



SPECIAL ADJUSTED BUDGET OF  
**MAKHUDUTHAMAGA LOCAL  
MUNICIPALITY**

**2019/20**

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## Abbreviations and Acronyms

|       |  |       |   |
|-------|--|-------|---|
| BPC   | Budget Planning Committee                        | MIG   | Municipal Infrastructure Grant                |
| CFO   | Chief Financial Officer                          | MPRA  | Municipal Properties Rates Act                |
| MM    | Municipal Manager                                | MSA   | Municipal Systems Act                         |
| CPI   | Consumer Price Index                             | MTEF  | Medium-term Expenditure Framework             |
| CRRF  | Capital Replacement Reserve Fund                 | MTREF | Medium-term Revenue and Expenditure Framework |
| DoRA  | Division of Revenue Act                          | NGO   | Non-Governmental organisations                |
| EE    | Employment Equity                                | NKPIs | National Key Performance Indicators           |
| FBS   | Free basic services                              | OHS   | Occupational Health and Safety                |
| GAMAP | Generally Accepted Municipal Accounting Practice | OP    | Operational Plan                              |
| GRAP  | General Recognised Accounting Practice           | PMS   | Performance Management System                 |
| HR    | Human Resources                                  | PPE   | Property Plant and Equipment                  |
| IDP   | Integrated Development Plan                      | PPP   | Public Private Partnership                    |
| IT    | Information Technology                           | RG    | Restructuring Grant                           |
| km    | kilometre  | SALGA | South African Local Government Association    |
| GFS   | Government Financial Statistics                  | SDBIP | Service Delivery Budget Implementation Plan   |
| KPA   | Key Performance Area                             | SMME  | Small Micro and Medium Enterprises            |
| KPI   | Key Performance Indicator                        | DOE   | Department of Energy                          |
| LED   | Local Economic Development                       |       |   |
| MEC   | Member of the Executive Committee                |       |   |
| MFMA  | Municipal Financial Management Act Programme     |       |   |
| MBRR  | Municipal Budget and Reporting Regulation        |       |   |



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## 1. PART 1 – SPECIAL ADJUSTMENTS BUDGET

### 1.1 Mayor's report.

Honourable speaker, Executive committee members, the Chief whip of council, honourable Councillors, our beloved Traditional leaders (Magoshi), the Chairperson of MPAC, the Chair of chairs, the Municipal manager and her administration team.

You are all welcomed to the virtual council meeting of today. The purpose of this special council is to approve the special adjustments budget for the financial year 2019/2020 as guided by the National Treasury circulars and the Disaster management regulations issued by the Minister of Cooperative governance and traditional affairs.

The pandemic of COVID 19 forced the municipality and the country to reprioritise the expenditure budget for the financial year 2019/2020 to apply preventative measure to protect both our councillors, employees and our communities at large from the infection by this deadly virus. The National Lockdown has also resulted in a number of planned service delivery and administrative programmes to stop and therefore the unused budget had to be reallocated to the disaster management vote and other essential services line items. The municipality has further received an amount of R298 thousands from the National government to fund the expenditure related to COVID 19.

Honourable speaker, the special adjustments budget is hereby prepared and presentation in compliance with section 28 (1), (2) (b) (c) (d) of the Municipal Finance Management Act No.56 of 2003 which states that:

“(1). A municipality may revise an approved annual budget through an adjustments budget.

(2). adjustments budget –

(b). May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for,

(c). May within a prescribed framework, authorise unforeseen and unavoidable expenditure recommended by the mayor of the municipality;

(d). May authorise the utilisation of projected savings in one vote towards spending under other vote.”

Honourable Speaker

The municipality's total budgeted revenue for the 2019/20 financial year as originally approved by council was **R 427 million** and was increased only by **R 875 thousand** during the first adjustments budget in February 2020. The annual budgeted revenue is further increases by **R 298 thousand** to



**R 428.3 million** to include the additional amount received from the National government to fund the COVID 19 disaster management programmes. The **R 428.3 million** adjusted revenue budget comprises of **R 95.2 million** from own sources of revenue and **R 333.1 million** from government grants. The amount of **R 298 thousand** received from the national treasury as a Municipal Disaster Relief Grant relating to the COVID-19 pandemic must be fully utilized by end October 2020.

There were no further budget adjustments on the municipality's own revenue budget for the 2019/20 financial year. All other revenue sources remain as per the adjustments budget approved by council in February 2020.

Honourable Speaker

The municipality's total annual budgeted expenditure for the 2019/20 as originally approved by council was **R 427 million** and was increased to **R 428 million** during the first adjustments budget in February 2020. The total expenditure budget is increased by **R 298 thousand** to **R 428.3 million** to include the Disaster relief grant received to address the COVID 19 pandemic. The municipality has further reallocated some expenditure budgets for projects and programmes that will not be implemented within the remaining period of the financial year due to the Lockdown regulations and the expenditure was allocated to the Disaster management vote, electricity and the roads and bridges repairs and maintenance line items.

Honourable Speaker

The municipality had originally budgeted operational expenditure to an amount of **R 337 million** for the 2019/20 financial year and it was increased to **R 339 million** during the first budget adjustment period in February 2020. The total operational budget is further increased to **R 348.6 million** for the 2019/20 financial year.

The following items of operational expenditure are being adjusted further:

- Maintenance of Roads & Bridges increased by **R 8.6 million** to **R 39.9 million**.
- Repairs & Maintenance: Electrical Infrastructure increased by **R 1.5 million** to **R 3.6 million**.
- Disaster Relief Fund increased by **R 5.3 million** to **R 5.8 million**.
- Internal Audit programmes decreased by **R 500 thousand** to **R 2.2 million**.
- Public participations decreased by **R 650 thousand** to **R 360 thousand**.
- Publications decreased by **R 1 million** to **R 7.2 million**.
- Training of staff decreased by **R 300 thousand** to **R 300 thousand**.
- Spatial Planning programmes decreased by **R 900 thousand** to **R 1.1 million**.
- SMME Support programmes decreased by **R 150 thousand** to **R 1.3 million**.
- Solid Waste Collection decreased by **R 650 thousand** to **R 27.6 million**.
- Employee Related Cost (Public Safety) decreased by **R 1.5 million** to **R 1.4 million**.



## Adjustments on Capital Expenditure

The municipality's total annual capital budget is **R 90 million** as approved by council in May 2019 was reduced to **R 89.1 million** during the first budget adjustment period in February 2020. The annual total capital expenditure is further reduced to **R 79.8 million** for the 2019/20 financial year. This is due to the fact that, it will not be practical to spend on some projects which were still on procurement stage when the National lockdown was implemented and therefore the budgets for this projects have to be reallocated to other programmes that can be implemented by June 2020.

Below are the capital projects which are affected by the special adjustments budget:

Mashabela to Mphanama access road 2019/20 (ES) – decreased by **R 2 million to R 0.**

Lobethal\_Tisane access road 2019/20 (ES) – decreased by **R 435 thousand to R 0.**

Mokwete\_Molepane access road 2019/20 (ES) – decreased by **R 2.1 million to R 0.**

Seruteng Access Bridge 2019/20 (ES) – decreased by **R 500 thousand to R 0.**

Maila Mapitsane\_Magolego access road 2019/20 (ES) – decreased by **R 870 thousand to R 0.**

Glen Cowie\_Post Office access road 2019/20 (ES) – decrease by **R 435 thousand to R 0.**

Acquisitions (Building & Furniture) 2019/20 – decreased by **R 2.5 million to R 1.1 million.**

Acquisitions (Traffic Equipment) 2019/20 – decreased by **R 400 thousand to R 100 thousand.**

The budget on all other capital projects remains unchanged for the 2019/20 financial year.

No multi-year shifting of funds was done in relation to the capital expenditure budget for the 2019/20 financial year.

Honourable speaker

On behalf of the Executive committee I hereby table the special adjustments budget for 2019/2020 for approval, in terms of section 28(2) (b) (c) (d) of the MFMA Act no 56 of 2003. The special adjustments budget served in a management meeting and the executive committee, which recommend that council approve the special adjustments budget for 2019/2020.

I Thank You.



## 1.2 Resolutions



### 1.3 Executive Summary.

Makhuduthamaga Local Municipality has prepared its special adjustment budget for 2019/20 in accordance with section 28 of the Municipal Finance Management Act and Chapter 2, part 4 of the Municipal Budget and Reporting Regulations as published under GN 393 in GG 32141 dated 17 April 2009. No budget adjustments were effected on both the revenue and expenditure forecasts for the two outer years 2020/21 and 2021/22 of the MTREF.

The Special adjustments budget was prepared due to the unforeseen and unavoidable expenditure in an attempt to prevent the spread of the corona virus within the municipal workplace and the communities. Due to the National Lockdown regulations issued by the Minister of Cogta, it will be impractical to continue implementing some of the service delivery projects and operational programmes within the remaining period of the financial year ending on 30 June 2020 and therefore there is a need to reprioritise and reallocate the expenditure budgets from votes that will not be able to spend to the disaster management vote and other essential services votes.

#### ADJUSTMENTS ON REVENUE

The municipality's total budgeted revenue for the 2019/20 financial year as originally approved by council was **R 427 million** and increased by **R 875 thousand** during the first adjustments budget in February 2020 and it further increased by **R 298 thousand** to **R 428.3 million**. The **R 428.3 million** adjusted revenue budget comprises of **R 95.2 million** from own sources of revenue and **R 333.1 million** from government grants. The municipality has received an amount **R 298 thousand** from the national treasury as a Municipal Disaster Relief Grant relating to the COVID-19 pandemic which must be fully utilized by end October 2020. All sources of revenue remain unadjusted for 2019/20 financial year except the government grants which are increased by the **R298 thousands** for Disaster relieve grant.

#### ADJUSTMENT ON TOTAL BUDGETED EXPENDITURE

The municipality's total annual budgeted expenditure for the 2019/20 as originally approved by council was **R 427 million** and was increased to **R 428 million** during the first budget adjustment period, the total annual budgeted expenditure will increase by **R 298 thousand** to **R 428.3 million** in this special adjustments budget for 2019/20 financial year. There will also be a reallocation and/or reprioritisation of some expenditure not committed for expenditure in remaining period of the 2019/20 financial year to other operational votes where more funding is required to accelerate the provision of essential services by the municipality in dealing with the COVID-19 pandemic and also to address the backlog in repairing the road infrastructure within the municipal jurisdiction.

#### Budget Adjustments on Operational Expense.

The municipality has originally budgeted an amount of **R 337 million** for the 2019/20 financial year and it was increased to **R 339 million** during the first budget adjustment period in February 2020. The total operational budget is further increased to **R 348.6 million** for the 2019/20 financial year.



The following items of operational expenditure are being adjusted further:

- Maintenance of Roads & Bridges increased by **R 8.6 million to R 39.9 million.**
- Maintenance of Electrical Infrastructure increased by **R 1.5 million to R 3.6 million.**
- Disaster Relief Fund increased by **R 5.3 million to R 5.8 million.**
- Internal Audit programmes decreased by **R 500 thousand to R 2.2 million.**
- Public participations decreased by **R 650 thousand to R 360 thousand.**
- Publications decreased by **R 1 million to R 7.2 million.**
- Training of staff decreased by **R 300 thousand to R 300 thousand.**
- Spacial Planning programmes decreased by **R 900 thousand to R 1.1 million.**
- SMME Support programmes decreased by **R 150 thousand to R 1.3 million.**
- Solid Waste Collection decreased by **R 650 thousand to R 27.6 million.**
- Employee Related Cost (Public Safety) decreased by **R 1.5 million to R 1.4 million.**

### **Budget Adjustments on Capital Expenditure**

The municipality's total annual capital budget is **R 90 million** as originally approved by council in May 2019 and it was reduced to **R 89.1 million** during the first budget adjustment period in February 2020. The annual total capital expenditure is further reduced to **R 79.8 million** for the 2019/20 financial year.

Below are the capital projects which are being adjusted further:

Mashabela to Mphanama access road 2019/20 (ES) – decreased by **R 2 million to R 0.**

Lobethal\_Tisane access road 2019/20 (ES) – decreased by **R 435 thousand to R 0.**

Mokwete\_Molepane access road 2019/20 (ES) – decreased by **R 2.1 million to R 0.**

Seruteng Access Bridge 2019/20 (ES) – decreased by **R 500 thousand to R 0.**

Maila Mapitsane\_Magolego access road 2019/20 (ES) – decreased by **R 870 thousand to R 0.**

Glen Cowie\_Post Office access road 2019/20 (ES) – decrease by **R 435 thousand to R 0.**

Acquisitions (Building & Furniture) 2019/20 – decreased by **R 2.5 million to R 1.1 million.**

Acquisitions (Traffic Equipment) 2019/20 – decreased by **R 400 thousand to R 100 thousand.**

The budget on all other capital projects remained unchanged as approved by council in February 2020 adjustments budget.

No multi-year shifting of funds was done in relation to the capital expenditure budget for the 2019/20 financial year.

**Table 1 Consolidated Overview of the Adjusted 2019/20 MTREF:**

| Description                                    | Adjusted Budget 2018/19 | Approved Budget 2019/20 | Adjustments Increase/Decrease | Adjusted Budget 2019/20 | Adjusted Budget 2020/21 | Adjusted Budget 2021/22 |
|--|-------------------------|-------------------------|-------------------------------|-------------------------|-------------------------|-------------------------|
| Total Revenue                                  | 406,198,848.76          | 427,204,789.13          | 1,173,241.94                  | 428,378,031.07          | 450,839,165.23          | 480,333,731.72          |
| Total Operating Expenditure                    | 343,251,519.70          | 337,027,359.39          | 11,537,977.68                 | 348,565,337.07          | 356,413,961.14          | 373,901,791.69          |
| Operating Surplus/Deficit for the year         | 62,947,329.06           | 90,177,429.74           | - 10,364,735.74               | 79,812,694.00           | 94,425,204.09           | 106,431,940.02          |
| Cash backed reserves                           | 16,469,799.68           | -                       | -                             | -                       | -                       | -                       |
| VAT Refunds 2018/19(July 2018 - December 2018) | 23,494,903.15           | -                       | -                             | -                       | -                       | -                       |
| <b>Total Funding for Capital Expenditure</b>   | <b>102,912,031.89</b>   | <b>90,177,429.74</b>    | <b>- 10,364,735.74</b>        | <b>79,812,694.00</b>    | <b>94,425,204.09</b>    | <b>106,431,940.02</b>   |
| Capital Expenditure                            | 102,782,173.71          | 90,012,694.00           | - 10,200,000.00               | 79,812,694.00           | 93,982,607.00           | 106,192,893.00          |
| <b>Total Surplus/Deficit</b>                   | <b>129,858.18</b>       | <b>164,735.74</b>       | <b>- 164,735.74</b>           | <b>-</b>                | <b>442,597.09</b>       | <b>239,047.02</b>       |

Total operating expenditure budget for the 2019/20 financial year has increased by **R 11.5 million** and that translates into an operating budgeted surplus of **R 79.8 million** as indicated in table B4. As compared to the 2018/19 Adjusted Budget, operational expenditure has decreased by 2%, increases by 2% for 2020/21 and an increase of 5% per cent for 2021/22 financial year. The operating surplus for the two outer years steadily increases to **R 94.4 million** and then **R 106.4 million** respectively. These surpluses will be used to fund capital expenditure and to further ensure cash backing of reserves and funds.

