-	
Water purification		-	-	-	-	-	-	-	-	-	-	-	
Reticoation		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-	
Reticoation		-	-	-	-	-	-	-	-	-	-	-	
Sewerage purification		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Other		1,600	-	-	-	-	-	(980)	(980)	620	-	-	
Refuse		1,600	-	-	-	-	-	(980)	(980)	620	-	-	
Transportation	2	-	-	-	-	-	-	-	-	-	-	-	
Gas		-	-	-	-	-	-	-	-	-	-	-	
Other	3	-	-	-	-	-	-	-	-	-	-	-	
<b>Community</b>		3,160	-	-	-	-	-	123	123	3,283	5,300	-	
Parks & gardens		-	-	-	-	-	-	-	-	-	-	-	
Sports Fields & stadia		2,500	-	-	-	-	-	723	723	3,223	3,400	-	
Swimming pools		-	-	-	-	-	-	-	-	-	-	-	
Community halls		-	-	-	-	-	-	-	-	-	-	-	
Libraries		-	-	-	-	-	-	-	-	-	-	-	
Recreational facilities		-	-	-	-	-	-	-	-	-	-	-	
Fire, safety & emergency		-	-	-	-	-	-	-	-	-	-	-	
Security and policing		-	-	-	-	-	-	-	-	-	-	-	
Buses		-	-	-	-	-	-	-	-	-	-	-	
Clinics		-	-	-	-	-	-	-	-	-	-	-	
Museums & Art Galleries		-	-	-	-	-	-	-	-	-	-	-	
Cemeteries		-	-	-	-	-	-	-	-	-	-	-	
Social rental housing		-	-	-	-	-	-	-	-	-	-	-	
Other		500	-	-	-	-	-	(500)	(500)	-	1,900	-	
<b>Heritage assets</b>		-	-	-	-	-	-	42,538	42,538	42,538	-	-	
Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	42,538	42,538	42,538	-	-	
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-	-	-	
Housing development		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>		400	-	-	-	-	-	100	100	500	-	-	
General vehicles		-	-	-	-	-	-	-	-	-	-	-	
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-	
Plant & equipment		100	-	-	-	-	-	(100)	(100)	-	-	-	
Computers - hardware/equipment		300	-	-	-	-	-	(300)	(300)	-	-	-	
Furniture and other office equipment		-	-	-	-	-	-	-	-	-	-	-	
Abatoirs		-	-	-	-	-	-	-	-	-	-	-	
Markets		-	-	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Land		-	-	-	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or inventory)		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	500	500	500	-	-	
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-	-	-	
List sub-class		-	-	-	-	-	-	-	-	-	-	-	
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	-	-	
List sub-class		-	-	-	-	-	-	-	-	-	-	-	
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-	-	-	
Computers - software & programming		-	-	-	-	-	-	-	-	-	-	-	
Other (list sub-class)		-	-	-	-	-	-	-	-	-	-	-	
<b>Total Capital Expenditure on new assets to be adjusted</b>	1	24,015	-	-	-	-	-	43,877	43,877	67,992	24,328	23,268	
<b>Specialised vehicles</b>	18	-	-	-	-	-	-	-	-	-	-	-	
Refuse		-	-	-	-	-	-	-	-	-	-	-	
Fire		-	-	-	-	-	-	-	-	-	-	-	
Conservancy		-	-	-	-	-	-	-	-	-	-	-	
Ambulances		-	-	-	-	-	-	-	-	-	-	-	

References

- Total Capital Expenditure on new assets (SB18a) plus Total Capital Expenditure on renewal of existing assets (SB18b) must reconcile to total capital expenditure in Budgeted Capital Expenditure
- Airports, Car Parks, Bus Terminals and Taxi Ranks
- For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes
- Work-in-progress under construction to be budgeted under the respective item
- Infrastructure includes 'land and buildings required' by that infrastructure and 'vehicles/plant & equipment used by the service generated by that infrastructure'
- Donated/contributed & leased assets to be included within the respective sub-class
- Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget
- Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where increases of funds approved under section 31 MFMA)
- Increases of funds approved under section 31 MFMA
- Adjustments approved in accordance with section 28 MFMA
- Adjustments to funding allocations from National or Provincial Government
- Adjusts = 'Other' Adjustments proposed to be approved, including revenue under-collection (MFMA section 28(2)(e)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(d)); error correction (see 13. G = B + C + D + E + F
- Adjusted Budget H = (A or A12 etc) + G

