

DR PIXLEY KA ISAKA SEME MUNICIPALITY



FINAL ANNUAL BUDGET 2020/21 TO 2022/23

MFMA Section 16(2) Report

1. TABLE OF CONTENTS

NO	SECTION DESCRIPTION
	PART 1 – ANNUAL BUDGET
1	Mayors Report
2	Resolutions
3	Executive Summary
4	Legislation compliance status
5	Tabled Budget Tables and Related Charts A1 Schedules – Annexure A
	PART 2 – SUPPORTING DOCUMENTATION
6	Overview of annual budget process
7	Overview of alignment of annual budget with Integrated Development Plan
8	Measurable Performance Objectives and indicators
9	Overview of budget related policies
10	Overview of budget assumptions
11	Overview of budget funding
12	Expenditure on allocations and grant programmes
13	Allocations and grants made by the municipality
14	Councillor and board member allowances and employee benefits
15	Monthly targets for revenue, expenditure and cash flows
16	Annual budget and service delivery and budget implementation plans- internal departments
17	Contracts having future budgetary implications
18	Capital expenditure details
19	Annual budget of municipal entities attached to the municipality's annual budget
20	Detailed Operating and Capital Budgets (A1 Schedule) – Annexure B
21	Detailed Operating and Capital Budgets (A1 Schedule) – Annexure B
22	Municipal manager's quality certification
	ANNEXURE C 1 – TARIFF OF CHARGES
	ANNEXURE C 2 – EMPLOYEE RELATED COSTS

Abbreviations and Acronyms

CFO	Chief Financial Officer
CPI	Consumer Price Index
CRRF	Capital Replacement Reserve Fund
DBSA	Development Bank of South Africa
DoRA	Division of Revenue Act
FBS	Free basic services
GAMAP	Generally Accepted Municipal Accounting Practice
GDP	Gross domestic product
GFS	Government Financial Statistics
GRAP	General Recognised Accounting Practice
HR	Human Resources
IDP	Integrated Development Strategy
IT	Information
kℓ	kilolitre
km	kilometre
kWh	kilowatt
ℓ	litre
LED	Local Economic Development
MFMA	Municipal Financial Management Act
MIG	Municipal Infrastructure Grant
MPRA	Municipal Properties Rates Act
MSA	Municipal Systems Act
MTEF	Medium-term Expenditure Framework
MTREF	Medium-term Revenue and Expenditure Framework
NERSA	National Electricity Regulator South Africa
NGO	Non-Governmental organisations
NKPIs	National Key Performance Indicators
PPE	Property Plant and Equipment
SDBIP	Service Delivery Budget Implementation Plan
SMME	Small Micro and Medium Enterprises

PART 1 – FINAL ANNUAL BUDGET

1. BUDGET RESOLUTIONS

- (a) That in terms of the Section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2021/22; and indicative allocations for the two projected outer years 2021/22 and 2022/23; and the multi-year and single year capital appropriations as sets out in the following tables:-
- The annual budget of the municipality for the financial year 2021/22 and the multi-year and single-year capital appropriations as set out in the following tables:
 - Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table A2
 - Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table A3
 - Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table A4
 - Multi-year and single-year capital appropriations by municipal vote and function classification and associated funding by source as contained in Table A5
- (b) The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
- Budgeted Financial Position as contained in Table A6;
 - Budgeted Cash Flows as contained in Table A7;
 - Cash backed reserves and accumulated surplus reconciliation as contained in Table A8;
 - Asset management as contained in Table A9; and
 - Basic service delivery measurement as contained in Table A10.
- (c) That the revenue source that will be utilised to fund both operating and capital budgets be approved and adopted.
- (d) That in terms of the Section 24(2)(c)(i) of the Municipal Finance Management Act, 56 of 2003, and Sections 74 and 75A of the Local Government Municipal Systems Act, 32 of 2000 as amended, the tariffs for the electricity, waste services and property rates as set out in Annexure C be approved and adopted with effect from 1 July 2020:
- (e) That it be noted that Rates (*except for Residential rates*), Refuse, Water and other services will be increased by 4.5%.
- (f) That it be noted that the electricity tariffs will be increased by 6.22% which will be subject to receiving approval from NERSA

(g) That in terms of the Indigent Policy, the monthly household earnings of an indigent application be capped at R3 800.

(h) To give proper effect to the municipality's annual budget, the Council notes the following policies and bylaws:

- That the Draft Credit Control and Debt Collection Policy be noted
- That the Draft Supply Chain management Policy be noted
- That the Draft Annexure to the SCM policy be noted
- That the Draft Rates Policy be noted
- That the Draft Tariff Policy be noted
- That the Draft Provision for Doubtful debt Policy be noted
- That the Draft Cash Management and Investment Policy be noted
- That the Draft Virement Policy be noted
- That the Draft Petty Cash Policy be noted
- That the Draft Indigent Support Policy be noted
- That the Draft Budget Policy be noted
- That the Draft Fixed Asset Management Policy be noted
- That the Draft Education Policy be noted
- That the Draft Overtime Policy be noted
- That the Draft Leave Policy be noted
- That the Draft Promotion Policy be noted
- That the Draft Recruitment Policy be noted
- That the Draft Retention Policy be noted
- That the Draft Student assistance Policy be noted
- That the Draft transfer Policy be noted
- That the Draft Travelling and Subsistence Policy be noted
- The Draft cost containment policy
- The Draft revenue management strategy

2. LEGISLATION COMPLIANCE STATUS

In terms of Section 16 (1) of the MFMA the council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year. (2) In order for a municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year. (3) Subsection (1) does not preclude the appropriation of money for capital expenditure for a period not exceeding three financial years, provided a separate appropriation is made for each of those financial years.

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

- The budget process.
- Supply Chain Management.
- Financial in-year reporting.
- Adjustment budgeting
- Annual reporting.
- Compilation and implementation of various policies.
- Compilation of procedural notes for main financial accounting processes.
- The budget and Treasury office has been established in accordance with the requirements
- Service Delivery and Budget Implementation plans are applied as monitoring tools
- Audit Committee is still in a process for appointment

Compliance with MFMA Circular No. 71

The budget circular is compiled annually to guide municipalities on how to prepare their budget inputs. This circular is a follow-up to the MFMA Budget Circular No.91 that focused on the preparation of the 2021/22 Medium Term Revenue and Expenditure Framework (MTREF). This guidance includes national policy imperatives that should be accommodated and other relevant information. The circular provides a summary of South Africa's economic outlook, inflationary targets, financial management issues and specific reference on how to give effect to National Treasury's Municipal Budget and Reporting Regulations (MBRR).

The budget tables have prepared in terms of MFMA Circular No. 28, it is however brought to Council's attention that the budget is prepared to comply with the requirements of the Municipal Budget and Reporting Regulations (MBRR). It for this reason that Council is urged to acquaint itself with the format, since Council is expected to scrutinize and approved the budget prepared only in terms of Gazette 32141.

Legislations

Dr Pixley Ka Isaka Seme Municipality has complied with a number of legislations amongst others-

- Municipal Finance Management Act (No. 56 of 2003)
- Municipal Budget and Reporting Regulations (Government Gazette 32141)
- Annual Division of Revenue Act
- Municipal Structures Act (No. 117 of 1998), as amended
- Municipal Systems Act (No. 32 of 2000), as amended
- Municipal Property Rates Act (No. 6 of 2004), as amended
- Municipal Fiscal Powers and Functions Act (No. 12 of 2007)

Other National Treasury Circulars

- MFMA Circular No. 71 – Financial Ratios and Norms
- MFMA Circular No. 82 – Cost Containment measures
- MFMA Circular No. 86 – Appropriation statement and reporting on approved roll overs
- MFMA Circular No. 88 - Principles of doing a Budget virement
- MFMA Circular No. 89 – Long term borrowings
- MFMA Circular No. 91 – VAT guidelines and Tax compliance status
- MFMA Circular No. 98 & 99 – Budget Circulars for the 2020/21 MTREF
- National Treasury’s mSCOA Budget Formats Guidelines

4. (a) EXECUTIVE SUMMARY

The purpose of the 2020/2021 medium-term budget is to comply with the Municipal Finance Management Act (No.56 of 2003) and is a financial plan to enable the municipality to achieve its vision and mission through the IDP which informs the Dr Pixley Ka Isaka Seme Municipality's five-year programme and community/stakeholder inputs.

The budget circular number 99 was used and it is compiled annually to guide municipalities on how to prepare their budget inputs. This circular is a follow-up to the MFMA Budget Circular No.98 that focused on the preparation of the 2020/21 Medium Term Revenue and Expenditure Framework (MTREF). This guidance includes national policy imperatives that should be accommodated and other relevant information. The circular provides a summary of South Africa's economic outlook, inflationary targets, financial management issues and specific reference on how to give effect to National Treasury's Municipal Budget and Reporting Regulations (MBRR).

The budget tables have prepared in terms of MFMA Circular No. 28, it is however brought to Council's attention that the budget is prepared to comply with the requirements of the Municipal Budget and Reporting Regulations (MBRR). It for this reason that Council is urged to acquaint itself with the format, since Council is expected to scrutinize and approved the budget prepared only in terms of Gazette 32141.