The total approved capital budget decreased by **R 10.2 million** to **R 79.2 million** for 2019/20 and it decreased by 22 per cent as compared to the 2018/19 adjusted budget on capital projects.

The capital expenditure increases to **R 93.9 million** in the 2020/21 financial year and increases to **R 106.4 million** in 2021/22. Of the total capital budget an amount of **R 61 million** is funded by MIG for roads and bridges. The rest of the capital projects and acquisitions of new assets is being funded by the equitable share.

### Operating Revenue Framework

In order for the municipality to continue improving the quality of services provided to its communities it needs to generate the required sustainable revenue to meet its funding requirements. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and high level of unemployment in our municipality. The expenditure required to address these challenges will always exceed available funding; hence difficult choices have to be made in relation to balancing expenditures against realistically anticipated revenues. The fact is, we cannot increase the property rates tariffs in the near future as we still have very low level of revenue collection for the property rates which makes 48% of the total own revenue. Property rates tariffs remain unchanged at 0.015 cents in a rand.

In an attempt to ensure a strong revenue base, the municipality has also reviewed its revenue enhancement strategy to improve revenue collection in the 2019/20 financial year and the two outer years. To this effect, a new source of revenue (Waste collection) was implemented starting with

billing for this service to the government departments and the big businesses within the municipal area. The intention is to grow this service to even reach the households by 2021/22 financial year.

The municipality’s revenue strategy is built around the following key components:

- National Treasury’s guidelines and macroeconomic policy;
- Efficient revenue management, which aims to ensure a 95 per cent annual collection rate for property rates and other key service charges;
- Determining the tariff escalation rate by establishing/calculating the revenue requirement of each service;
- The municipality’s Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA);
- Increase ability to extend new services and recover costs; (e.g. Waste collection project)
- The municipality’s Indigent Policy and rendering of free basic services; and
- Tariff policies of the Municipality.

The following table is a summary of the adjusted 2019/20 MTREF (classified by main revenue source)

**Table 2 Summary of revenue classified by main revenue source**

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

| Description  | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|------------------------|------------------------|
|  |     | 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   | A                   | A1             | B            | C                  | D                | E                  | F              | G              | H               |                        |                        |
| <b>Revenue By Source</b>   |     |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| Property rates   | 2   | 43 049              | 41 414         | -            | -                  | -                | -                  | -              | -              | 41 414          | 45 696                 | 48 342                 |
| Service charges - electricity revenue                                | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - water revenue                                      | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - sanitation revenue                                 | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - refuse revenue                                     | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Rental of facilities and equipment                                   |     | 142                 | 124            | -            | -                  | -                | -                  | -              | -              | 124             | 152                    | 156                    |
| Interest earned - external investments                               |     | 5 693               | 2 770          | -            | -                  | -                | -                  | -              | -              | 2 770           | 6 034                  | 6 336                  |
| Interest earned - outstanding debtors                                |     | 37 715              | 43 847         | -            | -                  | -                | -                  | -              | -              | 43 847          | 38 061                 | 39 964                 |
| Dividends received   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Fines, penalties and forfeits  |     | 626                 | 694            | -            | -                  | -                | -                  | -              | -              | 694             | 650                    | 686                    |
| Licences and permits   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Agency services  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 7 011                  | 7 432                  |
| Transfers and subsidies  |     | 270 771             | 270 771        | -            | -                  | -                | 298                | -              | 298            | 271 069         | 287 206                | 306 521                |
| Other revenue  | 2   | 7 088               | 6 338          | -            | -                  | -                | -                  | -              | -              | 6 338           | 461                    | 368                    |
| Gains on disposal of PPE   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Revenue (excluding capital transfers and contributions)</b> |     | <b>365 083</b>      | <b>365 958</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>-</b>       | <b>298</b>     | <b>366 256</b>  | <b>385 270</b>         | <b>409 805</b>         |

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

The total revenue for the municipality excluding capital transfers after adjustments amount to **R 366 million** for 2019/20, **R 385 million** for 2020/21 and **R 409 million** for 2021/22.



The revenue from government grants forms a significant percentage of the total operating revenue for the municipality for the entire 2019/20 MTREF. This clearly indicate that our municipality is dependent on government grants which contribute 74% of the total operating revenue in 2019/20 budget year and 75% across the whole 2019/20 MTREF.

### ❖ Operating Expenditure Framework

As indicated in the original budget, the municipality’s expenditure framework for the 2019/20 budget and MTREF is informed by the following:

- The infrastructure projects plan in the IDP to address the backlog and the repairs and maintenance plan;
- Balanced budget constraint (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned to backlog eradication plan;
- Operational gains/ surpluses will be directed to funding the capital budget.
- Funding was allocated to only projects which have projects implementation plans to guard against under spending.

The following table is a high level summary of the adjusted operational expenditure budget for 2019/20 and MTREF (classified per main type of operating expenditure):

**Table 3 Summary of operating expenditure by standard classification item**

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

| Description                     | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|---------------------------------|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|------------------------|------------------------|
|                                 |     | 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   | A                   | 3<br>A1        | 4<br>B       | 5<br>C             | 6<br>D           | 7<br>E             | 8<br>F         | 9<br>G         | 10<br>H         |                        |                        |
| <b>Expenditure By Type</b>      |     |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| Employee related costs          |     | 90 079              | 80 588         | -            | -                  | -                | -                  | (4 077)        | (4 077)        | 76 511          | 92 749                 | 98 777                 |
| Remuneration of councillors     |     | 24 329              | 23 874         |              |                    |                  |                    |                | -              | 23 874          | 26 032                 | 27 854                 |
| Debt impairment                 |     | 35 906              | 43 839         |              |                    |                  |                    |                | -              | 43 839          | 38 061                 | 39 964                 |
| Depreciation & asset impairment |     | 27 280              | 27 720         | -            | -                  | -                | -                  | -              | -              | 27 720          | 31 878                 | 36 660                 |
| Finance charges                 |     |                     |                |              |                    |                  |                    |                | -              | -               |                        |                        |
| Bulk purchases                  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Other materials                 |     | 53                  | 53             |              |                    |                  |                    |                | -              | 53              |                        |                        |
| Contracted services             |     | 101 529             | 107 675        | -            | -                  | -                | -                  | 15 645         | 15 645         | 123 320         | 99 449                 | 98 831                 |
| Transfers and subsidies         |     | 7 750               | 6 550          |              |                    |                  |                    |                | -              | 6 550           |                        |                        |
| Other expenditure               |     | 50 101              | 48 730         | -            | -                  | -                | -                  | (2 031)        | (2 031)        | 46 699          | 68 688                 | 72 054                 |
| Loss on disposal of PPE         |     |                     |                |              |                    |                  |                    |                | -              | -               |                        |                        |
| <b>Total Expenditure</b>        |     | <b>337 027</b>      | <b>339 028</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>9 537</b>   | <b>9 537</b>   | <b>348 565</b>  | <b>356 857</b>         | <b>374 141</b>         |

### Adjustment on employee related costs

The budget for Employee related costs was reduced by **R 9.4 million** during the first budget adjustment period as most budgeted vacant positions were not filled by the 31<sup>st</sup> of January 2020. The municipality’s employee related cost is further reduced by **R 4.1 million** as a result of the budgeted vacant positions which couldn’t be filled by the 31 May 2020. The total annual employee related cost of **R 76.5 million** reflects an annual increase of 7% percent as compared to the **R 71 million** actual employee related cost for the 2018/19 financial year as audited before bringing into consideration the **R 3.1 million** in travel claims which by nature, and in terms of GRAP, forms part of the employee related cost, however in terms of the mSCOA chart the expenditure on travel claims is budgeted for under operational expenses.

Below are the vacant positions which remained vacant by 30 April 2020.

| Department                        | Post name   |
|-----------------------------------|---|
| Executive Support                 | 1. Mayoral Chauffer x 1<br>2. AIDS Co-ordinator x 1   |
| Corporate Services                | 1. Labour Relations Officer x 1<br>2. Admin Manager x 1   |
| Municipal Manager’s Office        | 1. Senior Internal Audit x 1<br>2. Internal Auditors x 1  |
| Community Services                | 1. Library Assistant x 3<br>2. Community Services Manager x 1<br>3. Chief Licensing Officer x 1<br>4. General workers x 4<br>5. Land Fill Operator X 2<br>6. Compactor Operator x 1 |
| Economic Development and Planning | 1. LED Manager x 1<br>2. Building Inspector X 1   |
| Infrastructure Development        | 2. Bookkeeper x 1<br>3.General Worker x 4<br>4.Plant Operator x 4   |

The below positions were filled during the current financial year.



|                            |                                 |
|----------------------------|---------------------------------|
| Executive Support          | Manager in speaker's office x 1 |
| Budget & Treasury          | Budget & Reporting Manager x 1  |
| Corporate Services         | HR Manager x 1                  |
| Infrastructure Development | PMU Manager x 1                 |
| Municipal Manager's Office | Internal Auditor X 1            |

### Remuneration of councillors

No further adjustments on the budget for the remuneration of councillors for the 2019/20 financial year.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the municipality's adjusted budget for 2019/20. The total amount of **R 24.3 million** was calculated on Grade 3 and includes budget for Councillors allowance, cell phone allowance, data cards, pension and car allowance as contained in the circular received from the Minister of Co-operative Governance and Traditional Affairs. The councillor's remuneration budget has been reduced by **R 455 thousand** to **R 23.8 million** having taken into account circular 04/2020 dated 13 February 2020 detailing the recommended 3% annual increment on the upper limits for the 2019/20 financial year. The budget for the remuneration of the councillors remains at **R 23.8 million** for the 2019/20 financial year.

### Debt impairment

The provision of debt impairment for 2019/20 was determined based on the Debt Write-off Policy of the municipality. For the 2019/20 financial year this amount was originally budgeted at **R 35.9 million** and was increased to **R 43.8 million** during the first budget adjustment period. There will be no further budget adjustments on debt impairment.

### Depreciation

Provision for depreciation and asset impairment is informed by the Municipality's Asset Management Policy and GRAP 17. The annual budget for depreciation and amortisation remains unchanged at **R 27.7 million** for the 2019/20 financial year.

### Finance charges

The municipality is not planning to use borrowings to fund its projects in the near future due to revenue generation incapacity and collection challenges.

### Contracted Services

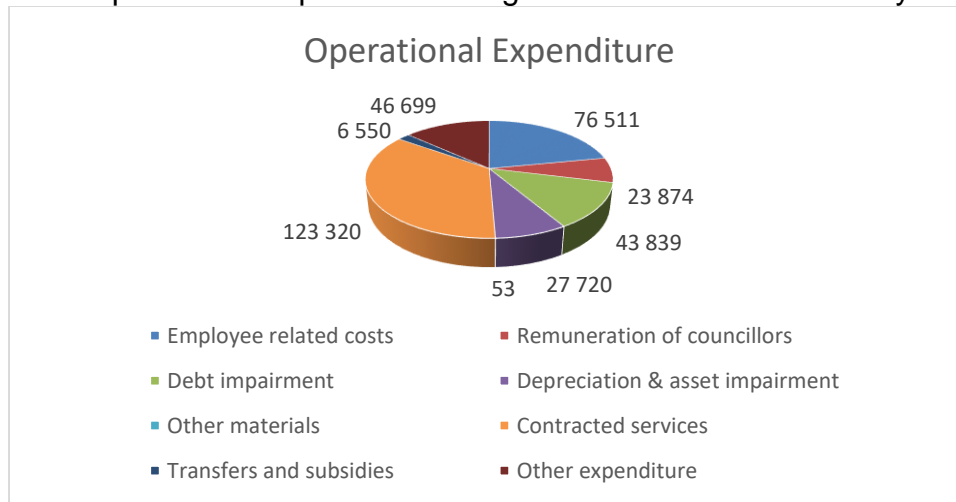
Contracted services comprises of security services, cleaning services, repairs and maintenance for infrastructure assets and operating leases for office equipment and machinery as well as waste management expenses. For the current year budget, contracted services was increased from **R 101 million** to **R 107 million** during the first budget adjustment period, the budget is increased further to **R 123 million** to assist the Infrastructure Development department in dealing with the backlog on the repairs and maintenance of the municipality’s infrastructure. The increase in the budget is mainly informed by numerous internal streets within the municipality’s villages that are seriously damaged and not usable due to heavy rains experienced in the area.

### Other Expenditure

The budget for other expenditure was reduced from **R 50 million** to **R 48.7 million** during the first budget adjustment period of the 2019/20 financial year, the budget was reduced further to **R 46.6 million** for the current financial year.

The following bar chart gives a breakdown of the main expenditure categories for the 2019/20 financial year Adjustment Budget.

Main Operational Expenditure categories for 2019/20 financial year



### Adjustments on repairs and maintenance

Considering national treasury circular number 54, 55, 58 and 59 our municipality has put repairs and maintenance as one of the priorities to preserving and maintaining the municipality’s current infrastructure, to ensure that the existing assets are good working conditions and to lengthen the assets life span. The 2019/20 budget and MTREF provide for a growth in the area of asset maintenance, as informed by the repairs and maintenance plan of the municipality. In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered a direct expenditure driver but an outcome of certain other expenditures, such as remuneration, purchases of materials and contracted services. In our municipality’s case, all repairs and maintenance services for our infrastructure assets will be done through contracted services as indicated in table SA1 of the B schedule. The total repairs and maintenance expenditure for the 2019/20 financial year was increased from **R 60.3 million** to **R 68.9 million** during the first budget



adjustment period, the budget has increased to **R 83.6 million** to cover the increase in the expenditure for the repairs and maintenance of the municipal infrastructure assets.