KZN222: uMngeni - Supporting Table SB10b Adjustments Budget - capital expenditure on renewal of existing assets by asset class -

Description	Ref	Budget Year 2014/15											Budget Year	Budget Year
		Original	Prior Adjusted	Accum. Funds	Multi-year	Unfore.	Mat. or Prov.	Other Adjusts.	Total Adjus.	Adjusted	Adjusted	Adjusted	+12015/16	+2 2016/17
		Budget	7	8	capital	Unavail.	Govt		13	Budget	Budget	Budget		
R thousands	A	A1	B	C	D	E	F	G	H					
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>														
<b>Infrastructure</b>													11,000	
Infrastructure - Road transport														
Roads: Pavements & Bridges														
Storm water														
Infrastructure - Electricity													11,000	
Generation														
Transmission & Distribution													11,000	
Street Lighting														
Infrastructure - Water														
Dams & Reservoirs														
Water purification														
Retreatment														
Infrastructure - Sanitation														
Retreatment														
Sewerage purification														
Infrastructure - Other														
Refuse														
Transportation	2													
Gas														
Other	3													
<b>Community</b>														
Parks & gardens														
Sports Fields & stadia														
Swimming pools														
Community halls														
Libraries														
Recreational facilities														
Fire, safety & emergency														
Security and policing														
Buses														
Onest														
Museums & Art Galleries														
Cemeteries														
Social rental housing														
Other														
<b>Real estate assets</b>														
Buildings														
Other														
<b>Investment properties</b>														
Housing development														
Other														
<b>Other assets</b>														
General vehicles	18													
Specialised vehicles														
Plant & equipment														
Computers - hardware/equipment														
Furniture and other office equipment														
Abattoirs														
Markets														
Overland and Buildings														
Other Buildings														
Other Land														
Surplus Assets - (Investment or Inventory)														
Other														
<b>Agricultural assets</b>														
List sub-class														
<b>Biological assets</b>														
List sub-class														
<b>Intangible</b>														
Computers - software & programming														
Other (not sub-class)														
<b>Total Capital Expenditure on renewal of existing assets to be adjusted</b>	1												11,000	
<b>Specialised vehicles</b>	18													
Refuse														
Fire														
Conservancy														
Ambulances														

- References**
- Total Capital Expenditure on renewal of existing assets (SB10b) plus Total Capital Expenditure on new assets (SB10a) must reconcile to total capital expenditure in Budgeted Capital Expenditure
  - Airports: Car Parks, Bus Terminals and Taxi Ranks
  - For example - technology buildings (e.g. fibre optic, WIFI infrastructure) for economic development purposes
  - Works-in-progress under construction to be budgeted under the respective item
  - Infrastructure includes land and buildings required by that infrastructure and vehicle/plant & equipment used by the service generated by that infrastructure
  - Donated contributions & leased assets to be included within the respective sub-class
  - Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget
  - Additional cash-based accumulated funds/department funds (section 18(1)(e) and section 28(2)(a) MFMA) identified after Original Budget approved and after annual financial statements audited (note only)
  - Increase of funds approved under section 31 MFMA
  - Adjustments approved in accordance with section 39 MFMA
  - Adjustments to funding allocations from National or Provincial Government
  - Adjusts = "Other" Adjustments proposed to be approved, including revenue under-collection (MFMA section 28(2)(v)), additional revenue appropriation on existing programme (section 28(2)(b)), projected savings (section 28(2)(6)), error correction (sec
  - G = B + C + D + E + F
  - Adjusted Budget H = (A or A12 etc) + G
  - Buses used to provide a service to the community
  - Not municipal contributions to the 'top structure' being built using the housing subsidies
  - Chairs, art collections, medals etc.
  - Ambulances, fire engines, refuse vehicles - but not vehicles that would normally be classified as 'Plant and equipment'. Detail to be entered below