MUNICIPAL COUNCIL

DESIGNATION	SURNAME & INITIALS	POLITICAL PARTY	WARD
Councillor	PV Malatsi	ANC	11
Councillor	IL Mkhwanazi	ANC	07
Councillor	GO Ngwenya	ANC	03
Councillor	LM Nkomo	ANC	04
Councillor	TP Dakile	ANC	03
Councillor	TV Hlakutse	ANC	03
Councillor	TA Mazibuko	Independent	01
Councillor	BG Mavuso	ANC	02
Councillor	BS Mavuso	ANC	05
Councillor	NLP Moloji	ANC	06
Councillor	V Vilakazi	ANC	08
Councillor	BJ Mhlanga	ANC	09
Councillor	XL Simelane	ANC	10
Councillor	MA Ndlangamandla	ANC	11
Councillor	OT Shabangu	ANC	07
Councillor	SN Nxumalo	ANC	04
Councillor	PJ Maseko	ANC	09
Councillor	L De Jager	DA	04

Councillor	GR Nkambule	DA	10
Councillor	FE Mhlaba	IFP	10
Councillor	TE Manana	EFF	07

SENIOR OFFICIALS

DESIGNATION	INITIALS & SURNAME
Municipal Manager	Mr. LB Tshabalala
Chief Financial Officer	Ms. MM Phetla
Director: Corporate Services	Mr. SB Shabalala
Director: Infrastructure Services	Vacant
Director: Community Services	Mr. MG Nyembe

4 (b) ADOPTED MEDIUM TERM BUDGET 2020/2021 TO 2022/2023

INTRODUCTION

The purpose of the 2020/2021 medium-term budget is to comply with the Municipal Finance Management Act (No.56 of 2003) and is a financial plan to enable the municipality to achieve its vision and mission through the IDP which informs the Dr Pixley Ka Isaka Seme Municipality's five-year programme and community/stakeholder inputs.

The MFMA Circular No.99 states that *to facilitate oversight of compliance with the Municipal Budget and Reporting Regulations, accounting officers are reminded that:*

- *Section 22(b)(i) of the MFMA requires that, immediately after an annual budget is tabled in a municipal council, it must be submitted to the National Treasury and the relevant provincial treasury in both printed and electronic formats. If the annual budget is tabled to council on 29 May 2020, the final date of submission of the electronic budget documents and corresponding MSCOA data strings within 3 working days after the Council meeting.*
- *Section 24(3) of the MFMA, read together with regulation 20(1), requires that the approved annual budget must be submitted to both National Treasury and the relevant provincial treasury within ten working days after the council has approved the annual budget.*

The tabling of the 2020/2021 budget is a statement of commitment to the people of Dr Pixley Ka Isaka Seme, proposing a total budget of R485 million, comprising R59.6 million for capital and R372 million operating budget.

The budget has been prepared in terms of the Municipal Budget and Reporting Regulations (MBRR). The tabling of final budget is as a journey towards consultation processes with communities throughout the municipal area and all other relevant stakeholders, which took place during March 2020 in 6 wards but were suspended due to the COVID 19 outbreak and 5 wards, were not consulted, however the draft Budget & IDP were circulated to all wards that were not consulted and were advised to send inputs and comments.

OPERATING BUDGET

Tariff of Charges

The following are proposed tariff increases and other allocations as indicated below:

Assessment Rates	4.5%
Electricity	6.22%
Water and	4.5%
Refuse Removal	4.5%
Other revenue (e.g cemeteries, hall hire etc)	4.5%

Revenue from property rates is proposed to increase by only 4.5% from R65.4 million in 2019/2020 to 64.6 million in the 2020/2021.

Category of Property (Description)	Rand/ cents
Undeveloped land	0.014108
Industrial stands	0.020796
R 0 - R15 000	Exempted
Residential property (R15 000 and more)	0.0
Business/Commercial property	0.014003
Agricultural property	0.002299
Properties owned by an organ of state and used for public service purposes	0.020796
Mining property	0.027693
Public Service Infrastructure property	0.002404
Public benefit organisation property	0.002299
Place of worship	100% Rebate
Municipal Properties	Non-rateable

Electricity tariffs are expected to boost the operating revenue by R4.1 million, an increase of R68.9 million from R64.8 million in the 2020/21 budget. The municipality awaits approval from NERSA for electricity tariff increases. Due to the revenue foregone (50KWH of free basic services) amounting to R1.35 million, the anticipated revenue on electricity revenue will be reduced to R67.8 million.

The budgeted Water revenue has increased from R34.7 to R 36.3 million in the 2020/21. Due to the revenue foregone (6KL of free basic services) amounting to R9.9 million, the anticipated revenue on water revenue will be reduced to R26.3 million.

The Sanitation revenue has increased from R16.1 million to R16.8 million in the 2020/21. Due to the revenue foregone of free minimum level service on Sanitation at R100 flat rate, the anticipated revenue on waste water revenue will be reduced to R14.7 million.

The budgeted Refuse revenue will increase from R9.4 million to R9.8 million in 2020/21. Due to the revenue foregone of free minimum level service on Refuse at R100 flat rate, the anticipated revenue on waste water revenue will be reduced to R7.7 million.

OPERATIONAL GRANTS

The operational grants consists of the following amounts as per the 2020 Division of Revenue Act (DORA)

GRANT NAME	ALLOCATION
Equitable Share	R123 523 000.00
Equitable Share: special support for councillors' remuneration	R4 511 000.00
Finance Management Grant (FMG)	R2 600 000.00
Expanded Public Works Programme (EPWP)	R1 085 000.00
MIG- 5% PMU Administrative costs	R1 313 450.00
Total	R133 032 000.00

The total budgeted revenue for the 2020/21 financial year is estimated at R372 million.

5. BUDGET TABLES AND RELATED CHARTS

MP304 Pixley Ka Seme (MP) - Table A1 Budget Summary

Description	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousands										
Financial Performance										
Property rates	36 068	45 081	47 921	65 444	65 444	65 444	–	64 640	67 614	70 724
Service charges	95 103	107 656	114 728	125 210	125 210	125 210	–	116 458	122 916	129 740
Investment revenue	5 343	4 241	4 474	4 774	4 774	4 774	–	4 988	5 218	5 458
Transfers recognised - operational	95 291	101 168	110 596	124 298	124 298	124 298	–	133 432	140 282	149 101
Other own revenue	#VALUE!	38 605	42 504	45 351	45 351	45 351	–	53 513	55 975	58 550
Total Revenue (excluding capital transfers and contributions)	#VALUE!	296 750	320 222	365 077	365 077	365 077	–	373 033	392 005	413 573
Employee costs	69 387	88 299	94 656	90 328	90 286	90 286	–	96 753	102 800	109 235
Remuneration of councillors	7 584	8 193	9 056	9 662	9 662	9 662	–	10 049	10 511	10 995
Depreciation & asset impairment	26 641	37 214	41 000	43 747	43 747	43 747	–	45 716	47 819	50 018
Finance charges	2 614	–	–	17 343	–	–	–	–	–	–
Materials and bulk purchases	70 610	78 811	84 057	100 056	98 312	98 312	–	104 401	109 203	114 226
Transfers and grants	3 950	6 334	6 733	19 017	17 016	17 016	–	–	–	–
Other expenditure	96 667	88 272	124 493	171 132	172 309	172 309	–	167 678	179 766	179 901
Total Expenditure	277 454	307 123	359 995	451 285	431 332	431 332	–	424 596	450 098	464 376
Surplus/(Deficit)	#VALUE!	(10 373)	(39 773)	(86 209)	(66 255)	(66 255)	–	(51 563)	(58 093)	(50 803)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	32 086	44 930	68 331	83 072	73 571	73 571	–	54 956	63 263	65 722
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–
	#VALUE!	34 557	28 558	(3 137)	7 316	7 316	–	3 393	5 170	14 919
Surplus/(Deficit) after capital transfers & contributions	–	–	–	–	–	–	–	–	–	–
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	#VALUE!	34 557	28 558	(3 137)	7 316	7 316	–	3 393	5 170	14 919
Capital expenditure & funds sources										
Capital expenditure	36 253	46 430	84 431	91 742	85 122	85 122	–	62 956	65 852	68 881
Transfers recognised - capital	23 213	42 430	68 331	72 909	73 572	73 572	–	54 956	57 484	60 128
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	13 040	–	16 100	–	11 550	11 550	–	8 000	8 368	8 753
Total sources of capital funds	36 253	42 430	84 431	72 909	85 122	85 122	–	62 956	65 852	68 881
Financial position										
Total current assets	182 512	114 329	121 531	143 168	282 944	282 944	–	138 145	–	–
Total non current assets	713 420	721 278	902 681	–	1 148 816	1 148 816	–	974 929	1 019 776	1 066 686
Total current liabilities	46 057	17 772	18 892	20 157	137 102	137 102	–	5 124	5 359	5 606
Total non current liabilities	–	–	–	–	45 292	45 292	–	47 330	49 507	51 785
Community wealth/Equity	725 195	–	–	–	1 249 365	–	–	1 060 621	964 909	1 009 295
Cash flows										
Net cash from (used) operating	40 006	43 688	58 388	41 031	47 220	47 220	–	18 711	24 832	25 974
Net cash from (used) investing	(36 521)	(44 930)	(84 331)	(81 472)	(81 280)	(81 280)	–	(61 283)	(64 102)	(67 051)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	86 372	81 645	56 944	(40 441)	(24 848)	(24 848)	–	(4 240)	(39 271)	(41 077)
Cash backing/surplus reconciliation										
Cash and investments available	87 079	52 001	55 277	72 474	(24 848)	(24 848)	–	38 333	–	–
Application of cash and investments	(14 231)	(16 332)	(30 717)	(15 358)	(268 647)	(268 647)	–	4 572	–	–
Balance - surplus (shortfall)	101 310	68 333	85 994	87 832	243 799	243 799	–	33 761	–	–
Asset management										
Asset register summary (WDV)	737 397	907 486	962 000	1 026 454	1 121 748	–	–	1 172 227	1 226 150	1 282 552
Depreciation	–	–	–	–	–	–	–	–	–	–
Renewal and Upgrading of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	–	–	–	19 953	–	–	–	10 076	10 539	11 035
Free services										
Cost of Free Basic Services provided	–	–	–	–	–	–	2 769	2 769	2 918	3 076
Revenue cost of free services provided	–	–	–	–	–	–	15 503	15 503	16 217	16 963
Households below minimum service level										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–
Energy:	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–