### **Adjustments on Free Basic Services: Electricity tokens**

The municipality gives free basic electricity tokens to poor households within the municipal jurisdictions to assist them as they cannot afford the electricity costs. Our municipality does not have a licence to sell electricity and therefore buys the tokens from Eskom for the affected households who registered with the municipality. To receive these free services the households are required to register in terms of the municipality's Indigent Policy. Details relating to free services, cost of free basis services, revenue lost owing to free basic services as well as basic service delivery measurement is contained in Table 16 MBRR Table B10 (Basic Service Delivery Measurement)

The cost of the free basic electricity of the registered indigent households is financed through the local government equitable share received in terms of the annual Division of Revenue Act. There were no adjustments done on the Free Basic Electricity budget for the 2019/20 financial year.

### **Capital expenditure**

The following table provides a breakdown of adjustments on budgeted capital expenditure by vote:





**Table 4 Adjusted Capital budget per vote.**

LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020

| Description                                      | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |              |              |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|--------------|--------------|-----------------|------------------------|------------------------|
|  |     | Original Budget     | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjus. | Total Adjus. | Adjusted Budget | Adjusted Budget        | Adjusted Budget        |
| R thousands                                      |     | A                   | 5 A1           | 6 B          | 7 C                | 8 D              | 9 E                | 10 F         | 11 G         | 12 H            |                        |                        |
| <b>Capital expenditure - Vote</b>                |     |                     |                |              |                    |                  |                    |              |              |                 |                        |                        |
| <b>Multi-year expenditure to be adjusted</b>     | 2   |                     |                |              |                    |                  |                    |              |              |                 |                        |                        |
| Vote 1 - Executive Support                       |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 2 - Office of the Municipal Manager         |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 3 - Economic Development and Planning       |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 4 - Infrastructure Development              |     | 84 513              | 80 552         | -            | -                  | -                | -                  | (6 339)      | (6 339)      | 74 213          | 85 783                 | 96 693                 |
| Vote 5 - Community Services                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 6 - Corporate Services                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 7 - Budget and Treasury                     |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 8 - [NAME OF VOTE 8]                        |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 9 - [NAME OF VOTE 9]                        |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 10 - [NAME OF VOTE 10]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 11 - [NAME OF VOTE 11]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 12 - [NAME OF VOTE 12]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 13 - [NAME OF VOTE 13]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 14 - [NAME OF VOTE 14]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 15 - [NAME OF VOTE 15]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| <b>Capital multi-year expenditure sub-total</b>  | 3   | 84 513              | 80 552         | -            | -                  | -                | -                  | (6 339)      | (6 339)      | 74 213          | 85 783                 | 96 693                 |
| <b>Single-year expenditure to be adjusted</b>    | 2   |                     |                |              |                    |                  |                    |              |              |                 |                        |                        |
| Vote 1 - Executive Support                       |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 2 - Office of the Municipal Manager         |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 3 - Economic Development and Planning       |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 4 - Infrastructure Development              |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 5 - Community Services                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | 1 000                  | -                      |
| Vote 6 - Corporate Services                      |     | 3 200               | 3 200          | -            | -                  | -                | -                  | -            | -            | 3 200           | 2 400                  | 2 500                  |
| Vote 7 - Budget and Treasury                     |     | 2 300               | 5 300          | -            | -                  | -                | -                  | (2 900)      | (2 900)      | 2 400           | 4 800                  | 7 000                  |
| Vote 8 - [NAME OF VOTE 8]                        |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 9 - [NAME OF VOTE 9]                        |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 10 - [NAME OF VOTE 10]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 11 - [NAME OF VOTE 11]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 12 - [NAME OF VOTE 12]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 13 - [NAME OF VOTE 13]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 14 - [NAME OF VOTE 14]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| Vote 15 - [NAME OF VOTE 15]                      |     | -                   | -              | -            | -                  | -                | -                  | -            | -            | -               | -                      | -                      |
| <b>Capital single-year expenditure sub-total</b> |     | 5 500               | 8 500          | -            | -                  | -                | -                  | (2 900)      | (2 900)      | 5 600           | 8 200                  | 9 500                  |
| <b>Total Capital Expenditure - Vote</b>          |     | 90 013              | 89 052         | -            | -                  | -                | -                  | (9 239)      | (9 239)      | 79 813          | 93 983                 | 106 193                |

For the 2019/20 financial year an amount of **R 90 million** was originally appropriated for the capital expenditure to be funded by MIG grant and equitable share. For 2020/21 and 2021/22 the budget has been appropriated at **R 93.9 million** and **R 106 million** respectively. The approved capital budget for 2019/20 was reduced by **R 961 thousand** to **R 89 million** in the first 2019/20 budget adjustment. The total capital budget was further reduced to **R 79.8 million** for the 2019/20 financial year.

Infrastructure and development vote is appropriated the highest allocation of **R 74.2 million** for 2019/20 which equates to 93% of the total capital budget, followed by budget & treasury and corporate services at **R 3.2 million** (4%) and **R 2.4 million** (3%) for each department respectively.



#### **1.4 ADJUSTMENT BUDGET TABLES (B1 to B10)**

The following are the ten main B schedule tables for the annual budget of Makhuduthamaga Local municipality for the 2019/20 MTREF.

1.4.1 Table 5 MBRR B1 – Annual Budget Summary

LIM473 Makhuduthamaga - Table B1 Adjustments Budget Summary - 28/02/2020

| Description  | Budget Year 2019/20 |                |              |                    |                  |                    |                 |                 |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|---------------------|----------------|--------------|--------------------|------------------|--------------------|-----------------|-----------------|-----------------|------------------------|------------------------|
|  | 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                   | 1              | 2            | 3                  | 4                | 5                  | 6               | 7               | 8               |                        |                        |
|  | A                   | A1             | B            | C                  | D                | E                  | F               | G               | H               |                        |                        |
| <b>Financial Performance</b>   |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Property rates   | 43 049              | 41 414         | -            | -                  | -                | -                  | -               | -               | 41 414          | 45 696                 | 48 342                 |
| Service charges  | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Investment revenue   | 5 693               | 2 770          | -            | -                  | -                | -                  | -               | -               | 2 770           | 6 034                  | 6 336                  |
| Transfers recognised - operational                                   | 270 771             | 270 771        | -            | -                  | -                | 298                | -               | 298             | 271 069         | 287 206                | 306 521                |
| Other own revenue  | 45 570              | 51 003         | -            | -                  | -                | -                  | -               | -               | 51 003          | 46 334                 | 48 606                 |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>365 083</b>      | <b>365 958</b> |              |                    |                  | <b>298</b>         |                 | <b>298</b>      | <b>366 256</b>  | <b>385 270</b>         | <b>409 805</b>         |
| Employee costs   | 90 079              | 80 588         | -            | -                  | -                | -                  | (4 077)         | (4 077)         | 76 511          | 92 749                 | 98 777                 |
| Remuneration of councillors  | 24 329              | 23 874         | -            | -                  | -                | -                  | -               | -               | 23 874          | 26 032                 | 27 854                 |
| Depreciation & asset impairment                                      | 27 280              | 27 720         | -            | -                  | -                | -                  | -               | -               | 27 720          | 31 878                 | 36 660                 |
| Finance charges  | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Materials and bulk purchases   | 53                  | 53             | -            | -                  | -                | -                  | -               | -               | 53              | -                      | -                      |
| Transfers and grants   | 7 750               | 6 550          | -            | -                  | -                | -                  | -               | -               | 6 550           | -                      | -                      |
| Other expenditure  | 187 537             | 200 243        | -            | -                  | -                | -                  | 13 614          | 13 614          | 213 858         | 206 198                | 210 849                |
| <b>Total Expenditure</b>   | <b>337 027</b>      | <b>339 028</b> |              |                    |                  |                    | <b>9 537</b>    | <b>9 537</b>    | <b>348 565</b>  | <b>356 857</b>         | <b>374 141</b>         |
| <b>Surplus/(Deficit)</b>   | <b>28 055</b>       | <b>26 930</b>  |              |                    |                  | <b>298</b>         | <b>(9 537)</b>  | <b>(9 239)</b>  | <b>17 691</b>   | <b>28 414</b>          | <b>35 664</b>          |
| Transfers recognised - capital                                       | 62 122              | 62 122         | -            | -                  | -                | -                  | -               | -               | 62 122          | 65 569                 | 70 529                 |
| Contributions recognised - capital & contributed assets              | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>90 177</b>       | <b>89 052</b>  |              |                    |                  | <b>298</b>         | <b>(9 537)</b>  | <b>(9 239)</b>  | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| Share of surplus/ (deficit) of associate                             | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>90 177</b>       | <b>89 052</b>  |              |                    |                  | <b>298</b>         | <b>(9 537)</b>  | <b>(9 239)</b>  | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| <b>Capital expenditure &amp; funds sources</b>                       |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| <b>Capital expenditure</b>   | 90 013              | 89 052         | -            | -                  | -                | -                  | (9 239)         | (9 239)         | 79 813          | 93 983                 | 106 193                |
| Transfers recognised - capital                                       | 90 013              | 89 052         | -            | -                  | -                | -                  | (9 239)         | (9 239)         | 79 813          | 93 983                 | 106 193                |
| Borrowing  | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Internally generated funds   | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Total sources of capital funds</b>                                | <b>90 013</b>       | <b>89 052</b>  |              |                    |                  |                    | <b>(9 239)</b>  | <b>(9 239)</b>  | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| <b>Financial position</b>  |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Total current assets   | 75 087              | 102 962        | -            | -                  | -                | -                  | (27 144)        | (27 144)        | 75 818          | 63 953                 | 71 842                 |
| Total non current assets   | 278 511             | 342 498        | -            | -                  | -                | -                  | (1 315)         | (1 315)         | 341 183         | 353 997                | 361 712                |
| Total current liabilities  | 10 648              | 10 813         | -            | -                  | -                | -                  | 31 520          | 31 520          | 42 332          | 9 655                  | 10 716                 |
| Total non current liabilities  | 4 856               | 4 856          | -            | -                  | -                | -                  | 16 241          | 16 241          | 21 097          | 5 119                  | 5 395                  |
| <b>Community wealth/Equity</b>                                       | <b>338 094</b>      | <b>429 791</b> |              |                    |                  |                    | <b>(76 220)</b> | <b>(76 220)</b> | <b>353 571</b>  | <b>441 270</b>         | <b>455 536</b>         |
| <b>Cash flows</b>  |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Net cash from (used) operating                                       | 104 841             | 132 715        | -            | -                  | -                | -                  | (54 333)        | (54 333)        | 78 383          | 107 883                | 126 474                |
| Net cash from (used) investing                                       | (91 799)            | (91 799)       | -            | -                  | -                | -                  | 16 240          | 16 240          | (75 560)        | (105 504)              | (114 593)              |
| Net cash from (used) financing                                       | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Cash/cash equivalents at the year end</b>                         | <b>22 094</b>       | <b>49 968</b>  |              |                    |                  |                    | <b>(38 093)</b> | <b>(38 093)</b> | <b>11 875</b>   | <b>14 253</b>          | <b>26 134</b>          |
| <b>Cash backing/surplus reconciliation</b>                           |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Cash and investments available                                       | 22 094              | 49 969         | -            | -                  | -                | -                  | (38 094)        | (38 094)        | 11 875          | 14 253                 | 26 134                 |
| Application of cash and investments                                  | (2 251)             | (19 015)       | -            | -                  | -                | -                  | 27 818          | 27 818          | 8 803           | (4 315)                | (2 332)                |
| <b>Balance - surplus (shortfall)</b>                                 | <b>24 345</b>       | <b>68 984</b>  |              |                    |                  |                    | <b>(65 912)</b> | <b>(65 912)</b> | <b>3 072</b>    | <b>18 568</b>          | <b>28 466</b>          |
| <b>Asset Management</b>  |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Asset register summary (WDV)   | 278 511             | 342 498        | -            | -                  | -                | -                  | (1 315)         | (1 315)         | 341 183         | 353 997                | 361 712                |
| Depreciation & asset impairment                                      | 27 280              | -              | -            | -                  | -                | -                  | 440             | 440             | 27 720          | 31 878                 | 36 660                 |
| Renewal and Upgrading of Existing Assets                             | -                   | 3 000          | -            | -                  | -                | -                  | -               | -               | 3 000           | -                      | -                      |
| Repairs and Maintenance  | 60 391              | 73 585         | -            | -                  | -                | -                  | 10 089          | 10 089          | 83 674          | 59 887                 | 57 726                 |
| <b>Free services</b>   |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Cost of Free Basic Services provided                                 | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Revenue cost of free services provided                               | 4 500               | 4 500          | -            | -                  | -                | -                  | -               | -               | 4 500           | 4 800                  | 5 000                  |
| <b>Households below minimum service level</b>                        |                     |                |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Water:   | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Sanitation/sewerage:   | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Energy:  | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Refuse:  | -                   | -              | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |



**1.4.2 Table 6 MBRR B2 – Budgeted Financial Performance (Standard Classification)**

LIM473 Makhuduthamaga - Table B2 Adjustments Budget Financial Performance (functional classification) - 28/02/2020

| Standard Description                       | Ref  | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|------|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|------------------------|------------------------|
|  |      | 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<br>A1        | 6<br>B       | 7<br>C             | 8<br>D           | 9<br>E             | 10<br>F        | 11<br>G        | 12<br>H         |                        |                        |
| <b>Revenue - Functional</b>                |      |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| <b>Governance and administration</b>       |      | 427 205             | 428 080        | -            | -                  | -                | 298                | -              | 298            | 428 378         | 450 839                | 480 334                |
| Executive and council                      |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Finance and administration                 |      | 427 205             | 428 080        | -            | -                  | -                | 298                | -              | 298            | 428 378         | 450 839                | 480 334                |
| Internal audit                             |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Community and public safety</b>         |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Community and social services              |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Sport and recreation                       |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Public safety                              |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Housing                                    |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Health                                     |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Economic and environmental services</b> |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Planning and development                   |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Road transport                             |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Environmental protection                   |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Trading services</b>                    |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Energy sources                             |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Water management                           |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Waste water management                     |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Waste management                           |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Other</b>                               |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Revenue - Functional</b>          | 2    | 427 205             | 428 080        | -            | -                  | -                | 298                | -              | 298            | 428 378         | 450 839                | 480 334                |
| <b>Expenditure - Functional</b>            |      |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| <b>Governance and administration</b>       |      | 222 891             | 224 013        | -            | -                  | -                | -                  | (2 900)        | (2 900)        | 221 113         | 247 642                | 264 541                |
| Executive and council                      |      | 67 413              | 64 926         | -            | -                  | -                | -                  | -              | -              | 64 926          | 80 248                 | 85 393                 |
| Finance and administration                 |      | 151 760             | 155 570        | -            | -                  | -                | -                  | (2 900)        | (2 900)        | 152 670         | 164 313                | 175 552                |
| Internal audit                             |      | 3 718               | 3 518          | -            | -                  | -                | -                  | -              | -              | 3 518           | 3 082                  | 3 597                  |
| <b>Community and public safety</b>         |      | 29 812              | 23 181         | -            | -                  | -                | -                  | 6 098          | 6 098          | 29 279          | 27 815                 | 30 180                 |
| Community and social services              |      | 8 930               | 6 284          | -            | -                  | -                | -                  | 6 098          | 6 098          | 12 382          | 9 121                  | 9 785                  |
| Sport and recreation                       |      | 1 500               | 1 100          | -            | -                  | -                | -                  | -              | -              | 1 100           | 1 700                  | 2 000                  |
| Public safety                              |      | 13 904              | 12 918         | -            | -                  | -                | -                  | -              | -              | 12 918          | 14 821                 | 15 786                 |
| Housing                                    |      | 5 478               | 2 878          | -            | -                  | -                | -                  | -              | -              | 2 878           | 2 174                  | 2 609                  |
| Health                                     |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Economic and environmental services</b> |      | 74 413              | 82 288         | -            | -                  | -                | -                  | 6 339          | 6 339          | 88 627          | 70 542                 | 68 573                 |
| Planning and development                   |      | 14 315              | 11 224         | -            | -                  | -                | -                  | -              | -              | 11 224          | 13 123                 | 13 421                 |
| Road transport                             |      | 31 448              | 42 716         | -            | -                  | -                | -                  | 6 339          | 6 339          | 49 055          | 25 620                 | 21 802                 |
| Environmental protection                   |      | 28 650              | 28 348         | -            | -                  | -                | -                  | -              | -              | 28 348          | 31 800                 | 33 350                 |
| <b>Trading services</b>                    |      | 9 912               | 9 546          | -            | -                  | -                | -                  | -              | -              | 9 546           | 10 857                 | 10 846                 |
| Energy sources                             |      | 7 201               | 7 201          | -            | -                  | -                | -                  | -              | -              | 7 201           | 7 970                  | 7 772                  |
| Water management                           |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Waste water management                     |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Waste management                           |      | 2 711               | 2 345          | -            | -                  | -                | -                  | -              | -              | 2 345           | 2 887                  | 3 075                  |
| <b>Other</b>                               |      | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Expenditure - Functional</b>      | 3    | 337 027             | 339 028        | -            | -                  | -                | -                  | 9 537          | 9 537          | 348 565         | 356 857                | 374 141                |
| <b>Surplus/ (Deficit) for the year</b>     |      | 90 177              | 89 052         | -            | -                  | -                | 298                | (9 537)        | (9 239)        | 79 813          | 93 983                 | 106 193                |



**1.4.3 Table 7 MBRR B3 – Budgeted Financial Performance (Municipal Vote)**

LIM473 Makhuduthamaga - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28/02/2020

| Vote Description<br><br><i>[Insert departmental structure etc]</i> | Ref | Budget Year 2019/20 |                   |                 |                       |                     |                       |                   |                |                    | Budget Year<br>+1 2020/21 | Budget Year<br>+2 2021/22 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|---------------------------|---------------------------|
|  |     | Original<br>Budget  | Prior<br>Adjusted | Accum.<br>Funds | Multi-year<br>capital | Unfore.<br>Unavoid. | Nat. or Prov.<br>Govt | Other<br>Adjusts. | Total Adjusts. | Adjusted<br>Budget | Adjusted<br>Budget        | Adjusted<br>Budget        |
|  |     | A                   | A1                | B               | C                     | D                   | E                     | F                 | G              | H                  |                           |                           |
| <b>R thousands</b>   |     |                     |                   |                 |                       |                     |                       |                   |                |                    |                           |                           |
| <b>Revenue by Vote</b>   | 1   |                     |                   |                 |                       |                     |                       |                   |                |                    |                           |                           |
| Vote 1 - Executive Support   |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 2 - Office of the Municipal Manager                           |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 3 - Economic Development and Planning                         |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 4 - Infrastructure Development                                |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 5 - Community Services  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 6 - Corporate Services  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 7 - Budget and Treasury                                       |     | 427 205             | 428 080           | -               | -                     | -                   | 298                   | -                 | 298            | 428 378            | 450 839                   | 480 334                   |
| Vote 8 - [NAME OF VOTE 8]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 9 - [NAME OF VOTE 9]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 10 - [NAME OF VOTE 10]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 11 - [NAME OF VOTE 11]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 12 - [NAME OF VOTE 12]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 13 - [NAME OF VOTE 13]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 14 - [NAME OF VOTE 14]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 15 - [NAME OF VOTE 15]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| <b>Total Revenue by Vote</b>                                       | 2   | <b>427 205</b>      | <b>428 080</b>    | <b>-</b>        | <b>-</b>              | <b>-</b>            | <b>298</b>            | <b>-</b>          | <b>298</b>     | <b>428 378</b>     | <b>450 839</b>            | <b>480 334</b>            |
| <b>Expenditure by Vote</b>   | 1   |                     |                   |                 |                       |                     |                       |                   |                |                    |                           |                           |
| Vote 1 - Executive Support   |     | 56 946              | 55 629            | -               | -                     | -                   | -                     | -                 | -              | 55 629             | 69 100                    | 73 520                    |
| Vote 2 - Office of the Municipal Manager                           |     | 14 467              | 12 764            | -               | -                     | -                   | -                     | -                 | -              | 12 764             | 14 748                    | 16 022                    |
| Vote 3 - Economic Development and Planning                         |     | 12 047              | 9 046             | -               | -                     | -                   | -                     | -                 | -              | 9 046              | 10 711                    | 10 856                    |
| Vote 4 - Infrastructure Development                                |     | 46 395              | 54 974            | -               | -                     | -                   | -                     | 6 339             | 6 339          | 61 313             | 38 176                    | 34 747                    |
| Vote 5 - Community Services  |     | 55 694              | 50 996            | -               | -                     | -                   | -                     | 6 098             | 6 098          | 57 094             | 60 328                    | 63 996                    |
| Vote 6 - Corporate Services  |     | 29 378              | 26 690            | -               | -                     | -                   | -                     | -                 | -              | 26 690             | 31 260                    | 32 118                    |
| Vote 7 - Budget and Treasury                                       |     | 122 100             | 128 931           | -               | -                     | -                   | -                     | (2 900)           | (2 900)        | 126 031            | 132 534                   | 142 881                   |
| Vote 8 - [NAME OF VOTE 8]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 9 - [NAME OF VOTE 9]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 10 - [NAME OF VOTE 10]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 11 - [NAME OF VOTE 11]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 12 - [NAME OF VOTE 12]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 13 - [NAME OF VOTE 13]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 14 - [NAME OF VOTE 14]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| Vote 15 - [NAME OF VOTE 15]  |     | -                   | -                 | -               | -                     | -                   | -                     | -                 | -              | -                  | -                         | -                         |
| <b>Total Expenditure by Vote</b>                                   | 2   | <b>337 027</b>      | <b>339 028</b>    | <b>-</b>        | <b>-</b>              | <b>-</b>            | <b>-</b>              | <b>9 537</b>      | <b>9 537</b>   | <b>348 565</b>     | <b>356 857</b>            | <b>374 141</b>            |
| <b>Surplus/ (Deficit) for the year</b>                             | 2   | <b>90 177</b>       | <b>89 052</b>     | <b>-</b>        | <b>-</b>              | <b>-</b>            | <b>298</b>            | <b>(9 537)</b>    | <b>(9 239)</b> | <b>79 813</b>      | <b>93 983</b>             | <b>106 193</b>            |



**1.4.4 Table 8 MBRR B4 – Budgeted Financial Performance (Operational Revenue and Expenditure)**

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

| Description  | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|------------------------|------------------------|
|  |     | 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   | A                   | A1             | B            | C                  | D                | E                  | F              | G              | H               |                        |                        |
| <b>Revenue By Source</b>   |     |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| Property rates   | 2   | 43 049              | 41 414         | -            | -                  | -                | -                  | -              | -              | 41 414          | 45 696                 | 48 342                 |
| Service charges - electricity revenue  | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - water revenue  | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - sanitation revenue   | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - refuse revenue   | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Rental of facilities and equipment   |     | 142                 | 124            | -            | -                  | -                | -                  | -              | -              | 124             | 152                    | 156                    |
| Interest earned - external investments   |     | 5 693               | 2 770          | -            | -                  | -                | -                  | -              | -              | 2 770           | 6 034                  | 6 336                  |
| Interest earned - outstanding debtors  |     | 37 715              | 43 847         | -            | -                  | -                | -                  | -              | -              | 43 847          | 38 061                 | 39 964                 |
| Dividends received   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Fines, penalties and forfeits  |     | 626                 | 694            | -            | -                  | -                | -                  | -              | -              | 694             | 650                    | 686                    |
| Licences and permits   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Agency services  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 7 011                  | 7 432                  |
| Transfers and subsidies  |     | 270 771             | 270 771        | -            | -                  | -                | 298                | -              | 298            | 271 069         | 287 206                | 306 521                |
| Other revenue  | 2   | 7 088               | 6 338          | -            | -                  | -                | -                  | -              | -              | 6 338           | 461                    | 368                    |
| Gains on disposal of PPE   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Revenue (excluding capital transfers and contributions)</b>   |     | <b>365 083</b>      | <b>365 958</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>-</b>       | <b>298</b>     | <b>366 256</b>  | <b>385 270</b>         | <b>409 805</b>         |
| <b>Expenditure By Type</b>   |     |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| Employee related costs   |     | 90 079              | 80 588         | -            | -                  | -                | -                  | (4 077)        | (4 077)        | 76 511          | 92 749                 | 98 777                 |
| Remuneration of councillors  |     | 24 329              | 23 874         | -            | -                  | -                | -                  | -              | -              | 23 874          | 26 032                 | 27 854                 |
| Debt impairment  |     | 35 906              | 43 839         | -            | -                  | -                | -                  | -              | -              | 43 839          | 38 061                 | 39 964                 |
| Depreciation & asset impairment  |     | 27 280              | 27 720         | -            | -                  | -                | -                  | -              | -              | 27 720          | 31 878                 | 36 660                 |
| Finance charges  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Bulk purchases   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Other materials  |     | 53                  | 53             | -            | -                  | -                | -                  | -              | -              | 53              | -                      | -                      |
| Contracted services  |     | 101 529             | 107 675        | -            | -                  | -                | -                  | 15 645         | 15 645         | 123 320         | 99 449                 | 98 831                 |
| Transfers and subsidies  |     | 7 750               | 6 550          | -            | -                  | -                | -                  | -              | -              | 6 550           | -                      | -                      |
| Other expenditure  |     | 50 101              | 48 730         | -            | -                  | -                | -                  | (2 031)        | (2 031)        | 46 699          | 68 688                 | 72 054                 |
| Loss on disposal of PPE  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Expenditure</b>   |     | <b>337 027</b>      | <b>339 028</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>9 537</b>   | <b>9 537</b>   | <b>348 565</b>  | <b>356 857</b>         | <b>374 141</b>         |
| <b>Surplus/(Deficit)</b>   |     | <b>28 055</b>       | <b>26 930</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>(9 537)</b> | <b>(9 239)</b> | <b>17 691</b>   | <b>28 414</b>          | <b>35 664</b>          |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)  |     | 62 122              | 62 122         | -            | -                  | -                | -                  | -              | -              | 62 122          | 65 569                 | 70 529                 |
| 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)  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Surplus/(Deficit) before taxation</b>   |     | <b>90 177</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>(9 537)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| Taxation   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Surplus/(Deficit) after taxation</b>  |     | <b>90 177</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>(9 537)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| Attributable to minorities   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Surplus/(Deficit) attributable to municipality</b>  |     | <b>90 177</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>(9 537)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |
| Share of surplus/ (deficit) of associate   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Surplus/ (Deficit) for the year</b>   |     | <b>90 177</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>(9 537)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>          | <b>106 193</b>         |