KZN222: uMngeni - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class -

Description	Ref	Budget Year 2016/15										Budget Year	Budget Year
		Original	Prior Adjusted	Accum. Funds	Multi-year	Unfore.	Int. or Prov.	Other Adjuts.	Total Adjuts.	Adjusted	Adjusted	Adjusted	
		Budget	7	B	B	10	11	12	13	14	Budget	Budget	
R thousands	A	A1	B	C	D	E	F	G	H				
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>		14,535	-	-	-	-	-	(1,497)	(1,497)	12,939	15,441	18,492	
<b>Infrastructure</b>		9,972	-	-	-	-	-	(347)	(347)	9,625	10,620	11,310	
Infrastructure - Road transport		5,660	-	-	-	-	-	1,004	1,004	7,664	7,117	7,507	
Roads: Pavements & Bridges		3,313	-	-	-	-	-	(1,251)	(1,251)	1,961	3,502	3,703	
Storm water		4,564	-	-	-	-	-	(1,350)	(1,350)	3,214	4,821	5,083	
Infrastructure - Electricity		4,564	-	-	-	-	-	(1,350)	(1,350)	3,214	4,821	5,083	
Generation		-	-	-	-	-	-	-	-	-	-	-	
Transmission & Recubation		4,564	-	-	-	-	-	(1,350)	(1,350)	3,214	4,821	5,083	
Street Lighting		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-	
Dams & Reservoirs		-	-	-	-	-	-	-	-	-	-	-	
Water purification		-	-	-	-	-	-	-	-	-	-	-	
Recubation		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-	
Recubation		-	-	-	-	-	-	-	-	-	-	-	
Sewerage purification		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-	
Refuse		-	-	-	-	-	-	-	-	-	-	-	
Transportation	2	-	-	-	-	-	-	-	-	-	-	-	
Gas		-	-	-	-	-	-	-	-	-	-	-	
Other	3	-	-	-	-	-	-	-	-	-	-	-	
<b>Community</b>		8,365	-	-	-	-	-	(1,401)	(1,401)	6,965	8,158	8,360	
Parks & gardens		1,320	-	-	-	-	-	(205)	(205)	1,094	1,401	1,476	
Sports Fields & stadia		-	-	-	-	-	-	-	-	-	-	-	
Swimming pools		39	-	-	-	-	-	-	-	39	42	45	
Community halls		538	-	-	-	-	-	-	-	538	57	51	
Libraries		46	-	-	-	-	-	-	-	46	46	51	
Recreational facilities		245	-	-	-	-	-	-	-	245	262	280	
Fire, safety & emergency		-	-	-	-	-	-	-	-	-	-	-	
Security and policing		-	-	-	-	-	-	-	-	-	-	-	
Buses		-	-	-	-	-	-	-	-	-	-	-	
Clinics		-	-	-	-	-	-	-	-	-	-	-	
Museums & Art Galleries		68	-	-	-	-	-	-	-	68	72	78	
Cemeteries		617	-	-	-	-	-	-	-	617	430	454	
Social rental housing		5	-	-	-	-	-	-	-	5	5	6	
Other		5,478	-	-	-	-	-	(1,173)	(1,173)	4,305	5,829	5,908	
<b>Intangible assets</b>		-	-	-	-	-	-	-	-	-	-	-	
Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Investment intangibles</b>		-	-	-	-	-	-	-	-	-	-	-	
Housing development		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>		-	-	-	-	-	-	-	-	-	-	-	
General vehicles		-	-	-	-	-	-	-	-	-	-	-	
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-	
Plant & equipment		-	-	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-	-	-	
Furniture and other office equipment		-	-	-	-	-	-	-	-	-	-	-	
Abakers		-	-	-	-	-	-	-	-	-	-	-	
Markets		-	-	-	-	-	-	-	-	-	-	-	
Conv Land and Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Land		-	-	-	-	-	-	-	-	-	-	-	
Surplus Assets - (investment or inventory)		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-	-	-	
List sub-class		-	-	-	-	-	-	-	-	-	-	-	
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	-	-	
List sub-class		-	-	-	-	-	-	-	-	-	-	-	
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-	-	-	
Computers - software & programming		-	-	-	-	-	-	-	-	-	-	-	
Other (not sub-class)		-	-	-	-	-	-	-	-	-	-	-	
<b>Total Repairs and Maintenance Expenditure to be adjusted</b>	1	22,942	-	-	-	-	-	(0,165)	(0,165)	19,797	23,999	24,762	
<b>Specialised vehicles</b>	18	-	-	-	-	-	-	-	-	-	-	-	
Refuse		-	-	-	-	-	-	-	-	-	-	-	
Fire		-	-	-	-	-	-	-	-	-	-	-	
Conspicuity		-	-	-	-	-	-	-	-	-	-	-	
Ambulances		-	-	-	-	-	-	-	-	-	-	-	