Financial Performance Revenue & Expenditure

MP304 Pixley Ka Seme (MP) - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description		Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework			
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	
Revenue By Source													
Property rates	2		36 068	45 081	47 921	65 444	65 444	65 444	–	64 640	67 614	70 724	
Service charges - electricity revenue	2		47 947	53 703	57 377	64 876	64 876	64 876	–	67 561	71 770	76 241	
Service charges - water revenue	2		26 035	31 072	33 030	34 747	34 747	34 747	–	26 393	27 607	28 877	
Service charges - sanitation revenue	2		13 086	14 420	15 328	16 125	16 125	16 125	–	14 734	15 412	16 121	
Service charges - refuse revenue	2		8 036	8 460	8 993	9 461	9 461	9 461	–	7 770	8 127	8 501	
Rental of facilities and equipment			20	1 038	1 101	1 174	1 174	1 174		1 227	1 284	1 343	
Interest earned - external investments			5 343	4 241	4 474	4 774	4 774	4 774		4 988	5 218	5 458	
Interest earned - outstanding debtors			32 549	25 421	27 023	28 833	28 833	28 833		30 131	31 517	32 967	
Dividends received					–	–	–	–		–	–	–	
Fines, penalties and forfeits			366	53	56	60	60	60		62	65	68	
Licences and permits			5 695		–	–	–	–		1 101	–	–	
Agency services				10 142	10 750	11 470	11 470	11 470		16 987	17 768	18 585	
Transfers and subsidies			95 291	101 168	110 596	124 298	124 298	124 298		133 432	140 282	149 101	
Other revenue	2		8 645	1 951	2 074	2 213	2 213	2 213	–	2 332	2 440	2 552	
Gains					1 500	1 601	1 601	1 601		1 673	1 749	1 830	
Total Revenue (excluding capital transfers and contributions)				279 079	296 750	320 222	365 077	365 077	365 077	–	373 033	390 853	412 368
Expenditure By Type													
Employee related costs	2		69 387	88 299	94 656	90 328	90 286	90 286	–	96 753	102 800	109 235	
Remuneration of councillors			7 584	8 193	9 056	9 662	9 662	9 662		10 049	10 511	10 995	
Debt impairment	3		56 075	44 187	77 000	82 159	82 159	82 159		77 856	81 438	85 184	
Depreciation & asset impairment	2		26 641	37 214	41 000	43 747	43 747	43 747	–	45 716	47 819	50 018	
Finance charges			2 614			17 343							
Bulk purchases	2		57 570	61 219	65 336	80 080	86 580	86 580	–	92 141	96 379	100 813	
Other materials	8		13 040	17 592	18 722	19 976	11 732	11 732		12 260	12 824	13 414	
Contracted services			14 045	15 110	16 062	50 102	27 148	27 148	–	30 999	32 245	33 761	
Transfers and subsidies			3 950	6 334	6 733	19 017	17 016	17 016	–	–	–	–	
Other expenditure	4, 5		26 547	28 975	31 431	38 872	63 002	63 002	–	58 823	66 083	60 957	
Losses							–						
Total Expenditure				277 454	307 123	359 995	451 285	431 332	431 332	–	424 596	450 098	464 376
Surplus/(Deficit)				1 625	(10 373)	(39 773)	(86 209)	(66 255)	(66 255)	–	(51 563)	(59 245)	(52 008)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			32 086	44 930	68 331	83 072	73 571	73 571		54 956	63 263	65 722	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	6		–										
Transfers and subsidies - capital (in-kind - all)													
Surplus/(Deficit) after capital transfers & contributions			33 711	34 557	28 558	(3 137)	7 316	7 316	–	3 393	4 018	13 714	
Taxation													
Surplus/(Deficit) after taxation			33 711	34 557	28 558	(3 137)	7 316	7 316	–	3 393	4 018	13 714	
Attributable to minorities													
Surplus/(Deficit) attributable to municipality			33 711	34 557	28 558	(3 137)	7 316	7 316	–	3 393	4 018	13 714	
Share of surplus/ (deficit) of associate	7												
Surplus/(Deficit) for the year			33 711	34 557	28 558	(3 137)	7 316	7 316	–	3 393	4 018	13 714	

Revenue

Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process.

The first R15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the MPRA). Revenue from property rates is proposed to increase by only 4.5% from the 2019/20 adjusted budget of R65.4 million. The rates revenue is projected at R64.6 million in the 2020/21 financial year.

The Property rates tariff increase of 4.5 percent is in line with the guideline as per MFMA Circular no. 99.

Service charges

Electricity

Electricity tariffs are expected to boost the operating revenue by R4.1 million, an increase of R68.9 million from R64.8 million in the 2020/21 budget. The municipality awaits approval from NERSA for electricity tariff increases. Due to the revenue foregone (50KWH of free basic services) amounting to R1.35 million, the anticipated revenue on electricity revenue will be reduced to R67.8 million.

Water

The budgeted Water revenue has increased from R34.7 to R 36.3 million in the 2020/21. Due to the revenue foregone (6KL of free basic services) amounting to R9.9 million, the anticipated revenue on water revenue will be reduced to R26.3 million.

Sanitation

The Sanitation revenue has increased from R16.1 million to R16.8 million in the 2020/21. Due to the revenue foregone of free minimum level service on Sanitation at R100 flat rate, the anticipated revenue on waste water revenue will be reduced to R14.7 million.

Refuse

The budgeted Refuse revenue will increase from R9.4 million to R9.8 million in 2020/21. Due to the revenue foregone of free minimum level service on Refuse at R100 flat rate, the anticipated revenue on waste water revenue will be reduced to R7.7 million.

Interest earned on external investments

Revenue from investments interest is projected to increase from R4.7 million to R4.9 in the 2020/21 financial year.

Other income/revenue

It includes traffic fines, licence and permits, agency fee, reconnection fee, tender document etc. The budgeted revenue for these items increased by R5.7 million from R16.5 million in the 2019/20 to R22.2 million in the 2020/21 budget.

Expenditure

Employee related cost has increased by 6.25 percent (average CPI + 1 per cent). In terms of the Collective Agreement on Wages and Salaries signed by the Local Government National Bargaining Council, salaries increases for 2020/21 financial year is based on the average inflation rate (CPI) plus 1 percent. The consumer price index for the next financial year is projected to be 6.25 percent.

The municipality has budgeted to increase the expenditure for the Employee related costs from R90.2 million to 96.7 million i

n 2020/21 based on the proposed organisational structure. Employee related costs and Councillors' remuneration as a percentage of total operating expenditure is **28 percent**. The norm is 25 to 40 percent.

Expenditure of Councillors' Allowances is budgeted to increase from R9.6 million in the 2019/20 financial year to R10 million in 2020/21 financial year. The provision for the councillors' remuneration has been budgeted for from the basis of the published government gazette notice no 43246 dated 24 April 2020.

Debt impairment has been budgeted at R77 million in 2020/21. Estimate was made based on the 50% of services which might not be received from the consumer debtors.

Depreciation has been budgeted at R45.7 million in 2020/21 which is based on the asset register and the anticipated new capital acquisitions.

Bulk purchases (electricity) have been budgeted to increase by R6 million from R86.0 million in 2019/20 to 92.1 million in 2020/21. This will be achieved by curbing electricity losses to a minimal.

The budgeted **Contracted services** expenditure has increased by R3.9 million from R27 million in 2019/20 to R30.9 million in 2020/21.

Other expenditure has been budgeted to decreased by R4.2 million from R63 million in 2019/20 to R58.8 million in 2020/21

Table A5 Budgeted Capital Expenditure by vote, standard classification and funding sources.