**1.4.5 Table 9 MBRR B5 – Budgeted Capital Expenditure (By Vote & Standard Classification)**

LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020

| Description                                      | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year     | Budget Year     |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|-----------------|-----------------|
|  |     | Original Budget     | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjus.   | Total Adjus.   | Adjusted Budget | Adjusted Budget | Adjusted Budget |
|  |     | A                   | A1             | B            | C                  | D                | E                  | F              | G              | H               | +1 2020/21      | +2 2021/22      |
| <b>R thousands</b>                               |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Capital expenditure - Vote</b>                |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Multi-year expenditure to be adjusted</b>     |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| 2  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Vote 1 - Executive Support                       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 2 - Office of the Municipal Manager         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 3 - Economic Development and Planning       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 4 - Infrastructure Development              |     | 84 513              | 80 552         | -            | -                  | -                | -                  | (6 339)        | (6 339)        | 74 213          | 85 783          | 96 693          |
| Vote 5 - Community Services                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 6 - Corporate Services                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 7 - Budget and Treasury                     |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 8 - [NAME OF VOTE 8]                        |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 9 - [NAME OF VOTE 9]                        |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 10 - [NAME OF VOTE 10]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 11 - [NAME OF VOTE 11]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 12 - [NAME OF VOTE 12]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 13 - [NAME OF VOTE 13]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 14 - [NAME OF VOTE 14]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 15 - [NAME OF VOTE 15]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Capital multi-year expenditure sub-total</b>  | 3   | <b>84 513</b>       | <b>80 552</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(6 339)</b> | <b>(6 339)</b> | <b>74 213</b>   | <b>85 783</b>   | <b>96 693</b>   |
| <b>Single-year expenditure to be adjusted</b>    |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| 2  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Vote 1 - Executive Support                       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 2 - Office of the Municipal Manager         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 3 - Economic Development and Planning       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 4 - Infrastructure Development              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 5 - Community Services                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 1 000           | -               |
| Vote 6 - Corporate Services                      |     | 3 200               | 3 200          | -            | -                  | -                | -                  | -              | -              | 3 200           | 2 400           | 2 500           |
| Vote 7 - Budget and Treasury                     |     | 2 300               | 5 300          | -            | -                  | -                | -                  | (2 900)        | (2 900)        | 2 400           | 4 800           | 7 000           |
| Vote 8 - [NAME OF VOTE 8]                        |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 9 - [NAME OF VOTE 9]                        |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 10 - [NAME OF VOTE 10]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 11 - [NAME OF VOTE 11]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 12 - [NAME OF VOTE 12]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 13 - [NAME OF VOTE 13]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 14 - [NAME OF VOTE 14]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Vote 15 - [NAME OF VOTE 15]                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Capital single-year expenditure sub-total</b> |     | <b>5 500</b>        | <b>8 500</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(2 900)</b> | <b>(2 900)</b> | <b>5 600</b>    | <b>8 200</b>    | <b>9 500</b>    |
| <b>Total Capital Expenditure - Vote</b>          |     | <b>90 013</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(9 239)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>   | <b>106 193</b>  |
| <b>Capital Expenditure - Functional</b>          |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Governance and administration</b>             |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| 5 500  |     | 8 500               | -              | -            | -                  | -                | -                  | (2 900)        | (2 900)        | 5 600           | 7 200           | 9 500           |
| Executive and council                            |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Finance and administration                       |     | 5 500               | 8 500          | -            | -                  | -                | -                  | (2 900)        | (2 900)        | 5 600           | 7 200           | 9 500           |
| Internal audit                                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Community and public safety</b>               |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| -  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 1 000           | -               |
| Community and social services                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Sport and recreation                             |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Public safety                                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 1 000           | -               |
| Housing  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Health   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Economic and environmental services</b>       |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| 84 513   |     | 80 552              | -              | -            | -                  | -                | -                  | (6 339)        | (6 339)        | 74 213          | 85 783          | 96 693          |
| Planning and development                         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Road transport                                   |     | 84 513              | 80 552         | -            | -                  | -                | -                  | (6 339)        | (6 339)        | 74 213          | 85 783          | 96 693          |
| Environmental protection                         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Trading services</b>                          |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| -  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Energy sources                                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Water management                                 |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Waste water management                           |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Waste management                                 |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Other</b>                                     |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| -  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Capital Expenditure - Functional</b>    | 3   | <b>90 013</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(9 239)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>   | <b>106 193</b>  |
| <b>Funded by:</b>                                |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| 90 013   |     | 89 052              | -              | -            | -                  | -                | -                  | (9 239)        | (9 239)        | 79 813          | 93 983          | 106 193         |
| National Government                              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Provincial Government                            |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| District Municipality                            |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other transfers and grants                       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Transfers recognised - capital</b>            | 4   | <b>90 013</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(9 239)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>   | <b>106 193</b>  |
| <b>Borrowing</b>                                 |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| -  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Internally generated funds</b>                |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| -  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Capital Funding</b>                     |     | <b>90 013</b>       | <b>89 052</b>  | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(9 239)</b> | <b>(9 239)</b> | <b>79 813</b>   | <b>93 983</b>   | <b>106 193</b>  |

**1.4.6 Table 10 MBRR B6 – Budgeted Financial Position**

LIM473 Makhuduthamaga - Table B6 Adjustments Budget Financial Position - 28/02/2020

| Description                              | Ref | Budget Year 2019/20 |                |          |            |          |            |                 |                 |                | 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                   | 3<br>A1        | 4<br>B   | 5<br>C     | 6<br>D   | 7<br>E     | 8<br>F          | 9<br>G          | 10<br>H        |                |                |
| <b>ASSETS</b>                            |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| <b>Current assets</b>                    |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Cash                                     |     | 22 094              | 49 969         |          |            |          |            | (38 094)        | (38 094)        | 11 875         | 14 253         | 26 134         |
| Call investment deposits                 | 1   | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Consumer debtors                         | 1   | 28 032              | 28 032         | -        | -          | -        | -          | 7 450           | 7 450           | 35 482         | 37 329         | 36 697         |
| Other debtors                            |     | 24 361              | 24 361         | -        | -          | -        | -          | 3 500           | 3 500           | 27 861         | 11 921         | 8 510          |
| Current portion of long-term receivables |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Inventory                                |     | 600                 | 600            | -        | -          | -        | -          | -               | -               | 600            | 450            | 500            |
| <b>Total current assets</b>              |     | <b>75 087</b>       | <b>102 962</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(27 144)</b> | <b>(27 144)</b> | <b>75 818</b>  | <b>63 953</b>  | <b>71 842</b>  |
| <b>Non current assets</b>                |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Long-term receivables                    |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Investments                              |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Investment property                      |     | 210                 | 210            | -        | -          | -        | -          | -               | -               | 210            | 210            | 210            |
| Investment in Associate                  |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Property, plant and equipment            | 1   | 277 526             | 341 513        | -        | -          | -        | -          | (1 315)         | (1 315)         | 340 198        | 353 142        | 360 688        |
| Biological                               |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Intangible                               |     | 776                 | 776            | -        | -          | -        | -          | -               | -               | 776            | 646            | 815            |
| Other non-current assets                 |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| <b>Total non current assets</b>          |     | <b>278 511</b>      | <b>342 498</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(1 315)</b>  | <b>(1 315)</b>  | <b>341 183</b> | <b>353 997</b> | <b>361 712</b> |
| <b>TOTAL ASSETS</b>                      |     | <b>353 598</b>      | <b>445 460</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(28 459)</b> | <b>(28 459)</b> | <b>417 001</b> | <b>417 951</b> | <b>433 554</b> |
| <b>LIABILITIES</b>                       |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| <b>Current liabilities</b>               |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Bank overdraft                           |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Borrowing                                |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Consumer deposits                        |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Trade and other payables                 |     | 10 648              | 10 813         | -        | -          | -        | -          | 31 520          | 31 520          | 42 332         | 9 655          | 10 716         |
| Provisions                               |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| <b>Total current liabilities</b>         |     | <b>10 648</b>       | <b>10 813</b>  | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>31 520</b>   | <b>31 520</b>   | <b>42 332</b>  | <b>9 655</b>   | <b>10 716</b>  |
| <b>Non current liabilities</b>           |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Borrowing                                | 1   | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| Provisions                               | 1   | 4 856               | 4 856          | -        | -          | -        | -          | 16 241          | 16 241          | 21 097         | 5 119          | 5 395          |
| <b>Total non current liabilities</b>     |     | <b>4 856</b>        | <b>4 856</b>   | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>16 241</b>   | <b>16 241</b>   | <b>21 097</b>  | <b>5 119</b>   | <b>5 395</b>   |
| <b>TOTAL LIABILITIES</b>                 |     | <b>15 504</b>       | <b>15 669</b>  | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>47 761</b>   | <b>47 761</b>   | <b>63 430</b>  | <b>14 774</b>  | <b>16 111</b>  |
| <b>NET ASSETS</b>                        | 2   | <b>338 094</b>      | <b>429 791</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(76 220)</b> | <b>(76 220)</b> | <b>353 571</b> | <b>403 177</b> | <b>417 443</b> |
| <b>COMMUNITY WEALTH/EQUITY</b>           |     |                     |                |          |            |          |            |                 |                 |                |                |                |
| Accumulated Surplus/(Deficit)            |     | 338 094             | 429 791        | -        | -          | -        | -          | (76 220)        | (76 220)        | 353 571        | 441 270        | 455 536        |
| Reserves                                 |     | -                   | -              | -        | -          | -        | -          | -               | -               | -              | -              | -              |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>     |     | <b>338 094</b>      | <b>429 791</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(76 220)</b> | <b>(76 220)</b> | <b>353 571</b> | <b>441 270</b> | <b>455 536</b> |





1.4.7 Table 11 MBRR B7 – Budgeted Cash Flows

LIM473 Makhuduthamaga - Table B7 Adjustments Budget Cash Flows - 28/02/2020

| Description                                       | Ref | Budget Year 2019/20 |                 |          |            |          |            |                 |                 |                 | 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                                       |     | 3                   | 4               | 5        | 6          | 7        | 8          | 9               | 10              |                 |                  |                  |
|   |     | A                   | A1              | B        | C          | D        | E          | F               | G               | H               |                  |                  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>        |     |                     |                 |          |            |          |            |                 |                 |                 |                  |                  |
| <b>Receipts</b>                                   |     |                     |                 |          |            |          |            |                 |                 |                 |                  |                  |
| Property rates                                    |     | 14 567              | 14 567          | -        | -          | -        | -          | (587)           | (587)           | 13 980          | 18 467           | 20 003           |
| Service charges                                   |     | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| Other revenue                                     |     | 7 250               | 38 048          | -        | -          | -        | -          | (3 108)         | (3 108)         | 34 940          | 7 638            | 7 978            |
| Government - operating                            | 1   | 270 771             | 270 771         | -        | -          | -        | -          | (1 211)         | (1 211)         | 269 560         | 288 976          | 310 061          |
| Government - capital                              | 1   | 62 122              | 62 122          | -        | -          | -        | -          | -               | -               | 62 122          | 65 569           | 70 529           |
| Interest  |     | 5 693               | 2 770           | -        | -          | -        | -          | (500)           | (500)           | 2 270           | 6 034            | 6 336            |
| Dividends   |     | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| <b>Payments</b>                                   |     |                     |                 |          |            |          |            |                 |                 |                 |                  |                  |
| Suppliers and employees                           |     | (255 562)           | (255 562)       | -        | -          | -        | -          | (48 926)        | (48 926)        | (304 488)       | (278 801)        | (288 433)        |
| Finance charges                                   |     | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| Transfers and Grants                              | 1   | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>  |     | <b>104 841</b>      | <b>132 715</b>  | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(54 333)</b> | <b>(54 333)</b> | <b>78 383</b>   | <b>107 883</b>   | <b>126 474</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    |     | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| <b>Payments</b>                                   |     |                     |                 |          |            |          |            |                 |                 |                 |                  |                  |
| Capital assets                                    |     | (91 799)            | (91 799)        | -        | -          | -        | -          | 16 240          | 16 240          | (75 560)        | (105 504)        | (114 593)        |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>  |     | <b>(91 799)</b>     | <b>(91 799)</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>16 240</b>   | <b>16 240</b>   | <b>(75 560)</b> | <b>(105 504)</b> | <b>(114 593)</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                            |     | -                   | -               | -        | -          | -        | -          | -               | -               | -               | -                | -                |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>  |     | <b>-</b>            | <b>-</b>        | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>-</b>         | <b>-</b>         |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>      |     | <b>13 042</b>       | <b>40 916</b>   | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(38 093)</b> | <b>(38 093)</b> | <b>2 823</b>    | <b>2 378</b>     | <b>11 881</b>    |
| Cash/cash equivalents at the year begin:          | 2   | 9 052               | 9 052           | -        | -          | -        | -          | -               | -               | 9 052           | 11 875           | 14 253           |
| Cash/cash equivalents at the year end:            | 2   | 22 094              | 49 968          | -        | -          | -        | -          | (38 093)        | (38 093)        | 11 875          | 14 253           | 26 134           |



**1.4.8 Table 12 MBRR B8 – Cash backed reserves/Accumulated surplus reconciliation**

LIM473 Makhuduthamaga - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2020

| Description                                       | Ref | Budget Year 2019/20 |                 |          |            |          |            |                 |                 |               | 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                                       |     | 3                   | 4               | 5        | 6          | 7        | 8          | 9               | 10              |               |                |                |
|   |     | A                   | A1              | B        | C          | D        | E          | F               | G               | H             |                |                |
| <b>Cash and investments available</b>             |     |                     |                 |          |            |          |            |                 |                 |               |                |                |
| Cash/cash equivalents at the year end             | 1   | 22 094              | 49 968          | -        | -          | -        | -          | (38 093)        | (38 093)        | 11 875        | 14 253         | 26 134         |
| Other current investments > 90 days               |     | 1                   | 1               | -        | -          | -        | -          | (1)             | (1)             | (0)           | -              | -              |
| Non current assets - Investments                  | 1   | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| <b>Cash and investments available:</b>            |     | <b>22 094</b>       | <b>49 969</b>   | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(38 094)</b> | <b>(38 094)</b> | <b>11 875</b> | <b>14 253</b>  | <b>26 134</b>  |
| <b>Applications of cash and investments</b>       |     |                     |                 |          |            |          |            |                 |                 |               |                |                |
| Unspent conditional transfers                     |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| Unspent borrowing                                 |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| Statutory requirements                            |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| Other working capital requirements                | 2   | (2 251)             | (19 015)        | -        | -          | -        | -          | 27 818          | 27 818          | 8 803         | (4 315)        | (2 332)        |
| Other provisions                                  |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| Long term investments committed                   |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| Reserves to be backed by cash/investments         |     | -                   | -               | -        | -          | -        | -          | -               | -               | -             | -              | -              |
| <b>Total Application of cash and investments:</b> |     | <b>(2 251)</b>      | <b>(19 015)</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>27 818</b>   | <b>27 818</b>   | <b>8 803</b>  | <b>(4 315)</b> | <b>(2 332)</b> |
| <b>Surplus(shortfall)</b>                         |     | <b>24 345</b>       | <b>68 984</b>   | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>   | <b>(65 912)</b> | <b>(65 912)</b> | <b>3 072</b>  | <b>18 568</b>  | <b>28 466</b>  |