- References**
- Total Repairs and Maintenance Expenditure by Asset Category must reconcile to total repairs and maintenance expenditure on Table SB1
  - Airports, Car Parks, Bus Terminals and Taxi Ranks
  - For example - technology backbones (e.g. fibre optic, WFI infrastructure) for economic development purposes
  - Work-in-progress/under construction to be budgeted under the respective item
  - Infrastructure includes land and buildings required by the infrastructure and vehicle spares & equipment used by the service generated by that infrastructure
  - Donated/contributed & leased assets to be included within the respective sub-class
  - Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget
  - Additional cash-backed accumulated funds/expense funds (section 18(1)(b) and section 28(2)(a) MFMA) identified after Original Budget approved and after annual financial statements audited (note only)
  - Increases of funds approved under section 21 MFMA
  - Adjustments approved in accordance with section 39 MFMA
  - Adjustments to funding allocations from National or Provincial Government
  - Adjusts - Other Adjustments proposed to be approved, including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)); projected savings (section 28(2)(c)); error correction (see 13)
  - G = B + C + D + E + F
  - Adjusted Budget H = (A or A1/2 etc) + G
  - Buses used to provide a service to the community
  - Not municipal contributions to the top structure being built using the housing subsidies
  - Stamps, art collections, medals etc.
  - Ambulances, fire engines, refuse vehicles - but not vehicles that would normally be classified as Plant and equipment. Detail to be entered below

KZN222 uMngeni - Supporting Table SB18d Adjustments Budget - depreciation by asset class -

Description	Ref	Budget Year: 2016/15										Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Defere. Unavoid.	Nat. or Prov. Govt	Other Adjcts.	Total Adjcts.	Adjusted Budget	Adjusted Budget	+1 2015/16	+2 2016/17
		A	7	B	9	10	11	12	13	14	Adjusted Budget	Adjusted Budget	
R thousands													
<b>Expenditure by Asset Class/Subclass</b>													
<b>Infrastructure</b>		6,481	-	-	-	-	-	-	-	6,481	6,852	7,243	
Infrastructure - Road transport		3,810	-	-	-	-	-	-	-	3,810	3,822	4,648	
Roads, Pavements & Bridges		2,517	-	-	-	-	-	-	-	2,517	2,653	2,797	
Storm water		1,093	-	-	-	-	-	-	-	1,093	1,170	1,252	
Infrastructure - Electricity		2,496	-	-	-	-	-	-	-	2,496	2,631	2,773	
Generation		-	-	-	-	-	-	-	-	-	-	-	
Transmission & Reculation		2,496	-	-	-	-	-	-	-	2,496	2,631	2,773	
Street Lighting		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-	
Dams & Reservoirs		-	-	-	-	-	-	-	-	-	-	-	
Water purification		-	-	-	-	-	-	-	-	-	-	-	
Reculation		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-	
Reculation		-	-	-	-	-	-	-	-	-	-	-	
Sewerage purification		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure - Other		375	-	-	-	-	-	-	-	375	398	423	
Refuse		375	-	-	-	-	-	-	-	375	398	423	
Transportation	2	-	-	-	-	-	-	-	-	-	-	-	
Gas		-	-	-	-	-	-	-	-	-	-	-	
Other	3	-	-	-	-	-	-	-	-	-	-	-	
<b>Community</b>		1,405	-	-	-	-	-	-	-	1,405	3,072	4,728	
Parks & gardens		898	-	-	-	-	-	-	-	898	961	1,028	
Sports Fields & stadia		-	-	-	-	-	-	-	-	-	-	-	
Swimming pools		-	-	-	-	-	-	-	-	-	-	-	
Community halls		93	-	-	-	-	-	-	-	93	98	103	
Libraries		143	-	-	-	-	-	-	-	143	1,540	158	
Recreational facilities		-	-	-	-	-	-	-	-	-	-	-	
Fire, safety & emergency		59	-	-	-	-	-	-	-	59	62	66	
Security and policing		-	-	-	-	-	-	-	-	-	-	-	
Buses		-	-	-	-	-	-	-	-	-	-	-	
Clinics		-	-	-	-	-	-	-	-	-	-	-	
Museums & Art Galleries		60	-	-	-	-	-	-	-	60	64	68	
Cemeteries		59	-	-	-	-	-	-	-	59	62	65	
Social rental housing		59	-	-	-	-	-	-	-	59	62	66	
Other		36	-	-	-	-	-	-	-	36	224	3,174	
<b>Utilities assets</b>		-	-	-	-	-	-	-	-	-	-	-	
Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Investment possibilities</b>		-	-	-	-	-	-	-	-	-	-	-	
Housing development		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Other assets</b>		-	-	-	-	-	-	-	-	-	-	-	
General vehicles		-	-	-	-	-	-	-	-	-	-	-	
Specialised vehicles		-	-	-	-	-	-	-	-	-	-	-	
Plant & equipment		-	-	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-	-	-	
Furniture and other office equipment		-	-	-	-	-	-	-	-	-	-	-	
Abattoirs		-	-	-	-	-	-	-	-	-	-	-	
Markets		-	-	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Buildings		-	-	-	-	-	-	-	-	-	-	-	
Other Land		-	-	-	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	-	-	
<b>Industrial Assets</b>		-	-	-	-	-	-	-	-	-	-	-	
<b>IT sub-class</b>		-	-	-	-	-	-	-	-	-	-	-	
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-	-	-	
<b>IT sub-class</b>		-	-	-	-	-	-	-	-	-	-	-	
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-	-	-	
Computers - software & programming		-	-	-	-	-	-	-	-	-	-	-	
Other (int sub-class)		-	-	-	-	-	-	-	-	-	-	-	
<b>Total Depreciation to be adjusted</b>	1	7,886	-	-	-	-	-	-	-	7,886	9,924	11,971	
<b>Specialised vehicles</b>	18	-	-	-	-	-	-	-	-	-	-	-	
Refuse		-	-	-	-	-	-	-	-	-	-	-	
Fire		-	-	-	-	-	-	-	-	-	-	-	
Conservancy		-	-	-	-	-	-	-	-	-	-	-	
Ambulances		-	-	-	-	-	-	-	-	-	-	-	