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure, to be appropriated	2										
Vote 1 - EXECUTIVE COUNCIL		-	-	900	900	1 300	1 300	-	2 000	2 092	2 188
Vote 2 - BUDGET & TREASURY		13 040	-	100	500	500	500	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 4 - PLANNING AND DEVELOPMENT		-	2 500	3 000	18 256	16 128	16 128	-	1 500	1 569	1 569
Vote 5 - COMMUNITY & SOCIAL SERVICES		-	-	9 100	4 558	4 608	4 608	-	4 500	4 707	4 924
Vote 6 - PUBLIC SAFETY		-	-	-	1 000	1 300	1 300	-	-	-	-
Vote 7 - SPORTS & RECREATION		-	2 500	-	-	-	-	-	1 000	1 046	1 094
Vote 8 - TECHNICAL SERVICES		-	-	3 000	-	-	-	-	8 000	8 368	8 753
Vote 9 - WASTE MANAGEMENT		-	-	1 298	2 242	2 242	2 242	-	-	-	-
Vote 10 - WASTE WATER MANAGEMENT		10 916	11 400	24 658	-	-	-	-	15 956	16 690	17 457
Vote 11 - WATER		9 256	11 900	30 000	46 005	49 376	49 376	-	30 000	31 380	32 823
Vote 12 - ELECTRICITY		3 040	18 130	12 375	5 618	9 668	9 668	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	1 298	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	36 252	46 430	85 729	79 080	85 122	85 122	-	62 956	65 852	68 809
Single-year expenditure, to be appropriated	2										
Vote 1 - EXECUTIVE COUNCIL		-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY		-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 4 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 6 - PUBLIC SAFETY		-	-	-	-	-	-	-	-	-	-
Vote 7 - SPORTS & RECREATION		-	-	-	-	-	-	-	-	-	-
Vote 8 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 9 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 10 - WASTE WATER MANAGEMENT		-	-	-	-	-	-	-	-	-	-
Vote 11 - WATER		-	-	-	-	-	-	-	-	-	-
Vote 12 - ELECTRICITY		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		36 252	46 430	85 729	79 080	85 122	85 122	-	62 956	65 852	68 809
Capital Expenditure - Functional											
Governance and administration		13 040	-	1 000	1 067	1 800	1 800	-	2 000	2 092	2 188
Executive and council		-	-	900	960	1 300	1 300	-	2 000	2 092	2 188
Finance and administration		13 040	-	100	107	500	500	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		-	2 500	9 100	9 710	5 908	5 908	-	5 500	5 753	6 018
Community and social services		-	-	9 100	9 710	4 608	4 608	-	4 500	4 707	4 924
Sport and recreation		-	2 500	-	-	-	-	-	1 000	1 046	1 094
Public safety		-	-	-	-	1 300	1 300	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	2 500	6 000	6 402	16 128	16 128	-	9 500	9 937	10 394
Planning and development		-	2 500	3 000	3 201	16 128	16 128	-	1 500	1 569	1 641
Road transport		-	-	3 000	3 201	-	-	-	8 000	8 368	8 753
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		23 213	41 430	67 033	73 178	61 286	61 286	-	45 956	48 070	50 281
Energy sources		3 040	18 130	12 375	14 858	9 668	9 668	-	-	-	-
Water management		9 256	11 900	30 000	32 010	49 376	49 376	-	30 000	31 380	32 823
Waste water management		10 916	11 400	24 658	26 310	2 242	2 242	-	15 956	16 690	17 457
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	1 298	1 385	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	36 253	46 430	84 431	91 742	85 122	85 122	-	62 956	65 852	68 881
Funded by:											
National Government		23 213	42 430	68 331	72 909	73 572	73 572	-	54 956	57 484	60 128
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	23 213	42 430	68 331	72 909	73 572	73 572	-	54 956	57 484	60 128
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		13 040	-	16 100	-	11 550	11 550	-	8 000	8 368	8 753
Total Capital Funding	7	36 253	42 430	84 431	72 909	85 122	85 122	-	62 956	65 852	68 881

The municipality has budgeted R62.9 million which is funded through MIG of R24.9 million, WSIG 30 million and Internal Revenue of R8 million for 2020/21 Financial year.

PART 2 – SUPPORTING DOCUMENTATION

6. OVERVIEW OF BUDGET PROCESS

Political Oversight of Budget Process

The concept of political oversight over the budget process is an important one and it is the key to ensuring that strategy informs budget.

The political oversight role of the Mayor is contained in Section 53 (1)(a) and (b) of the Municipal Finance Management Act (MFMA). It requires that the Mayor must provide political guidance over the budget process and the priorities that guide the preparation of the budget. It further requires that the Mayor co-ordinate the revision of the IDP and the preparation of the annual budget and to determine how the IDP is to be taken into account for the purpose of the budget.

The demands on the Municipality to address service delivery backlogs and to improve service delivery to all of its citizens, within current financial resources, are challenging. Political oversight of the budget process is therefore essential to ensure that the priorities of the municipality are addressed through budget allocations.

Schedule of Key Deadlines Relating of Budget Process

One of the objectives of the budget timetable is to ensure the development of IDP and the budget and also to ensure that a funded budget is tabled for consideration and approval. The timetable schedule for the compilation of the 2020/21 budget cycle was approved by Council during August 2019 in compliance with the MFMA.

Process for Consultations with Stakeholder Groups and Outcomes [MFMA 21(1)(b)]

Section 22 of the MFMA requires that after tabling of the annual budget in Council, the municipality must make public the final budget and also invite the local communities to submit representations thereon. Accordingly the tabling of this Final budget in the Council on 31 March 2020 will be followed by the following activities:

- The summarised final budget will be published in Local News Paper
- Final budget will be submitted to Provincial and National Treasuries as well as Department of Provincial and Local Government
- Public meetings will be held in various wards
- The comments were received from the rates payers association only.

The public budget consultations meetings took place during March 2020. However only 6 Wards were consulted and other 5 ward there was no contact meetings due to the Disaster that has been pronounced by the President on the 15th March 2020. All public meetings and gatherings were stopped due to the COVID 19 Pandemic.

7. OVERVIEW ALIGNEMENT OF IDP AND BUDGET WITH, MONITORING AND IMPLEMENTATION THROUGHOUT SERVICE DELIVERY BUDGET IMPLEMENTATION PLANS

PURPOSE

This document presents an Integrated Development Plan (IDP) for Dr Pixley Ka Isaka Seme Local Municipality. The IDP is prepared in compliance with the requirements of Chapter 5, particularly Section 25 of Local Government Municipal Systems Act (32 of 2000), which obliges a municipal council to adopt a single, all inclusive and strategic plan for the development of the municipality, within a prescribed period after the start of its elected term. It outlines a development agenda for the municipality for the next five years.

OVERVIEW OF ALIGNMENT OF ANNUAL BUDGET WITH IDP

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

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

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

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

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the Dr Pixley Ka Isaka Seme's response to these requirements.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. The municipal development objectives are mainly orientated and aligned to National Key Performance Areas which are the following:-

- Institutional development and transformation
- Basic Service Delivery
- Good Governance and Public Participation
- Local Economic Development and Innovation
- Financial Viability

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

- Enhancement of economic development and Innovation
- Improvement of Revenue collection
- Eradication of backlogs - Water, Sanitation & Electricity
- Land for Human Settlements
- Waste Management
- Maintenance of Infrastructure
- Improvement of the Road Infrastructure
- Improving the provision of healthcare and education

IDP AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN.

The Dr Pixley Ka Isaka Seme's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

- Registration of community needs;
- Compilation of departmental business plans including key performance indicators and targets;
- Financial planning and budgeting process;
- Public participation process;
- Compilation of the SDBIP, and
- The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2020/2021 MTREF, based on the approved 2019/20 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2020/21 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2019/20 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

The 2020/21 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure

COMMUNITY CONSULTATION

The 2020/21 Draft MTREF will be published on the municipality's website, and hard copies will be made available at reception, municipal notice boards and various libraries for consultation.

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

8. MEASURABLE PERFORMANCE OBJECTIVES

Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework.

Free and Subsidised Basic Services

Municipalities play central role in supporting economic development and alleviating poverty. The provision of basic services is a critical input to social well-being and economic activity. Dr Pixley Ka Isaka Seme Municipality comprises of rural areas as well as wide spread of income groups. Due to variation in living environment, the municipal area has a number of households who currently do not have access to all services.

The basic social package is an affirmation of the Municipality's commitment to push back the frontiers of poverty by providing a social welfare to those residents who cannot afford to pay, because of adverse social and economic realities. The free basic services will be provided only to those who cannot afford that is only the registered indigents.

Details of initiatives carried out by Dr Pixley Ka Isaka Seme Council in this regard are detailed below:

Service	Social Package
Assessment Rates	All residential property owners are exempt from paying rates on the first R15 000 of the property value. All rates levied on properties of which the municipal value is less than R48 000. Indigent residents will receive 100 percent rebates on rates.
Electricity	The first 50kwh of electricity is free to all residents qualified as indigents in terms of the policy
Water	The first 6 kl of water is free to all residents qualified as indigents in terms of the policy. (However it is recommended to supply free water to only those who can't afford)

9. OVERVIEW OF BUDGET RELATED POLICIES OVERVIEW AND AMENDMENTS

The Municipality's budget is guided and governed by relevant legislation and budget related policies. The main purpose of budget related policies is to guide the budget process and inform the projections of the medium-term budget.

The following budget related policies, which have been approved by Council or currently under review, are currently in force to ensure an informed smooth budgetary process and financial management of the Municipality in line with the Municipal Finance Management Act, other relevant legislation and Accounting Standards.

- Credit Control and Debt Collection Policy
- Supply Chain management Policy
- Annexure to the SCM policy
- Rates Policy
- Tariff Policy
- Provision for Doubtful debt Policy
- Cash Management and Investment Policy
- Virement Policy
- Petty Cash Policy
- Indigent Support Policy
- Budget Policy
- Fixed Asset Management Policy
- Education Policy
- Overtime Policy
- Leave Policy
- Promotion Policy
- Recruitment Policy
- Retention Policy
- Student assistance Policy
- transfer Policy
- Travelling and Subsistence Policy
- The cost containment policy
- The revenue management strategy

10. OVERVIEW OF BUDGET ASSUMPTIONS

General Inflation Outlooks and its Impact

Dr Pixley Ka Isaka Seme Municipality, like and any other municipality, is still subjected to the impact from the global crisis as well as related ripple effects from national economy. The recent COVID-19 Pandemic unforeseen expenditures, hikes in, to mention a few, electricity bulk purchases, fuel, interest rates and inability to feel critical positions in critical industries could not be interpreted in isolation of Dr Pixley Ka Isaka Seme Municipality and did therefore impact negatively on the 2019/2020 budget and it will still have a huge effect on the 2020/21 medium term budget.