1.4.9 Table 13 MBRR table B9 – Asset Management

LIM473 Makhuduthamaga - Table B9 Asset Management - 15/06/2020

| Description                                  | Ref | Budget Year 2019/20 |          |        |            |          |               |          |          | Budget Year | Budget Year |         |
|--|-----|---------------------|----------|--------|------------|----------|---------------|----------|----------|-------------|-------------|---------|
|  |     | Original            | Prior    | Accum. | Multi-year | Unfore.  | Nat. or Prov. | Other    | Total    | Adjusted    | Adjusted    |         |
|  |     | Budget              | Adjusted | Funds  | capital    | Unavoid. | Govt          | Adjusts. | Adjusts. | Budget      | Budget      |         |
| R thousands                                  |     | 7                   | 8        | 9      | 10         | 11       | 12            | 13       | 14       |             |             |         |
|  |     | A                   | A1       | B      | C          | D        | E             | F        | G        | H           |             |         |
| <b>CAPITAL EXPENDITURE</b>                   |     |                     |          |        |            |          |               |          |          |             |             |         |
| <b>Total New Assets to be adjusted</b>       | 1   | 90 013              | 86 052   | -      | -          | -        | -             | (9 239)  | (9 239)  | 76 813      | 93 983      | 106 193 |
| Roads Infrastructure                         |     | 84 513              | 80 552   | -      | -          | -        | -             | (9 239)  | (9 239)  | 71 313      | 85 783      | 96 693  |
| Storm water Infrastructure                   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Electrical Infrastructure                    |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Water Supply Infrastructure                  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Sanitation Infrastructure                    |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Solid Waste Infrastructure                   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Rail Infrastructure                          |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Coastal Infrastructure                       |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Information and Communication Infrastructure |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Infrastructure                               |     | 84 513              | 80 552   | -      | -          | -        | -             | (9 239)  | (9 239)  | 71 313      | 85 783      | 96 693  |
| Community Facilities                         |     | 1 300               | 1 300    | -      | -          | -        | -             | -        | -        | 1 300       | 1 000       | -       |
| Sport and Recreation Facilities              |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Community Assets                             |     | 1 300               | 1 300    | -      | -          | -        | -             | -        | -        | 1 300       | 1 000       | -       |
| Heritage Assets                              |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Revenue Generating                           |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Non-revenue Generating                       |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Investment properties                        |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Operational Buildings                        |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Housing                                      |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Other Assets                                 | 6   | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Biological or Cultivated Assets              |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Servitudes                                   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Licences and Rights                          |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Intangible Assets                            |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Computer Equipment                           |     | 3 200               | 3 600    | -      | -          | -        | -             | -        | -        | 3 600       | 2 400       | 2 500   |
| Furniture and Office Equipment               |     | 1 000               | 600      | -      | -          | -        | -             | -        | -        | 600         | 1 300       | 1 500   |
| Machinery and Equipment                      |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Transport Assets                             |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | 3 500       | 5 500   |
| Land   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |
| Zoo's, Marine and Non-biological Animals     |     | -                   | -        | -      | -          | -        | -             | -        | -        | -           | -           | -       |



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|  |    |   |       |   |   |   |   |   |       |   |   |
|--|----|---|-------|---|---|---|---|---|-------|---|---|
| <b>Total Renewal of Existing Assets to be adjusted</b>   | 2  | - | 3 000 | - | - | - | - | - | 3 000 | - | - |
| <i>Roads Infrastructure</i>                              |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Storm water Infrastructure</i>                        |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Electrical Infrastructure</i>                         |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Water Supply Infrastructure</i>                       |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Sanitation Infrastructure</i>                         |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Solid Waste Infrastructure</i>                        |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Rail Infrastructure</i>                               |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Coastal Infrastructure</i>                            |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Information and Communication Infrastructure</i>      |    | - | -     | - | - | - | - | - | -     | - | - |
| Infrastructure   |    | - | -     | - | - | - | - | - | -     | - | - |
| Community Facilities                                     |    | - | -     | - | - | - | - | - | -     | - | - |
| Sport and Recreation Facilities                          |    | - | -     | - | - | - | - | - | -     | - | - |
| Community Assets   |    | - | -     | - | - | - | - | - | -     | - | - |
| Heritage Assets  |    | - | -     | - | - | - | - | - | -     | - | - |
| Revenue Generating                                       |    | - | -     | - | - | - | - | - | -     | - | - |
| Non-revenue Generating                                   |    | - | -     | - | - | - | - | - | -     | - | - |
| Investment properties                                    |    | - | -     | - | - | - | - | - | -     | - | - |
| Operational Buildings                                    |    | - | 3 000 | - | - | - | - | - | 3 000 | - | - |
| Housing  |    | - | -     | - | - | - | - | - | -     | - | - |
| Other Assets   | 6  | - | 3 000 | - | - | - | - | - | 3 000 | - | - |
| Biological or Cultivated Assets                          |    | - | -     | - | - | - | - | - | -     | - | - |
| Servitudes   |    | - | -     | - | - | - | - | - | -     | - | - |
| Licences and Rights                                      |    | - | -     | - | - | - | - | - | -     | - | - |
| Intangible Assets  |    | - | -     | - | - | - | - | - | -     | - | - |
| Computer Equipment                                       |    | - | -     | - | - | - | - | - | -     | - | - |
| Furniture and Office Equipment                           |    | - | -     | - | - | - | - | - | -     | - | - |
| Machinery and Equipment                                  |    | - | -     | - | - | - | - | - | -     | - | - |
| Transport Assets   |    | - | -     | - | - | - | - | - | -     | - | - |
| Land   |    | - | -     | - | - | - | - | - | -     | - | - |
| Zoo's, Marine and Non-biological Animals                 |    | - | -     | - | - | - | - | - | -     | - | - |
| <b>Total Upgrading of Existing Assets to be adjusted</b> | 2a | - | -     | - | - | - | - | - | -     | - | - |
| <i>Roads Infrastructure</i>                              |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Storm water Infrastructure</i>                        |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Electrical Infrastructure</i>                         |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Water Supply Infrastructure</i>                       |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Sanitation Infrastructure</i>                         |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Solid Waste Infrastructure</i>                        |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Rail Infrastructure</i>                               |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Coastal Infrastructure</i>                            |    | - | -     | - | - | - | - | - | -     | - | - |
| <i>Information and Communication Infrastructure</i>      |    | - | -     | - | - | - | - | - | -     | - | - |
| Infrastructure   |    | - | -     | - | - | - | - | - | -     | - | - |
| Community Facilities                                     |    | - | -     | - | - | - | - | - | -     | - | - |
| Sport and Recreation Facilities                          |    | - | -     | - | - | - | - | - | -     | - | - |
| Community Assets   |    | - | -     | - | - | - | - | - | -     | - | - |
| Heritage Assets  |    | - | -     | - | - | - | - | - | -     | - | - |
| Revenue Generating                                       |    | - | -     | - | - | - | - | - | -     | - | - |
| Non-revenue Generating                                   |    | - | -     | - | - | - | - | - | -     | - | - |
| Investment properties                                    |    | - | -     | - | - | - | - | - | -     | - | - |
| Operational Buildings                                    |    | - | -     | - | - | - | - | - | -     | - | - |
| Housing  |    | - | -     | - | - | - | - | - | -     | - | - |
| Other Assets   | 6  | - | -     | - | - | - | - | - | -     | - | - |
| Biological or Cultivated Assets                          |    | - | -     | - | - | - | - | - | -     | - | - |
| Servitudes   |    | - | -     | - | - | - | - | - | -     | - | - |
| Licences and Rights                                      |    | - | -     | - | - | - | - | - | -     | - | - |
| Intangible Assets  |    | - | -     | - | - | - | - | - | -     | - | - |
| Computer Equipment                                       |    | - | -     | - | - | - | - | - | -     | - | - |
| Furniture and Office Equipment                           |    | - | -     | - | - | - | - | - | -     | - | - |
| Machinery and Equipment                                  |    | - | -     | - | - | - | - | - | -     | - | - |
| Transport Assets   |    | - | -     | - | - | - | - | - | -     | - | - |
| Land   |    | - | -     | - | - | - | - | - | -     | - | - |
| Zoo's, Marine and Non-biological Animals                 |    | - | -     | - | - | - | - | - | -     | - | - |



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|   |   |                |                |   |   |   |   |                |                |                |                |                |
|---|---|----------------|----------------|---|---|---|---|----------------|----------------|----------------|----------------|----------------|
| <b>Total Capital Expenditure to be adjusted</b>     | 4 | 90 013         | 89 052         | - | - | - | - | (9 239)        | (9 239)        | 79 813         | 93 983         | 106 193        |
| <i>Roads Infrastructure</i>                         |   | 84 513         | 80 552         | - | - | - | - | (9 239)        | (9 239)        | 71 313         | 85 783         | 96 693         |
| <i>Storm water Infrastructure</i>                   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Electrical Infrastructure</i>                    |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Water Supply Infrastructure</i>                  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Sanitation Infrastructure</i>                    |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Solid Waste Infrastructure</i>                   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Rail Infrastructure</i>                          |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Coastal Infrastructure</i>                       |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Information and Communication Infrastructure</i> |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Infrastructure                                      |   | 84 513         | 80 552         | - | - | - | - | (9 239)        | (9 239)        | 71 313         | 85 783         | 96 693         |
| Community Facilities                                |   | 1 300          | 1 300          | - | - | - | - | -              | -              | 1 300          | 1 000          | -              |
| Sport and Recreation Facilities                     |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Community Assets                                    |   | 1 300          | 1 300          | - | - | - | - | -              | -              | 1 300          | 1 000          | -              |
| Heritage Assets                                     |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Revenue Generating                                  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Non-revenue Generating                              |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Investment properties                               |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Operational Buildings                               |   | -              | 3 000          | - | - | - | - | -              | -              | 3 000          | -              | -              |
| Housing   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Other Assets  |   | -              | 3 000          | - | - | - | - | -              | -              | 3 000          | -              | -              |
| Biological or Cultivated Assets                     |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Servitudes  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Licences and Rights                                 |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Intangible Assets                                   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Computer Equipment                                  |   | 3 200          | 3 600          | - | - | - | - | -              | -              | 3 600          | 2 400          | 2 500          |
| Furniture and Office Equipment                      |   | 1 000          | 600            | - | - | - | - | -              | -              | 600            | 1 300          | 1 500          |
| Machinery and Equipment                             |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Transport Assets                                    |   | -              | -              | - | - | - | - | -              | -              | -              | 3 500          | 5 500          |
| Land  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Zoo's, Marine and Non-biological Animals            |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>     | 4 | <b>90 013</b>  | <b>89 052</b>  | - | - | - | - | <b>(9 239)</b> | <b>(9 239)</b> | <b>79 813</b>  | <b>93 983</b>  | <b>106 193</b> |
| <b>ASSET REGISTER SUMMARY - PPE (WDV)</b>           | 5 | 278 511        | 342 498        | - | - | - | - | (1 315)        | (1 315)        | 341 183        | 353 997        | 361 712        |
| <i>Roads Infrastructure</i>                         |   | 223 721        | 287 708        | - | - | - | - | (1 315)        | (1 315)        | 286 393        | 308 904        | 325 720        |
| <i>Storm water Infrastructure</i>                   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Electrical Infrastructure</i>                    |   | 979            | 979            | - | - | - | - | -              | -              | 979            | 579            | 179            |
| <i>Water Supply Infrastructure</i>                  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Sanitation Infrastructure</i>                    |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Solid Waste Infrastructure</i>                   |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Rail Infrastructure</i>                          |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Coastal Infrastructure</i>                       |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <i>Information and Communication Infrastructure</i> |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Infrastructure                                      |   | 224 700        | 288 687        | - | - | - | - | (1 315)        | (1 315)        | 287 372        | 309 483        | 325 899        |
| Community Assets                                    |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Heritage Assets                                     |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Investment properties                               |   | 210            | 210            | - | - | - | - | -              | -              | 210            | 210            | 210            |
| Other Assets  |   | 52 826         | 52 826         | - | - | - | - | -              | -              | 52 826         | 44 248         | 35 604         |
| Biological or Cultivated Assets                     |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Intangible Assets                                   |   | 776            | 776            | - | - | - | - | -              | -              | 776            | 57             | -              |
| Computer Equipment                                  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Furniture and Office Equipment                      |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Machinery and Equipment                             |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Transport Assets                                    |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Land  |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| Zoo's, Marine and Non-biological Animals            |   | -              | -              | - | - | - | - | -              | -              | -              | -              | -              |
| <b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>     | 5 | <b>278 511</b> | <b>342 498</b> | - | - | - | - | <b>(1 315)</b> | <b>(1 315)</b> | <b>341 183</b> | <b>353 997</b> | <b>361 712</b> |



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| EXPENDITURE OTHER ITEMS                                     |   |               |               |   |   |   |   |               |               |                |               |               |
|---|---|---------------|---------------|---|---|---|---|---------------|---------------|----------------|---------------|---------------|
| <b>Depreciation &amp; asset impairment</b>                  |   | 27 280        | -             | - | - | - | - | 440           | 440           | 27 720         | 31 878        | 36 660        |
| <b>Repairs and Maintenance by asset class</b>               | 3 | <b>60 391</b> | <b>73 585</b> | - | - | - | - | <b>10 089</b> | <b>10 089</b> | <b>83 674</b>  | <b>59 887</b> | <b>57 726</b> |
| <i>Roads Infrastructure</i>                                 |   | 21 739        | 31 339        | - | - | - | - | 10 089        | 10 089        | 41 428         | 17 304        | 13 043        |
| <i>Storm water Infrastructure</i>                           |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <i>Electrical Infrastructure</i>                            |   | 2 174         | 2 174         | - | - | - | - | -             | -             | 2 174          | 2 609         | 2 174         |
| <i>Water Supply Infrastructure</i>                          |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <i>Sanitation Infrastructure</i>                            |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <i>Solid Waste Infrastructure</i>                           |   | 28 400        | 28 298        | - | - | - | - | -             | -             | 28 298         | 31 500        | 33 000        |
| <i>Rail Infrastructure</i>                                  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <i>Coastal Infrastructure</i>                               |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <i>Information and Communication Infrastructure</i>         |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <b>Infrastructure</b>                                       |   | <b>52 313</b> | <b>61 811</b> | - | - | - | - | <b>10 089</b> | <b>10 089</b> | <b>71 900</b>  | <b>51 413</b> | <b>48 217</b> |
| Community Facilities  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Sport and Recreation Facilities                             |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Community Assets  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Heritage Assets   |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Revenue Generating  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Non-revenue Generating                                      |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Investment properties                                       |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Operational Buildings                                       |   | 2 478         | 2 878         | - | - | - | - | -             | -             | 2 878          | 2 174         | 2 609         |
| Housing   |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Other Assets  |   | 2 478         | 2 878         | - | - | - | - | -             | -             | 2 878          | 2 174         | 2 609         |
| Biological or Cultivated Assets                             |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Servitudes  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Licences and Rights   |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Intangible Assets   |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Computer Equipment  |   | 3 600         | 7 295         | - | - | - | - | -             | -             | 7 295          | 4 000         | 4 200         |
| Furniture and Office Equipment                              |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Machinery and Equipment                                     |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Transport Assets  |   | 2 000         | 1 600         | - | - | - | - | -             | -             | 1 600          | 2 300         | 2 700         |
| Land  |   | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| Zoo's, Marine and Non-biological Animals                    | 6 | -             | -             | - | - | - | - | -             | -             | -              | -             | -             |
| <b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>         |   | <b>87 671</b> | <b>73 585</b> | - | - | - | - | <b>10 529</b> | <b>10 529</b> | <b>111 394</b> | <b>91 765</b> | <b>94 386</b> |
| <i>Renewal and upgrading of Existing Assets as % of tot</i> |   | 0,0%          | 3,4%          |   |   |   |   |               |               | 3,8%           | 0,0%          | 0,0%          |
| <i>Renewal and upgrading of Existing Assets as % of dep</i> |   | 0,0%          | 0,0%          |   |   |   |   |               |               | 10,8%          | 0,0%          | 0,0%          |
| <i>R&amp;M as a % of PPE</i>                                |   | 21,7%         | 21,5%         |   |   |   |   |               |               | 24,5%          | 16,9%         | 16,0%         |
| <i>Renewal and upgrading and R&amp;M as a % of PPE</i>      |   | 21,7%         | 22,4%         |   |   |   |   |               |               | 25,4%          | 16,9%         | 16,0%         |