References

- Total Repairs and Maintenance Expenditure by Asset Category must reconcile to total repairs and maintenance expenditure on Table SB1
- Aspects: Car Parks, Bus Terminals and Taxi Ranks
- For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes
- Work-in-progress under construction to be budgeted under the respective item
- Infrastructure includes land and buildings required by that infrastructure and vehicle subject & equipment used by the service generated by that infrastructure
- Considered/retired & leased assets to be included within the respective sub-class
- Only complete if the previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget
- Amount of consolidated accumulated fund development funds (section 18(1)(b) and section 28(2)(a) MFMA) identified after Original Budget approved and after annual financial statements audited (note only)
- Increase of funds approved under section 31 MFSA
- Adjustments approved in accordance with section 29 MFMA
- Adjustments to funding allocations from National or Provincial Government
- Adjusts = "Other" Adjustments proposed to be approved, including revenue under-collection (MFMA section 28(2)(a)) additional revenue appropriation on existing programmes (section 28(2)(b)) projected savings (section 28(2)(d)) error correction (see
- G = B + C + D + E + F
- Adjusted Budget H = (A or A 1/2 etc) + G
- Grants used to provide a service to the community
- Not municipal contributions to the top structure being built using the housing subsidies
- States art collections, medals etc
- Ambulances, fire engines, refuse vehicles - but not vehicles that would normally be classified as "Plant and equipment". Detail to be entered below

KZN222 ulingeni - Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget -

Municipal Voice/Capital project	Program/Project description	Project number	IDP Goal Code	Individually Approved Yes/No	Asset Class	Asset Sub-Class	GPS co-ordinates	Medium Term Revenue and Expenditure Framework											
								Budget Year 2014/15		Budget Year 2015/16		Budget Year 2016/17		Budget Year 2017/18		Budget Year 2018/19		Budget Year 2019/20	
								Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
Parent Municipality: Khyabha Road and Stormwater Main Road Howick Midlands Road Mphomoni Ward 8, 10 and 11 Mphomoni Sportsfield Mandisa Capture Site Others	Khyabha Road and Stormwater Main Road Howick Midlands Road Mphomoni Ward 8, 10 and 11 Mphomoni Sportsfield Mandisa Capture Site Others	3	6	6	4	4	5	6,415 1,000 1,500 10,000 2,500 -	6,415 1,000 1,500 9,277 3,223 -	10,000 -	10,000 -	10,000 -	10,000 -	3,268 -	3,268 -	8,000 12,000	8,000 12,000		
Entity Name Project name																			

References:

1. List all projects where approved budgets have been adjusted
2. Refer MFMA s30
3. As per Budget Table A6
4. Asset category and sub-category must be selected from Budget Table SA34
5. Correct to seconds. Provide a logical starting point on networked infrastructure
6. Distinguish projects approved in terms of MFMA section 19(1)(b) and MRRR Regulation 13