All budget related policies are being submitted with the Draft budget for Council review and approval.

Budget Guidelines

All other tariffs, except for electricity, will be increased by only 4.5% percent in order to absorb the shortfall on the increase in the electricity purchases.

11. OVERVIEW OF FUNDING THE BUDGET (Including fiscal overview and sources of funding)

Funding of the 2020/21 Medium-Term Budget

The operating budget of Dr Pixley Ka Isaka Seme Municipality for the 2020/21 financial year is funded from rates, tariffs, sundry charges and grants and subsidies.

Increases in the individual tariffs applicable to the above services are detailed in the tariff of schedule attached hereto, together with other proposed sundry tariffs.

The following issues were the challenges in the appropriation of funds when preparing the 2020/21 final budget:

- Initiatives to improve the current collection rate
- Requirement with regard to upgrading and maintenance of existing roads and other IT infrastructure.

Funding of 2020/21 Medium-Term Capital Budget

In line with section 18 of the MFMA, the capital budget has been funded from the following funding sources:

Funding Sources

The total capital budget for the 2020/21 financial year amounts to R59.4 million, which will be funded as follows:

Capital Funding	Amount (R)
Municipal Infrastructure Grant (MIG)	24 955 550.00
Water Services Infrastructure Grant	30 000 000.00
Own funding	8 000 000.00
Total	62 955 550.00

Municipal Infrastructure Grant (MIG) Projects are as follows:

		Capital Budget
NO	Project Name	2020/2021 FY
1	Construction of paved roads in Vukuzakhe ward 1 (Taxi route)	R1 000 000.00
2	construction of toilet top structures in ward 1 (Msholozzi)	R955 550.00
3	Construction of combo court in Vukuzakhe ward 2	R500 000.00
4	Construction of combo court in Vukuzakhe ward 3	R500 000.00
5	Construction of paved roads in Vukuzakhe ward 2 (roads intersection)	R1 500 000.00
6	Construction of paved roads in Vukuzakhe ward 3 (roads intersection)	R1 500 000.00
7	Construction of water (boreholes and windmill) and improved sanitation in ward 4 (Rural areas)	R1 000 000.00
8	Construction of water and sewer reticulation in Wakkerstroom ward 5	R2 000 000.00
9	Construction of water and sewer reticulation networks with house connection in Perdekop ward 6 (Township establishment)	R2 000 000.00
10	Construction of water and sewer reticulation networks with house connection in Perdekop ward 6 (Rural areas)	R2 000 000.00
11	Construction of water and sewer reticulation in Amersfoort ward 7 and 8 (new sites)	R3 000 000.00
12	Construction of paved roads in ward 8 (Amersfoort)	R1 000 000.00
13	Construction of toilet top structures in Daggakraal ward 10	R1 000 000.00
14	Construction of water (Boreholes and windmill) and sewer (toilet top structures) in Daggakraal ward 10 (Rural areas)	R3 000 000.00
15	Construction of paved roads in Daggakraal ward 9 (roads intersection)	R2 000 000.00
16	Construction of paved roads in ward 11	R1 000 000.00
17	Construction of water reticulation in Daggakraal ward 11	R1 000 000.00
	Total MIG Projects	R24 955 550.00

	PMU Administrative costs and operations	R1 313 450.00
	Total MIG Allocation	R26 269 000.00

WSIG projects are as follows:

Project Name	Ward	Amount
Upgrading of the Volksrust WWTW from 4ML to 8ML	ward 1,2,3 and 4	20 000 000.00
Upgrading of the Amersfoort WWTW from 1ML to 2ML,	ward 7 and 8	10 000 000.00
Total WSIG Allocation		30 000 000.00

Own projects are as follows:

Project Name	Amount
Procurement of Fire Engine	4 500 000.00
Procurement of Sewer Truck	2 000 000.00
LED Projects	1 500 000.00
Total Internally Funded Projects	8 000 000.00

National Government Transfers

The National grants allocation will be used to fund larger portions of the operating expenditure as well as the capital expenditure. These have been gazetted in terms of the 2020 Division of Revenue Bill.

12. EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

Grants and subsidies from National and Provincial governments, as reported in the 2020 Division of Revenue Act and reflected in SA 19, have been included the 2020/21 budget and each allocation will utilised for the purpose as described below.

National Grant Allocations

Equitable Share

The equitable share is an unconditional grant and as such can be regarded as general revenue, however, it is a matter of co-operative governance that municipalities should prioritise its expenditure budget towards poor households and national priorities like free basic services.

Municipal Infrastructural Grant (MIG)

The Municipal Infrastructural Grant is a conditional grant which gives effect to national objectives to:

- Expand the delivery of basic services to all households, including the delivery of free basic services to poor households and other poverty alleviating objectives.
- Stimulate local economic development and job creation over the medium term.

Finance Management Grant

The Finance Management Grant is a capacity building grant provided by National Treasury to assist municipalities in building management planning, technical and financial management skills and capacity for effective service delivery.

It will be utilised for the upgrading of skills and capacity of Dr Pixley Ka Isaka Seme Finance officials, a project to have an improved audit outcome for 2019/20, workshops and training programmes, funding financial programmes such as mSCOA with a view to capacitate financial systems, as well as for the remuneration of the interns currently employed by the municipality and cover costs of their training and its facilities.

Table SA 18 - Transfers and grant receipts (refer to schedule)

MP304 Pixley Ka Seme (MP) - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
RECEIPTS:	1, 2									
<u>Operating Transfers and Grants</u>										
National Government:		-	-	-	-	-	-	131 719	140 282	149 101
Local Government Equitable Share								128 034	137 682	146 501
EPWP Incentive								1 085	-	-
Financial Management Grant								2 600	2 600	2 600
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Municipal skills development										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Operating Transfers and Grants	5	-	-	-	-	-	-	131 719	140 282	149 101
<u>Capital Transfers and Grants</u>										
National Government:		-	-	-	-	-	-	56 269	63 263	66 402
Municipal Infrastructure Grant (MIG)								26 269	28 263	29 722
Water services infrastructure Grant								30 000	35 000	36 680
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Capital Transfers and Grants	5	-	-	-	-	-	-	56 269	63 263	66 402
TOTAL RECEIPTS OF TRANSFERS & GRANTS		-	-	-	-	-	-	187 988	203 545	215 503

13. ALLOCATIONS AND GRANTS MADE BY DR PIXLEY KA ISAKA SEME MUNICIPALITY

None. Please refer to SA 21 of Schedule A.

MP304 Pixley Ka Seme (MP) - Supporting Table SA21 Transfers and grants made by the municipality

Description R thousand	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Cash Transfers to other municipalities <i>Insert description</i>	1										
Total Cash Transfers To Municipalities:		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Entities/Other External Mechanisms <i>Insert description</i>	2										
Total Cash Transfers To Entities/Ems'		-	-	-	-	-	-	-	-	-	-
Cash Transfers to other Organs of State <i>Insert description</i>	3										
Total Cash Transfers To Other Organs Of State:		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Organisations <i>Insert description</i>											
Total Cash Transfers To Organisations		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Groups of Individuals <i>Insert description</i>		3 950	6 334	6 733	19 017	17 016	17 016				-
Total Cash Transfers To Groups Of Individuals:		3 950	6 334	6 733	19 017	17 016	17 016	-	-	-	-
TOTAL CASH TRANSFERS AND GRANTS	6	3 950	6 334	6 733	19 017	17 016	17 016	-	-	-	-

14. COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

Please refer to SA22 of Schedule A

MP304 Pixley Ka Seme (MP) - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand		A	B	C	D	E	F	G	H	I
<u>Councillors (Political Office Bearers plus Other)</u>	1									
Basic Salaries and Wages								10 049	10 511	10 994
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance										
Cellphone Allowance										
Housing Allowances										
Other benefits and allowances										
Sub Total - Councillors		-	-	-	-	-	-	10 049	10 511	10 994
% increase	4	-	-	-	-	-	-	-	4.6%	4.6%
<u>Senior Managers of the Municipality</u>	2									
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Municipality		-	-	-	-	-	-	-	-	-
% increase	4	-	-	-	-	-	-	-	-	-
<u>Other Municipal Staff</u>										
Basic Salaries and Wages								96 753	102 800	109 235
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Municipal Staff		-	-	-	-	-	-	96 753	102 800	109 235
% increase	4	-	-	-	-	-	-	-	6.3%	6.3%
Total Parent Municipality		-	-	-	-	-	-	106 801	113 311	120 229
		-	-	-	-	-	-	-	6.1%	6.1%
<u>Board Members of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Board Fees										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Board Members of Entities		-	-	-	-	-	-	-	-	-
% increase	4	-	-	-	-	-	-	-	-	-
<u>Senior Managers of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% increase	4	-	-	-	-	-	-	-	-	-
<u>Other Staff of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% increase	4	-	-	-	-	-	-	-	-	-
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		-	-	-	-	-	-	106 801	113 311	120 229
% increase	4	-	-	-	-	-	-	-	6.1%	6.1%
TOTAL MANAGERS AND STAFF	5,7	-	-	-	-	-	-	96 753	102 800	109 235