1.4.10 Table 14 MBRR table B10 – Basic Service Delivery Measurement

LIM473 Makhuduthamaga - Table B10 Basic service delivery measurement - 28/02/2020

| Description  | Ref | Budget Year 2019/20 |          |        |            |          |               |          |          |          | Budget Year | Budget Year |
|--|-----|---------------------|----------|--------|------------|----------|---------------|----------|----------|----------|-------------|-------------|
|  |     | Original            | Prior    | Accum. | Multi-year | Unfore.  | Nat. or Prov. | Other    | Total    | Adjusted | Adjusted    | Adjusted    |
|  |     | Budget              | Adjusted | Funds  | capital    | Unavoid. | Govt          | Adjusts. | Adjusts. | Budget   | Budget      | Budget      |
|  |     | 7                   | 8        | 9      | 10         | 11       | 12            | 13       | 14       |          |             |             |
|  |     | A                   | A1       | B      | C          | D        | E             | F        | G        | H        |             |             |
| <b>Household service targets</b>   | 1   |                     |          |        |            |          |               |          |          |          |             |             |
| <b>Water:</b>  |     |                     |          |        |            |          |               |          |          |          |             |             |
| Piped water inside dwelling  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Piped water inside yard (but not in dwelling)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Using public tap (at least min.service level)  | 2   | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other water supply (at least min.service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Minimum Service Level and Above sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Using public tap (< min.service level)   | 3   | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other water supply (< min.service level)   | 3,4 | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| No water supply  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Below Minimum Service Level sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total number of households</b>  | 5   | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Sanitation/sewerage:</b>  |     |                     |          |        |            |          |               |          |          |          |             |             |
| Flush toilet (connected to sewerage)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Flush toilet (with septic tank)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Chemical toilet  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Pit toilet (ventilated)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other toilet provisions (> min.service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Minimum Service Level and Above sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Bucket toilet  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other toilet provisions (< min.service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| No toilet provisions   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Below Minimum Service Level sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total number of households</b>  | 5   | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Energy:</b>   |     |                     |          |        |            |          |               |          |          |          |             |             |
| Electricity (at least min. service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Electricity - prepaid (> min.service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Minimum Service Level and Above sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Electricity (< min.service level)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Electricity - prepaid (< min. service level)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other energy sources   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Below Minimum Service Level sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total number of households</b>  | 5   | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Refuse:</b>   |     |                     |          |        |            |          |               |          |          |          |             |             |
| Removed at least once a week (min.service)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Minimum Service Level and Above sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Removed less frequently than once a week   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Using communal refuse dump   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Using own refuse dump  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Other rubbish disposal   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| No rubbish disposal  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <i>Below Minimum Service Level sub-total</i>   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total number of households</b>  | 5   | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Households receiving Free Basic Service</b>   | 15  |                     |          |        |            |          |               |          |          |          |             |             |
| Water (6 kilolitres per household per month)   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Sanitation (free minimum level service)  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Electricity/other energy (50kwh per household per month)   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Refuse (removed at least once a week)  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Cost of Free Basic Services provided (R'000)</b>  | 16  |                     |          |        |            |          |               |          |          |          |             |             |
| Water (6 kilolitres per indigent household per month)  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Sanitation (free sanitation service to indigent households)  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Electricity/other energy (50kwh per indigent household)  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Refuse (removed once a week for indigent households)   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>                            |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total cost of FBS provided</b>  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Highest level of free service provided</b>  |     |                     |          |        |            |          |               |          |          |          |             |             |
| Property rates (R'000 value threshold)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Water (kilolitres per household per month)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Sanitation (kilolitres per household per month)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Sanitation (Rand per household per month)  |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| Electricity (kw per household per month)   |     | 50                  | 50       | 0      | 0          | 0        | 0             | 0        | -        | 50       | 50          | 50          |
| Refuse (average litres per week)   |     | 0                   | 0        | 0      | 0          | 0        | 0             | 0        | -        | -        | 0           | 0           |
| <b>Revenue cost of free services provided (R'000)</b>  | 17  |                     |          |        |            |          |               |          |          |          |             |             |
| Property rates (tariff adjustment) ( impermissible v alues per section 17 of MPRA)                           |     | 4 500               | 4 500    | -      | -          | -        | -             | -        | -        | 4 500    | 4 800       | 5 000       |
| Property rates exemptions, reductions and rebates and impermissible v alues in excess of section 17 of MPRA) |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Water (in excess of 6 kilolitres per indigent household per month)   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Sanitation (in excess of free sanitation service to indigent households)                                     |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Electricity/other energy (in excess of 50 kwh per indigent household per month)                              |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Municipal Housing - rental rebates   |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Housing - top structure subsidies  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| Other  |     | -                   | -        | -      | -          | -        | -             | -        | -        | -        | -           | -           |
| <b>Total revenue cost of subsidised services provided</b>  | 6   | 4 500               | 4 500    | -      | -          | -        | -             | -        | -        | 4 500    | 4 800       | 5 000       |

## 2 PART 2 – SUPPORTING DOCUMENTS

### 2.1 Adjustments to budget assumptions.

#### 2.1.1. External factors

- The municipality's operational revenue and cash inflows remain unchanged to ensure credibility of the budget and to avoid cash flow problems and the total expenditure budget together with the total cash outflow has been adjusted accordingly to be within the municipality's available cash due to the following factors:
  - ✚ Debtor's accounts are not paid on time, and affect the cash inflow of the municipality negatively.
    - The government departments owe the municipality a total of **R 409 million** as at 31 May 2020.

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

- The following key factors were considered during the preparation of the adjusted budget for the 2019/20 MTREF:
  - National Government macro-economic targets;
  - The general inflationary outlook and the impact on municipality's residents and businesses
  - The impact of municipal cost drivers;
  - The increase in prices for electricity and water; and
  - The increase in the cost of remuneration.
  - The impact of COVID 19 pandemic on the economy.
- No adjustment has been done to the assumptions as per the adjustments budget in February 2020.

#### 2.1.3. Interest rates for borrowing and investment of funds.

The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The municipality is not planning to use borrowing to fund its capital projects due to collection problems and therefore no interests are to be paid.



## 2.2 Adjustments to budget funding

### 2.2.1 Medium-term outlook: operating revenue

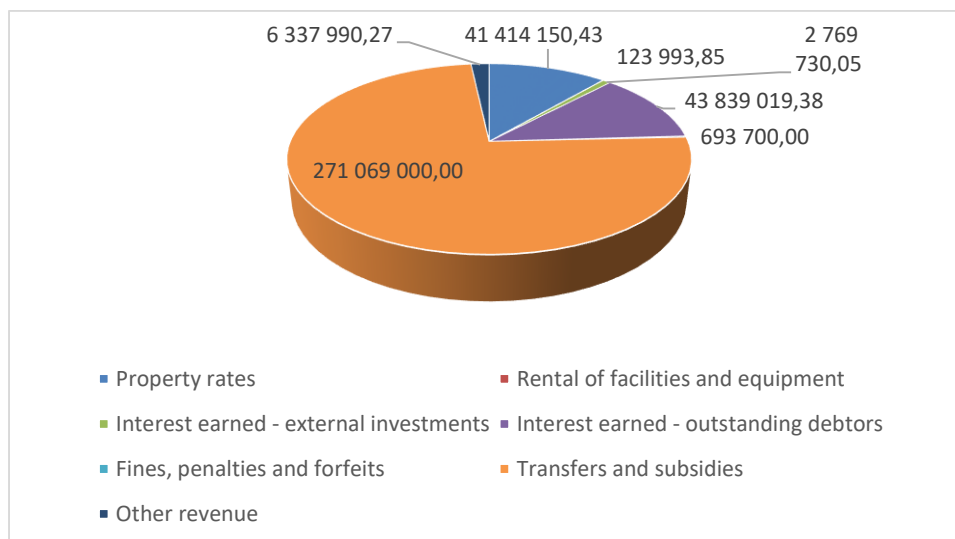
The following table is a breakdown of the adjusted operating revenue over the medium-term:

**Table 15 Breakdown of the adjusted operating revenue over the medium-term**

LIM473 Makhuduthamaga - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

| Description  | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|------------------------|------------------------|
|  |     | 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   | A                   | A1             | B            | C                  | D                | E                  | F              | G              | H               |                        |                        |
| <b>Revenue By Source</b>   |     |                     |                |              |                    |                  |                    |                |                |                 |                        |                        |
| Property rates   | 2   | 43 049              | 41 414         | -            | -                  | -                | -                  | -              | -              | 41 414          | 45 696                 | 48 342                 |
| Service charges - electricity revenue                                | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - water revenue                                      | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - sanitation revenue                                 | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Service charges - refuse revenue                                     | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Rental of facilities and equipment                                   |     | 142                 | 124            | -            | -                  | -                | -                  | -              | -              | 124             | 152                    | 156                    |
| Interest earned - external investments                               |     | 5 693               | 2 770          | -            | -                  | -                | -                  | -              | -              | 2 770           | 6 034                  | 6 336                  |
| Interest earned - outstanding debtors                                |     | 37 715              | 43 847         | -            | -                  | -                | -                  | -              | -              | 43 847          | 38 061                 | 39 964                 |
| Dividends received   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Fines, penalties and forfeits  |     | 626                 | 694            | -            | -                  | -                | -                  | -              | -              | 694             | 650                    | 686                    |
| Licences and permits   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| Agency services  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | 7 011                  | 7 432                  |
| Transfers and subsidies  |     | 270 771             | 270 771        | -            | -                  | -                | 298                | -              | 298            | 271 069         | 287 206                | 306 521                |
| Other revenue  | 2   | 7 088               | 6 338          | -            | -                  | -                | -                  | -              | -              | 6 338           | 461                    | 368                    |
| Gains on disposal of PPE   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -                      | -                      |
| <b>Total Revenue (excluding capital transfers and contributions)</b> |     | <b>365 083</b>      | <b>365 958</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>298</b>         | <b>-</b>       | <b>298</b>     | <b>366 256</b>  | <b>385 270</b>         | <b>409 805</b>         |

The following graph is a breakdown of the operational revenue per main category for the 2019/20 financial year as adjusted.



Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The municipality derives most of its operational revenue from the transfers recognised – operational (government grants), Property rates, capital grants from organs of state and other minor charges (such as licenses and permits etc).

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

- Growth in the municipality and economic development;
- Revenue management and enhancement;
- National Treasury guidelines;
- The Property Rates Policy in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA), and
- And the ability to extend new services and obtain cost recovery levels.

The above principles guide the annual increase/decrease in the tariffs charged to the consumers and the ratepayers aligned to the economic forecasts.

The approved tariff rates for the 2019/20 MTREF for Property rates remain unadjusted and can be shown as follows:

**Table 16 Approved tariff reduction over the medium-term**

| Revenue Category | Approved Tarriff 2016/17 | Approved Tarriff 2017/18 | Approved Tarriff 2018/19 | Approved Tarriff 2019/20 |
|------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Property Rates   | 0.015 Cents              | 0.015 Cents              | 0.015 Cents              | 0.015 Cents              |

Revenue to be generated from property rates was originally budgeted at **R 43 million** for the 2019/20 financial year and decreases to **R 41 million** which represents 11% of the operating revenue base of the municipality. It is estimated at around **R 45 million** on average over the medium term.

Operational grants and subsidies amount to **R 271 million**, **R 287 million** and **R 307 million** for 2019/20, 2020/21 and 2021/22 respectively. The operational grants and subsidies are adjusted upwards with an amount of **R 298 000** received from the National government for Disaster relief.

Investment revenue contributes marginally to the revenue base of the municipality with a budget allocation of **R 2.7 million**, **R 6 million** and **R 6 million** for the respective three financial years of the 2019/20 MTREF. The actual performance against budget was carefully monitored and adjustments were effected on the investment revenue budget for the 2019/20 financial year and investment revenue for the two outer years remain unadjusted. Investment revenue is reduced by **R 4.7 million** to **R 2.7 million** for 2019/20 financial year considering the performance as at the end of May 2020.

For the medium-term, the funding strategy has been informed directly by ensuring financial sustainability and continuity. The 2019/20 MTREF adjusted budget shows an operating surplus to the amount of **R 89 million** (2019/20), **R 96.9 million** (2020/21) and **R 106 million** (2021/22). The budgeted surplus for the 2019/20 will partly be used to fund the budgeted capital projects for the financial year.

### 2.2.2. Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2019/20 medium-term capital programme:

**Table 17 Sources of capital revenue over the MTREF**

| LIM473 Makhuduthamaga - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020 |     |                     |                |                |                |                 |             |             |
|--|-----|---------------------|----------------|----------------|----------------|-----------------|-------------|-------------|
| Description  | Ref | Budget Year 2019/20 |                |                |                |                 | Budget Year | Budget Year |
|  |     | Original Budget     | Prior Adjusted | Other Adjusts. | Total Adjusts. | Adjusted Budget | +1 2020/21  | +2 2021/22  |
|  |     |                     | 5              | 10             | 11             | 12              |             |             |
|  |     | A                   | A1             | F              | G              | H               |             |             |
| <b>R thousands</b>   |     |                     |                |                |                |                 |             |             |
| <b>Funded by:</b>  |     |                     |                |                |                |                 |             |             |
| National Government  |     | 90,013              |                | (10,200)       | (10,200)       | 79,813          | 93,983      | 106,193     |
| Provincial Government  |     |                     |                |                | -              | -               |             |             |
| District Municipality  |     |                     |                |                | -              | -               |             |             |
| Other transfers and grants   |     |                     |                |                | -              | -               |             |             |
| <b>Transfers recognised - capital</b>  | 4   | 90,013              | -              | (10,200)       | (10,200)       | 79,813          | 93,983      | 106,193     |
| <b>Borrowing</b>   |     |                     |                |                | -              | -               |             |             |
| <b>Internally generated funds</b>  |     |                     |                |                | -              | -               |             |             |
| <b>Total Capital Funding</b>   |     | 90,013              | -              | (10,200)       | (10,200)       | 79,813          | 93,983      | 106,193     |

The total adjusted capital budget of **R 79.8 million** is funded by government grants of which R62 million is from MIG and the remaining **R 17.8 million** from the equitable share for the 2019/20 financial year.