KZN222 uMngeni - Supporting Table SB20 Not required -

Description	Ref	Budget Year 2014/15									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total Adjusts.	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.		Budget	Budget	Budget
R thousands		3	4	5	6	8	9	10	11			
		A	A1	B	C	D	E	F	G	H		
<b>Revenue By Municipal Entity</b>												
Entity 1 total revenue												
Entity 2 total revenue												
Entity 3 (etc) total revenue												
<b>Total Operating Revenue</b>	1	-	-	-	-	-	-	-	-	-	-	-
<b>Expenditure By Municipal Entity</b>												
Entity 1 total operating expenditure												
Entity 2 total operating expenditure												
Entity 3 etc. total operating expenditure												
<b>Total Operating Expenditure</b>	2	-	-	-	-	-	-	-	-	-	-	-
<b>Capital Expenditure By Municipal Entity</b>												
Entity 1 total capital expenditure												
Entity 2 total capital expenditure												
Entity 3 etc. total capital expenditure												
<b>Total Capital Expenditure</b>	2	-	-	-	-	-	-	-	-	-	-	-

References

1. Must reconcile to the sum of all municipal entity monthly revenue reports
2. Must reconcile to the sum of all municipal entity monthly expenditure reports
3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
4. Additional cash-backed accumulated funds/unspent funds identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have foreseen)
5. Increases of funds approved under section 87 MFMA
6. Adjustments approved in accordance with section 87 MFMA
7. Adjustments made under delegation by the AO since the budget was approved or since a previously 'approved' Adjustments Budget in the same financial year
8. Adjustments to funding allocations by National or Provincial Government
9. Adjusts. = 'Other' Adjustments approved by entity Board; including revenue under-collection; additional revenue appropriation on existing programmes; projected savings; error correction
10. H = B + C + D + E + F + G
11. Adjusted Budget (I) = (A or A1/2 etc) + H



## 2.14 Municipal manager's quality certificate



**uMngeni Municipality**

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Email: [manager@umngeni.gov.za](mailto:manager@umngeni.gov.za)  
Website: [www.umngeni.gov.za](http://www.umngeni.gov.za)

Our Ref.:

Your Ref.:

### **OFFICE OF THE MUNICIPAL MANAGER**

- **Quality Certificate**

I, Khayelihle Emmanuel Mpungose, Acting Municipal Manager of uMngeni Municipality, hereby certify that the Adjustments 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

**KHAYELIHLE EMMANUEL MPUNGOSE**

ACTING MUNICIPAL MANAGER OF

**UMNGENI MUNICIPALITY (KZN222)**

SIGNATURE

DATE

**26 FEBRUARY 2015**



**uMngeni Municipality**

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Website: [www.umngeni.gov.za](http://www.umngeni.gov.za)

Our Ref.: .....  
Your Ref.: .....  
Date:

**Office of the Municipal Manager**

**COUNCIL COMMITTEE MEETING HELD ON THURSDAY 26 FEBRUARY 2015 AT  
08:00AM IN UMNGENI MUNICIPALITY COUNCIL CHAMBER.**

**C.0215.26 ADJUSTMENT BUDGET 2014/2015 FINANCIAL YEAR**

On a proposal moved by Councillor SD Nkuna supported by Councillor GT Dlamini, it was

**RESOLVED**

1. That Council adopts the Adjustment Budget for the 2014/2015 financial year in terms of Section 28 of the Municipal Finance Management Act, No. 56 of 2003 as set out in the following adjustments budget tables:
  - 1.1 Table B1: Adjustments Budget Summary.
  - 1.2 Table B2: Adjustments Budget Financial Performance (Standard Classification).
  - 1.3 Table B3: Adjustments Budget Financial Performance (Revenue and Expenditure by Vote).
  - 1.4 Table B4: Adjustments Budget Financial Performance (Revenue by Source and Expenditure by Type).
  - 1.5 Table B5: Adjustments Capital Expenditure Budget by Vote and Funding.
  - 1.6 Table B6: Adjustments Budget on Financial Position.
  - 1.7 Table B7: Adjustments Budget on Cash Flow.
  - 1.8 Table B8: Cash Backed Reserves / Accumulated Surplus Reconciliation.
  - 1.9 Table B9: Asset Management.
  - 1.10 Table B10: Basic Service Delivery Measurement.
2. That the Adjustments Budget as per Section 21 of the Municipal Budget and Reporting Regulations be submitted to Provincial and National Treasuries within 10 days after 4 approval of Council

Certified true extract of the minutes of the meeting

Signed \_\_\_\_\_  
Mr KE Mpungose  
Acting Municipal Manager