15. MONTHLY TARGETS FOR REVENUE, EXPENDITURE AND CASH FLOWS

Please refer to SA25 to SA30 of Schedule A

MP304 Pixley Ka Seme (MP) - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand																
Revenue By Source																
Property rates		5 468	5 468	5 468	5 468	5 468	5 468	5 468	5 468	5 468	5 468	5 468	5 468	65 618	68 637	71 794
Service charges - electricity revenue		5 631	5 631	5 631	5 631	5 631	5 631	5 631	5 631	5 631	5 631	5 631	5 624	67 561	71 770	76 241
Service charges - water revenue		2 199	2 199	2 199	2 199	2 199	2 199	2 199	2 199	2 199	2 199	2 199	2 199	26 393	27 607	28 877
Service charges - sanitation revenue		1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	1 228	14 734	15 412	16 121
Service charges - refuse revenue		647	647	647	647	647	647	647	647	647	647	647	647	7 770	8 127	8 501
Rental of facilities and equipment		102	102	102	102	102	102	102	102	102	102	102	102	1 227	1 284	1 343
Interest earned - external investments		416	416	416	416	416	416	416	416	416	416	416	416	4 988	5 218	5 458
Interest earned - outstanding debtors		2 511	2 511	2 511	2 511	2 511	2 511	2 511	2 511	2 511	2 511	2 511	2 511	30 131	31 517	32 967
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		5	5	5	5	5	5	5	5	5	5	5	5	62	65	68
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		1 416	1 416	1 416	1 416	1 416	1 416	1 416	1 416	1 416	1 416	1 416	1 416	16 987	17 768	18 585
Transfers and subsidies		44 477	-	-	-	-	44 477	-	-	44 477	-	-	-	133 432	140 282	149 101
Other revenue		139	139	139	139	139	139	139	139	139	139	139	799	2 332	2 440	2 552
Gains		139	-	-	-	-	-	-	-	-	-	-	1 533	1 673	1 749	1 830
Total Revenue (excluding capital transfers and contributions)		64 379	19 763	19 763	19 763	19 763	64 240	19 763	19 763	64 240	19 763	19 763	21 949	372 910	391 876	413 438
Expenditure By Type																
Employee related costs		8 063	8 063	8 063	8 063	8 063	8 063	8 063	8 063	8 063	8 063	8 063	8 063	96 753	102 800	109 235
Remuneration of councillors		837	837	837	837	837	837	837	837	837	837	837	837	10 049	10 511	10 995
Debt impairment		6 488	6 488	6 488	6 488	6 488	6 488	6 488	6 488	6 488	6 488	6 488	6 488	77 856	81 438	85 184
Depreciation & asset impairment		3 810	3 810	3 810	3 810	3 810	3 810	3 810	3 810	3 810	3 810	3 810	3 810	45 716	47 819	50 018
Finance charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases		7 678	7 678	7 678	7 678	7 678	7 678	7 678	7 678	7 678	7 678	7 678	7 678	92 141	96 379	100 813
Other materials		1 022	1 022	1 022	1 022	1 022	1 022	1 022	1 022	1 022	1 022	1 022	1 022	12 260	12 824	13 414
Contracted services		2 583	2 583	2 583	2 583	2 583	2 583	2 583	2 583	2 583	2 583	2 583	2 583	30 999	32 245	33 761
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure		4 902	4 902	4 902	4 902	4 902	4 902	4 902	4 902	4 902	4 902	4 902	4 902	58 823	66 083	60 957
Losses		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		35 383	35 383	35 383	35 383	35 383	35 383	35 383	35 383	35 383	35 383	35 383	35 383	424 596	450 098	464 376
Surplus/(Deficit)		28 996	(15 620)	(15 620)	(15 620)	(15 620)	28 857	(15 620)	(15 620)	28 857	(15 620)	(15 620)	(13 434)	(51 686)	(58 222)	(50 938)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	54 956	63 263	65 722
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		33 576	(11 041)	(11 041)	(11 041)	(11 041)	33 437	(11 041)	(11 041)	33 437	(11 041)	(11 041)	(8 854)	3 269	5 041	14 784
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	33 576	(11 041)	(11 041)	(11 041)	(11 041)	33 437	(11 041)	(11 041)	33 437	(11 041)	(11 041)	(8 854)	3 269	5 041	14 784

Please refer to SA26 of Schedule A

MP304 Pixley Ka Seme (MP) - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand																
Revenue by Vote																
Vote 1 - EXECUTIVE COUNCIL		541	541	541	541	541	541	541	541	541	541	541	541	6 488	6 787	7 099
Vote 2 - BUDGET & TREASURY		10 132	10 132	10 132	10 132	10 132	10 132	10 132	10 132	10 132	10 132	10 132	10 132	121 586	127 179	133 030
Vote 3 - CORPORATE SERVICES		2	2	2	2	2	2	2	2	2	2	2	2	19	19	20
Vote 4 - PLANNING AND DEVELOPMENT		9	9	9	9	9	9	9	9	9	9	9	9	111	117	122
Vote 5 - COMMUNITY & SOCIAL SERVICES		10	10	10	10	10	10	10	10	10	10	10	10	121	127	132
Vote 6 - PUBLIC SAFETY		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - SPORTS & RECREATION		249	249	249	249	249	249	249	249	249	249	249	249	2 988	3 125	3 269
Vote 8 - TECHNICAL SERVICES		2 316	2 316	2 316	2 316	2 316	2 316	2 316	2 316	2 316	2 316	2 316	2 316	27 788	29 066	30 403
Vote 9 - WASTE MANAGEMENT		941	941	941	941	941	941	941	941	941	941	941	941	11 292	11 812	12 355
Vote 10 - WASTE WATER MANAGEMENT		1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	16 851	17 626	18 437
Vote 11 - WATER		6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	78 111	81 704	85 463
Vote 12 - ELECTRICITY		16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	195 991	205 006	214 437
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote		38 446	38 446	38 446	38 446	38 446	38 446	38 446	38 446	38 446	38 446	38 446	38 446	461 347	482 569	504 767
Expenditure by Vote to be appropriated																
Vote 1 - EXECUTIVE COUNCIL		2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	28 013	29 302	30 650
Vote 2 - BUDGET & TREASURY		8 336	8 336	8 336	8 336	8 336	8 336	8 336	8 336	8 336	8 336	8 336	8 336	100 029	104 631	109 444
Vote 3 - CORPORATE SERVICES		1 797	1 797	1 797	1 797	1 797	1 797	1 797	1 797	1 797	1 797	1 797	1 797	21 560	22 552	23 590
Vote 4 - PLANNING AND DEVELOPMENT		947	947	947	947	947	947	947	947	947	947	947	947	11 365	11 888	12 435
Vote 5 - COMMUNITY & SOCIAL SERVICES		901	901	901	901	901	901	901	901	901	901	901	901	10 815	11 312	11 833
Vote 6 - PUBLIC SAFETY		2 133	2 133	2 133	2 133	2 133	2 133	2 133	2 133	2 133	2 133	2 133	2 133	25 594	26 771	28 002
Vote 7 - SPORTS & RECREATION		35	35	35	35	35	35	35	35	35	35	35	35	422	442	462
Vote 8 - TECHNICAL SERVICES		330	330	330	330	330	330	330	330	330	330	330	330	3 955	4 136	4 327
Vote 9 - WASTE MANAGEMENT		2 449	2 449	2 449	2 449	2 449	2 449	2 449	2 449	2 449	2 449	2 449	2 449	29 385	30 737	32 151
Vote 10 - WASTE WATER MANAGEMENT		1 001	1 001	1 001	1 001	1 001	1 001	1 001	1 001	1 001	1 001	1 001	1 001	12 009	12 562	13 139
Vote 11 - WATER		7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	94 313	98 652	103 190
Vote 12 - ELECTRICITY		9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	113 281	118 492	123 943
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	450 742	471 476	493 164
Surplus/(Deficit) before assoc.		884	884	884	884	884	884	884	884	884	884	884	884	10 605	11 093	11 603
Taxation														-	-	-
Attributable to minorities														-	-	-
Share of surplus/ (deficit) of associate														-	-	-
Surplus/(Deficit)	1	884	884	884	884	884	884	884	884	884	884	884	884	10 605	11 093	11 603

References

Please refer to SA27 of Schedule A

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand																
Revenue - Functional																
<i>Governance and administration</i>		10 674	10 674	10 674	10 674	10 674	10 674	10 674	10 674	10 674	10 674	10 674	10 674	128 093	133 986	140 149
Executive and council		541	541	541	541	541	541	541	541	541	541	541	541	6 488	6 787	7 099
Finance and administration		10 134	10 134	10 134	10 134	10 134	10 134	10 134	10 134	10 134	10 134	10 134	10 134	121 605	127 199	133 050
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		12	12	12	12	12	12	12	12	12	12	12	12	149	156	163
Community and social services		10	10	10	10	10	10	10	10	10	10	10	10	121	127	132
Sport and recreation		2	2	2	2	2	2	2	2	2	2	2	2	28	29	31
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	27 816	29 096	30 434
Planning and development		2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	2 318	27 816	29 096	30 434
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		25 187	25 187	25 187	25 187	25 187	25 187	25 187	25 187	25 187	25 187	25 187	25 187	302 245	316 148	330 491
Energy sources		16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	16 333	195 991	205 006	214 437
Water management		6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	6 509	78 111	81 704	85 463
Waste water management		1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	1 404	16 851	17 626	18 437
Waste management		941	941	941	941	941	941	941	941	941	941	941	941	11 292	11 812	12 355
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional		38 192	38 192	38 192	38 192	38 192	38 192	38 192	38 192	38 192	38 192	38 192	38 192	458 304	479 386	501 437
Expenditure - Functional																
<i>Governance and administration</i>		12 752	12 752	12 752	12 752	12 752	12 752	12 752	12 752	12 752	12 752	12 752	12 752	153 020	160 059	167 422
Executive and council		2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	2 334	28 013	29 302	30 650
Finance and administration		10 417	10 417	10 417	10 417	10 417	10 417	10 417	10 417	10 417	10 417	10 417	10 417	125 007	130 757	136 772
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 549	1 549	1 549	1 549	1 549	1 549	1 549	1 549	1 549	1 549	1 549	1 549	18 588	19 443	20 338
Community and social services		901	901	901	901	901	901	901	901	901	901	901	901	10 815	11 312	11 833
Sport and recreation		35	35	35	35	35	35	35	35	35	35	35	35	422	442	462
Public safety		613	613	613	613	613	613	613	613	613	613	613	613	7 351	7 689	8 043
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		2 512	2 512	2 512	2 512	2 512	2 512	2 512	2 512	2 512	2 512	2 512	2 512	30 145	31 532	32 982
Planning and development		992	992	992	992	992	992	992	992	992	992	992	992	11 903	12 450	13 023
Road transport		1 520	1 520	1 520	1 520	1 520	1 520	1 520	1 520	1 520	1 520	1 520	1 520	18 242	19 082	19 959
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		20 749	20 749	20 749	20 749	20 749	20 749	20 749	20 749	20 749	20 749	20 749	20 749	248 988	260 442	272 422
Energy sources		9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	9 440	113 281	118 492	123 943
Water management		7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	7 859	94 313	98 652	103 190
Waste water management		511	511	511	511	511	511	511	511	511	511	511	511	6 135	6 417	6 712
Waste management		2 938	2 938	2 938	2 938	2 938	2 938	2 938	2 938	2 938	2 938	2 938	2 938	35 260	36 882	38 578
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional		37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	37 562	450 742	471 476	493 164
Surplus/(Deficit) before assoc.		630	630	630	630	630	630	630	630	630	630	630	630	7 562	7 909	8 273
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	630	630	630	630	630	630	630	630	630	630	630	630	7 562	7 909	8 273

References

Please refer to SA28 of Schedule A

MP304 Pixley Ka Seme (MP) - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand																
Multi-year expenditure to be appropriated	1															
Vote 1 - EXECUTIVE COUNCIL														-	-	-
Vote 2 - BUDGET & TREASURY														-	-	-
Vote 3 - CORPORATE SERVICES														-	-	-
Vote 4 - PLANNING AND DEVELOPMENT														-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES														-	-	-
Vote 6 - PUBLIC SAFETY														-	-	-
Vote 7 - SPORTS & RECREATION		83	83	83	83	83	83	83	83	83	83	83	83	1 000	1 046	1 094
Vote 8 - TECHNICAL SERVICES		667	667	667	667	667	667	667	667	667	667	667	667	8 000	8 368	8 753
Vote 9 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - WASTE WATER MANAGEMENT		1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	15 956	16 690	17 457
Vote 11 - WATER		2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	30 000	31 380	32 823
Vote 12 - ELECTRICITY														-	-	-
Vote 13 - [NAME OF VOTE 13]														-	-	-
Vote 14 - [NAME OF VOTE 14]														-	-	-
Vote 15 - [NAME OF VOTE 15]														-	-	-
Capital multi-year expenditure sub-total	2	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	54 956	57 484	60 128
Single-year expenditure to be appropriated	2															
Vote 1 - EXECUTIVE COUNCIL														-	-	-
Vote 2 - BUDGET & TREASURY														-	-	-
Vote 3 - CORPORATE SERVICES														-	-	-
Vote 4 - PLANNING AND DEVELOPMENT														-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES														-	-	-
Vote 6 - PUBLIC SAFETY														-	-	-
Vote 7 - SPORTS & RECREATION														-	-	-
Vote 8 - TECHNICAL SERVICES														-	-	-
Vote 9 - WASTE MANAGEMENT														-	-	-
Vote 10 - WASTE WATER MANAGEMENT														-	-	-
Vote 11 - WATER														-	-	-
Vote 12 - ELECTRICITY														-	-	-
Vote 13 - [NAME OF VOTE 13]														-	-	-
Vote 14 - [NAME OF VOTE 14]														-	-	-
Vote 15 - [NAME OF VOTE 15]														-	-	-
Capital single-year expenditure sub-total	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	2	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	54 956	57 484	60 128

Please refer to SA29 of Schedule A

MP304 Pixley Ka Seme (MP) - Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand																
Capital Expenditure - Functional	1															
<i>Governance and administration</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		83	83	83	83	83	83	83	83	83	83	83	83	1 000	1 046	1 094
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		83	83	83	83	83	83	83	83	83	83	83	83	1 000	1 046	1 094
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		667	667	667	667	667	667	667	667	667	667	667	667	8 000	8 368	8 753
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Road transport		667	667	667	667	667	667	667	667	667	667	667	667	8 000	8 368	8 753
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		3 830	3 830	3 830	3 830	3 830	3 830	3 830	3 830	3 830	3 830	3 830	3 830	45 956	48 070	50 281
Energy sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water management		2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	2 500	30 000	31 380	32 823
Waste water management		1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	1 330	15 956	16 690	17 457
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	2	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	4 580	54 956	57 484	60 128
Funded by:																
National Government		18 319	-	-	-	-	18 319	-	-	18 319	-	-	-	54 956	57 484	60 128
Provincial Government		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital		18 319	-	-	-	-	18 319	-	-	18 319	-	-	-	54 956	57 484	60 128
Borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	6 500	-	-	-	-	-	-	-	-	6 500	6 799	7 112
Total Capital Funding		18 319	-	-	6 500	-	18 319	-	-	18 319	-	-	-	61 456	64 283	67 240

Please refer to A7 of Schedule A

MP304 Pixley Ka Seme (MP) - Table A7 Budgeted Cash Flows

Description		Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates			27 051	24 794	26 356	35 994	65 444	65 444		39 371	41 182	43 076
Service charges			65 509	68 509	114 728	68 866	125 210	125 210		69 883	73 097	76 460
Other revenue			23 899	13 184	14 014	14 917	14 917	14 917		22 281	23 306	24 378
Transfers and Subsidies - Operational		1	87 841	99 771	107 531	122 977	124 298	124 298		133 432	139 570	145 991
Transfers and Subsidies - Capital		1	32 220	44 930	68 331	83 072	73 571	73 571		54 956	57 484	60 128
Interest			8 426	18 222	19 370	20 632	33 607	33 607		4 988	5 218	5 458
Dividends			4 200		-		-			-	-	-
Payments												
Suppliers and employees			(209 066)	(219 388)	(233 210)	(269 066)	(372 811)	(372 811)		(301 024)	(309 611)	(323 853)
Finance charges			(75)		(52 000)	(17 343)	(0)	(0)		-	-	-
Transfers and Grants		1		(6 334)	(6 733)	(19 017)	(17 016)	(17 016)		-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES			40 006	43 688	58 388	41 031	47 220	47 220	-	23 887	30 246	31 638
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE						1 600	1 601	1 601		1 673	1 749	1 830
Decrease (increase) in non-current receivables						-	-	-		-	-	-
Decrease (increase) in non-current investments						-	-	-		-	-	-
Payments												
Capital assets			(36 521)	(44 930)	(84 331)	(83 072)	(82 880)	(82 880)		(62 956)	(65 852)	(68 881)
NET CASH FROM/(USED) INVESTING ACTIVITIES			(36 521)	(44 930)	(84 331)	(81 472)	(81 280)	(81 280)	-	(61 283)	(64 102)	(67 051)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans										-	-	-
Borrowing long term/refinancing										-	-	-
Increase (decrease) in consumer deposits										-	-	-
Payments												
Repayment of borrowing										-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD			3 485	(1 242)	(25 943)	(40 441)	(34 059)	(34 059)	-	(37 396)	(33 856)	(35 413)
Cash/cash equivalents at the year begin:		2	82 887	82 887	82 887		9 211	9 211		38 333		
Cash/cash equivalents at the year end:		2	86 372	81 645	56 944	(40 441)	(24 848)	(24 848)	-	937	(33 856)	(35 413)

16. ANNUAL BUDGET AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN – INTERNAL DEPARTMENTS

The annual budget is as per attached Scheduled A, which is Annexure A and the final SDBIP will be submitted separately.

17. CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

Please refer to SA35 of Schedule A

It is envisaged at this stage that no contract will have budgetary implications beyond a period of three years in the 2020/21

medium-term budget.

MP304 Pixley Ka Seme (MP) - Supporting Table SA35 Future financial implications of the capital budget

Vote Description	Ref	2020/21 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Present value
R thousand								
Capital expenditure	1							
Vote 1 - EXECUTIVE COUNCIL		1 359	1 421	1 486				
Vote 2 - BUDGET & TREASURY		523	547	572				
Vote 3 - CORPORATE SERVICES		-	-	-				
Vote 4 - PLANNING AND DEVELOPMENT		16 854	17 629	18 440				
Vote 5 - COMMUNITY & SOCIAL SERVICES		4 815	5 037	5 268				
Vote 6 - PUBLIC SAFETY		1 359	1 421	1 486				
Vote 7 - SPORTS & RECREATION		-	-	-				
Vote 8 - TECHNICAL SERVICES		-	-	-				
Vote 9 - WASTE MANAGEMENT		2 343	2 451	2 564				
Vote 10 - WASTE WATER MANAGEMENT		-	-	-				
Vote 11 - WATER		51 597	53 971	56 454				
Vote 12 - ELECTRICITY		10 104	10 568	11 054				
Vote 13 - [NAME OF VOTE 13]		-	-	-				
Vote 14 - [NAME OF VOTE 14]		-	-	-				
Vote 15 - [NAME OF VOTE 15]		-	-	-				
<i>List entity summary if applicable</i>								
Total Capital Expenditure		88 953	93 045	97 325	-	-	-	-
Future operational costs by vote	2							
Vote 1 - EXECUTIVE COUNCIL								
Vote 2 - BUDGET & TREASURY								
Vote 3 - CORPORATE SERVICES								
Vote 4 - PLANNING AND DEVELOPMENT								
Vote 5 - COMMUNITY & SOCIAL SERVICES								
Vote 6 - PUBLIC SAFETY								
Vote 7 - SPORTS & RECREATION								
Vote 8 - TECHNICAL SERVICES								
Vote 9 - WASTE MANAGEMENT								
Vote 10 - WASTE WATER MANAGEMENT								
Vote 11 - WATER								
Vote 12 - ELECTRICITY								
Vote 13 - [NAME OF VOTE 13]								
Vote 14 - [NAME OF VOTE 14]								
Vote 15 - [NAME OF VOTE 15]								
<i>List entity summary if applicable</i>								
Total future operational costs		-	-	-	-	-	-	-
Future revenue by source	3							
Property rates								
Service charges - electricity revenue								
Service charges - water revenue								
Service charges - sanitation revenue								
Service charges - refuse revenue								
Rental of facilities and equipment								
<i>List other revenues sources if applicable</i>								
<i>List entity summary if applicable</i>								
Total future revenue		-	-	-	-	-	-	-
Net Financial Implications		88 953	93 045	97 325	-	-	-	-

18. DETAILED OPERATING AND CAPITAL BUDGET (TABLE A2)

MP304 Pixley Ka Seme (MP) - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		176 217	174 793	186 602	237 243	122 577	122 577	128 093	133 986	140 149
Executive and council		96 180	96 524	102 605	147 619	6 209	6 209	6 488	6 787	7 099
Finance and administration		80 037	78 269	83 997	89 625	116 368	116 368	121 605	127 199	133 050
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		378	13 401	14 245	15 200	143	143	149	156	163
Community and social services		22	92	98	104	116	116	121	127	132
Sport and recreation		-	2 521	2 680	2 859	27	27	28	29	31
Public safety		356	10 788	11 468	12 236	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		5 695	2 641	2 808	2 996	26 618	26 618	27 816	29 096	30 434
Planning and development		-	-	-	-	26 618	26 618	27 816	29 096	30 434
Road transport		5 695	2 641	2 808	2 996	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		128 875	150 845	160 348	171 091	289 230	289 230	302 245	316 148	330 691
Energy sources		54 813	71 833	76 359	81 475	187 551	187 551	195 991	205 006	214 437
Water management		51 255	42 972	45 680	48 740	74 747	74 747	78 111	81 704	85 463
Waste water management		13 086	25 820	27 447	29 285	16 125	16 125	16 851	17 626	18 437
Waste management		9 722	10 219	10 863	11 591	10 806	10 806	11 292	11 812	12 355
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	311 165	341 680	364 003	426 530	438 568	438 568	458 304	479 386	501 437
Expenditure - Functional										
<i>Governance and administration</i>		131 318	77 897	84 688	90 362	146 431	146 431	153 020	160 059	167 422
Executive and council		21 037	22 894	24 466	26 105	26 807	26 807	28 013	29 302	30 650
Finance and administration		110 281	55 002	60 222	64 257	119 624	119 624	125 007	130 757	136 772
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		27 588	24 262	25 111	26 793	17 788	17 788	18 588	19 443	20 338
Community and social services		10 162	6 031	5 467	5 834	10 349	10 349	10 815	11 312	11 833
Sport and recreation		7 305	5 067	5 418	5 781	404	404	422	442	462
Public safety		10 121	13 163	14 226	15 179	7 035	7 035	7 351	7 689	8 043
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		16 825	37 073	38 502	41 081	28 847	28 847	30 145	31 532	32 982
Planning and development		6 551	10 060	10 487	11 190	11 390	11 390	11 903	12 450	13 023
Road transport		10 274	27 013	28 014	29 891	17 457	17 457	18 242	19 082	19 959
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		101 723	167 892	178 172	190 109	238 266	238 266	248 988	260 442	272 422
Energy sources		55 710	87 909	93 278	99 528	108 403	108 403	113 281	118 492	123 943
Water management		25 214	44 682	46 566	49 686	90 252	90 252	94 313	98 652	103 190
Waste water management		10 390	13 440	14 286	15 244	5 870	5 870	6 135	6 417	6 712
Waste management		10 409	21 860	24 041	25 652	33 741	33 741	35 260	36 882	38 578
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	277 454	307 123	326 472	348 346	431 332	431 332	450 742	471 476	493 164
Surplus/(Deficit) for the year		33 711	34 557	37 531	78 184	7 236	7 236	7 562	7 909	8 273

20. DETAILED BUDGET PER MUNICIPAL VOTE

Detailed budget per municipal vote as per Table A3

MP304 Pixley Ka Seme (MP) - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue by Vote										
Vote 1 - EXECUTIVE COUNCIL	1	96 180	96 524	102 605	147 619	6 209	6 209	6 488	6 787	7 099
Vote 2 - BUDGET & TREASURY		80 030	78 253	83 980	89 607	116 351	116 351	121 586	127 179	133 030
Vote 3 - CORPORATE SERVICES		7	16	17	18	18	18	19	19	20
Vote 4 - PLANNING AND DEVELOPMENT		-	-	-	-	107	107	111	117	122
Vote 5 - COMMUNITY & SOCIAL SERVICES		22	92	98	104	116	116	121	127	132
Vote 6 - PUBLIC SAFETY		356	10 788	11 468	12 236	-	-	-	-	-
Vote 7 - SPORTS & RECREATION		-	2 521	2 680	2 859	27	27	2 988	3 125	3 269
Vote 8 - TECHNICAL SERVICES		5 695	2 641	2 808	2 996	26 591	26 591	27 788	29 066	30 403
Vote 9 - WASTE MANAGEMENT		9 722	10 219	10 863	11 591	10 806	10 806	11 292	11 812	12 355
Vote 10 - WASTE WATER MANAGEMENT		13 086	25 820	27 447	29 285	16 125	16 125	16 851	17 626	18 437
Vote 11 - WATER		51 255	42 972	45 680	48 740	74 747	74 747	78 111	81 704	85 463
Vote 12 - ELECTRICITY		54 813	71 833	76 359	81 475	187 551	187 551	195 991	205 006	214 437
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	311 165	341 680	364 003	426 530	438 648	438 648	461 347	482 569	504 767
Expenditure by Vote to be appropriated										
Vote 1 - EXECUTIVE COUNCIL	1	21 037	22 894	24 466	26 105	26 807	26 807	28 013	29 302	30 650
Vote 2 - BUDGET & TREASURY		82 755	48 433	52 610	56 135	95 722	95 722	100 029	104 631	109 444
Vote 3 - CORPORATE SERVICES		32 637	14 492	15 946	17 015	20 632	20 632	21 560	22 552	23 590
Vote 4 - PLANNING AND DEVELOPMENT		1 440	2 138	2 152	2 297	10 876	10 876	11 365	11 888	12 435
Vote 5 - COMMUNITY & SOCIAL SERVICES		10 162	6 031	5 467	5 834	10 349	10 349	10 815	11 312	11 833
Vote 6 - PUBLIC SAFETY		10 121	13 163	14 226	15 179	24 491	24 491	25 594	26 771	28 002
Vote 7 - SPORTS & RECREATION		7 305	5 067	5 418	5 781	404	404	422	442	462
Vote 8 - TECHNICAL SERVICES		10 274	27 013	28 014	29 891	3 784	3 784	3 955	4 136	4 327
Vote 9 - WASTE MANAGEMENT		10 409	21 860	24 041	25 652	28 120	28 120	29 385	30 737	32 151
Vote 10 - WASTE WATER MANAGEMENT		10 390	13 440	14 286	15 244	11 492	11 492	12 009	12 562	13 139
Vote 11 - WATER		25 214	44 682	46 566	49 686	90 252	90 252	94 313	98 652	103 190
Vote 12 - ELECTRICITY		55 710	87 909	93 278	99 528	108 403	108 403	113 281	118 492	123 943
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	277 454	307 123	326 472	348 346	431 332	431 332	450 742	471 476	493 164
Surplus/(Deficit) for the year	2	33 711	34 557	37 531	78 184	7 316	7 316	10 605	11 093	11 603

21. MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, **LB Tshabalala** Municipal Manager of **Dr Pixley Ka Isaka Seme Municipality**, hereby certify that the Final annual budget and supporting documentation of the 2020/21 Operating and Capital Budget have been prepared in accordance with the Municipal Finance Management Act, 56 of 2003, and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name : Mr. Linda B Tshabalala

Municipal Manager : DR PIXLEY KA ISAKA SEME MUNICIPALITY

Signature :

Date :

ANNEXURE C 1 – TARIFFS OF CHARGES

Please see attached.

ANNEXURE C 2 – EMPLOYEE RELATED COSTS

Please see attached.