No adjustments were made to the equitable share for the 2019/20 financial year.

NB: Details of the capital projects and adjustments are in table SB 19 (List of capital programmes and projects affected by adjustments)

### 2.2.3. Cash Flow Management

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

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue and other own sources of revenue

**Table 18 MBRR Table B7 – Adjusted Budget cash flow statement**

LIM473 Makhuduthamaga - Table B7 Adjustments Budget Cash Flows - 28/02/2020

| Description                                       | Ref | Budget Year 2019/20 |                 |          |            |          |               |                 |                 |                 | Budget Year      | Budget Year      |
|---|-----|---------------------|-----------------|----------|------------|----------|---------------|-----------------|-----------------|-----------------|------------------|------------------|
|   |     | Original            | Prior           | Accum.   | Multi-year | Unfore.  | Nat. or Prov. | Other           | Total           | Adjusted        | Adjusted         | Adjusted         |
|   |     | Budget              | Adjusted        | Funds    | capital    | Unavoid. | Govt          | Adjusts.        | Adjusts.        | Budget          | Budget           | Budget           |
| R thousands                                       |     |                     |                 |          |            |          |               |                 |                 |                 |                  |                  |
|   |     | A                   | A1              | B        | C          | D        | E             | F               | G               | H               | +1 2020/21       | +2 2021/22       |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>        |     |                     |                 |          |            |          |               |                 |                 |                 |                  |                  |
| <b>Receipts</b>                                   |     |                     |                 |          |            |          |               |                 |                 |                 |                  |                  |
| Property rates                                    |     | 14 567              | 14 567          | -        | -          | -        | -             | (587)           | (587)           | 13 980          | 18 467           | 20 003           |
| Service charges                                   |     | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| Other revenue                                     |     | 7 250               | 38 048          | -        | -          | -        | -             | (3 108)         | (3 108)         | 34 940          | 7 638            | 7 978            |
| Government - operating                            | 1   | 270 771             | 270 771         | -        | -          | -        | -             | (1 211)         | (1 211)         | 269 560         | 288 976          | 310 061          |
| Government - capital                              | 1   | 62 122              | 62 122          | -        | -          | -        | -             | -               | -               | 62 122          | 65 569           | 70 529           |
| Interest  |     | 5 693               | 2 770           | -        | -          | -        | -             | (500)           | (500)           | 2 270           | 6 034            | 6 336            |
| Dividends   |     | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| <b>Payments</b>                                   |     |                     |                 |          |            |          |               |                 |                 |                 |                  |                  |
| Suppliers and employees                           |     | (255 562)           | (255 562)       | -        | -          | -        | -             | (48 926)        | (48 926)        | (304 488)       | (278 801)        | (288 433)        |
| Finance charges                                   |     | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| Transfers and Grants                              | 1   | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>  |     | <b>104 841</b>      | <b>132 715</b>  | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(54 333)</b> | <b>(54 333)</b> | <b>78 383</b>   | <b>107 883</b>   | <b>126 474</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    |     | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| <b>Payments</b>                                   |     |                     |                 |          |            |          |               |                 |                 |                 |                  |                  |
| Capital assets                                    |     | (91 799)            | (91 799)        | -        | -          | -        | -             | 16 240          | 16 240          | (75 560)        | (105 504)        | (114 593)        |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>  |     | <b>(91 799)</b>     | <b>(91 799)</b> | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>16 240</b>   | <b>16 240</b>   | <b>(75 560)</b> | <b>(105 504)</b> | <b>(114 593)</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                            |     | -                   | -               | -        | -          | -        | -             | -               | -               | -               | -                | -                |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>  |     | <b>-</b>            | <b>-</b>        | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b>-</b>         | <b>-</b>         |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>      |     | <b>13 042</b>       | <b>40 916</b>   | <b>-</b> | <b>-</b>   | <b>-</b> | <b>-</b>      | <b>(38 093)</b> | <b>(38 093)</b> | <b>2 823</b>    | <b>2 378</b>     | <b>11 881</b>    |
| Cash/cash equivalents at the year begin:          | 2   | 9 052               | 9 052           | -        | -          | -        | -             | -               | -               | 9 052           | 11 875           | 14 253           |
| Cash/cash equivalents at the year end:            | 2   | 22 094              | 49 968          | -        | -          | -        | -             | (38 093)        | (38 093)        | 11 875          | 14 253           | 26 134           |

The above table shows a **R 2.8 million** net increase in cash held for 2019/20 financial year and is boosted by the **R 9.1 million** positive opening balance of the municipality's bank account, the municipality's cash flow position improves over the 2019/20 MTREF with increasing net increases in the cash flow.

- Property Rates:
  - ✓ The municipality has managed to collect **R 13 million** from government and local business by the end of 31 May 2020. The municipality has also considered the customers who pay their accounts on a monthly basis in its calculation for the budgeted cash flow from this source of revenue. It is therefore expected the municipality will be able to reach its targeted inflow of **R 13.9 million** from property rates by the end of the financial year.
  
- Other Revenue:
  - ✓ Other revenue sources include the rental of facilities, traffic fines, VAT refunds and agency income. The municipality has managed to collect **R 29.8 million** for this sources of cash flow combined by 31 May 2020 and the municipality has budgeted to receive a total of **R 30.1 million** in VAT refunds by the 30<sup>th</sup> of June 2020.
  - ✓ All other revenue sources except the traffic fines are projected to be collected at 100% as per the adjustments budget considering that the collection rate was 100% in the prior year. Only 5% is projected to be collected from the traffic fines of which is an average collection percentage over the two prior financial years.
  
- Government Grants & Transfers Cash Flow Assumptions:
  - ✓ All government transfers & subsidies were received in full by the 31<sup>st</sup> of May 2020 including the Disaster relief grant amounting to **R 298 000.00**. All conditional grants are projected to be spent at 100%. The municipality managed to spend 100% on all its conditional grants in the prior financial year and the current progress of the projects indicates that the municipality will still be able to utilise all conditional grants by 30 June 2020.
  
- Interest on investments Cash Flow Assumptions:
  - ✓ The interest on investments is projected to be received at 100%. **R 2.1 million** was the amount of interest on positive bank balance by the 31<sup>st</sup> of May 2020, the total annual budgeted interest on investments is reduced from **R 2.7 million** to **R 2.2 million** for the 2019/20 financial year.
  
- Agency services:
  - ✓ The municipality has managed to collect **R 4.1 million** in revenue from traffic licences & permits by the 31<sup>st</sup> of May 2020. The projected annual revenue on licences & permits is reduced to **R 4.3 million** for the 2019/20 financial year due to the closure of both our DLTC's during the Covid-19 lockdown period. The testing stations resumed operation after the new regulations were issued and it is expected that the projected amount of R200 000, will be achieved during the last month of to 2019/20 financial year.

### 2.2.4. Cash Backed Reserves/Accumulated Surplus Reconciliation.

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

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

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality’s budget must be ‘funded’. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected). It is also important to analyse trends to understand the consequences, e.g. the budget year might indicate a small surplus situation, which in itself is an appropriate outcome, but if in prior years there were much larger surpluses then this negative trend may be a concern that requires closer examination.

**Table 19 MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation**

LIM473 Makhuduthamaga - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2020

| Description                                       | Ref | Budget Year 2019/20 |                 |              |                    |                  |                    |                 |                 |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|---|-----|---------------------|-----------------|--------------|--------------------|------------------|--------------------|-----------------|-----------------|-----------------|------------------------|------------------------|
|   |     | 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                   | 3<br>A1         | 4<br>B       | 5<br>C             | 6<br>D           | 7<br>E             | 8<br>F          | 9<br>G          | 10<br>H         |                        |                        |
| R thousands                                       |     |                     |                 |              |                    |                  |                    |                 |                 |                 |                        |                        |
| <b>Cash and investments available</b>             |     |                     |                 |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Cash/cash equivalents at the year end             | 1   | 22 094              | 49 968          | -            | -                  | -                | -                  | (38 093)        | (38 093)        | 11 875          | 14 253                 | 26 134                 |
| Other current investments > 90 days               |     | 1                   | 1               | -            | -                  | -                | -                  | (1)             | (1)             | (0)             | -                      | -                      |
| Non current assets - Investments                  | 1   | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Cash and investments available:</b>            |     | <b>22 094</b>       | <b>49 969</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(38 094)</b> | <b>(38 094)</b> | <b>11 875</b>   | <b>14 253</b>          | <b>26 134</b>          |
| <b>Applications of cash and investments</b>       |     |                     |                 |              |                    |                  |                    |                 |                 |                 |                        |                        |
| Unspent conditional transfers                     |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Unspent borrowing                                 |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Statutory requirements                            |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Other working capital requirements                | 2   | (2 251)             | (19 015)        | -            | -                  | -                | -                  | 27 818          | 27 818          | 8 803           | (4 315)                | (2 332)                |
| Other provisions                                  |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Long term investments committed                   |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| Reserves to be backed by cash/investments         |     | -                   | -               | -            | -                  | -                | -                  | -               | -               | -               | -                      | -                      |
| <b>Total Application of cash and investments:</b> |     | <b>(2 251)</b>      | <b>(19 015)</b> | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>27 818</b>   | <b>27 818</b>   | <b>8 803</b>    | <b>(4 315)</b>         | <b>(2 332)</b>         |
| <b>Surplus(shortfall)</b>                         |     | <b>24 345</b>       | <b>68 984</b>   | <b>-</b>     | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>(65 912)</b> | <b>(65 912)</b> | <b>3 072</b>    | <b>18 568</b>          | <b>28 466</b>          |

- From the above table it can be seen that the cash and investments available at the end of the period are adjusted to **R 11.8 million** for the 2019/20 financial year, **R18.5 million** and **R28.4 million** in the two outer years respectively.
- The municipality's working capital is negative R8.8 million resulting in a cash surplus of R 3 million at the end of the 2019/20 financial year.
- The municipality is planning to spend on all the conditional grants received during the 2019/20 financial year, therefore the balances on unspent conditional grants are zero throughout the MTREF.
- The municipality's third party payments such as SARS under the statutory requirements are accounted for under the employee related costs on B7 as part of the payments to suppliers and employees over the 2019/20 MTREF. The VAT portion is also accounted for as part of the payments to suppliers and employees and also under the capital assets payments on the B7. Therefore including them in this table will result in a double counting and therefore misleading surplus or deficit.
- The main purpose of the other working capital is to ensure that sufficient funds are available to meet obligations as they fall due. A key challenge is often the mismatch between the timing of receipts of funds from debtors and payments due to employees and creditors. High levels of debtor non-payment and receipt delays will have a greater requirement for working capital. Any underperformance in relation to collections could place upward pressure on the ability of the municipality to meet its creditor obligations. The table above indicate a negative working capital of R 8.8 million, which indicates that the total current creditors are R8.8 million more than the receivables from exchange and non-exchange transactions and the projected cash inflows including the opening balance of R9.1 million translate in to a cash surplus of R3 million at year end which indicates that the budget is funded.

It can be concluded that the municipality has a surplus against the cash backed and accumulated surpluses reconciliation.

### **Funding compliance measurement**

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

**Table 20 MBRR SB6 – Funding compliance measurement**

| LIM473 Makhuduthamaga - Supporting Table SB6 Adjustments Budget - funding measurement - 28/02/2020 |     |              |                 |                 |                 |   |                |                 |                        |                        |
|--|-----|--------------|-----------------|-----------------|-----------------|---|----------------|-----------------|------------------------|------------------------|
| Description  | Ref | MFMA section | 2016/17         | 2017/18         | 2018/19         | Medium Term Revenue and Expenditure Framework |                |                 |                        |                        |
|  |     |              | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget                               | Prior Adjusted | Adjusted Budget | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
| <b>Funding measures</b>  |     |              |                 |                 |                 |   |                |                 |                        |                        |
| Cash/cash equivalents at the year end - R'000  | 1   | 18(1)b       | 65,338          | 19,278          | 26,680          | 22,094  | -              | 11,875          | 19,146                 | 64,228                 |
| Cash + investments at the yr end less applications - R'000   | 2   | 18(1)b       | 87,177          | (23,869)        | 36,454          | 24,345  | -              | 12,450          | 56,662                 | 66,560                 |
| Cash year end/monthly employee/supplier payments   | 3   | 18(1)b       | 0               | 0               | 0               | 55,234  | -              | 29,688          | 47,864                 | 160,571                |
| Surplus/(Deficit) excluding depreciation offsets: R'000  | 4   | 18(1)        | 127,691         | (67,576)        | 62,947          | 90,177  | -              | 79,813          | 93,983                 | 106,193                |
| Service charge rev % change - macro CPIX target exclusive  | 5   | 18(1)a,(2)   | 13.0%           | -6.5%           | -3.6%           | 0.0%  | 0.0%           | 0.0%            | 4.3%                   | -0.2%                  |
| Cash receipts % of Ratepayer & Other revenue   | 6   | 18(1)a,(2)   | 79.4%           | 17.3%           | 84.1%           | 24.6%   | 0.0%           | 52.9%           | 28.4%                  | 28.9%                  |
| Debt impairment expense as a % of total billable revenue   | 7   | 18(1)a,(2)   | 82.9%           | 174.4%          | 84.1%           | 83.1%   | 0.0%           | 105.5%          | 83.0%                  | 82.4%                  |
| Capital payments % of capital expenditure  | 8   | 18(1)c,19    | 100.0%          | 15.0%           | 77.0%           | 102.0%  | 0.0%           | 0.0%            | 0.0%                   | 0.0%                   |
| Borrowing receipts % of capital expenditure (excl. transfers)                                      | 9   | 18(1)c       | 0.0%            | 0.0%            | 111.1%          | 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%            | 100.0%  | 0.0%           | 100.0%          | 100.0%                 | 100.0%                 |
| Current consumer debtors % change - incr(decr)   | 11  | 18(1)a       | 70.2%           | -50.6%          | -47.9%          | 60.3%   | -47.9%         | 60.3%           | 128.9%                 | -8.2%                  |
| Long term receivables % change - incr(decr)  | 12  | 18(1)a       | 0.0%            | 0.0%            | 0.0%            | 0.0%  | 0.0%           | 0.0%            | 0.0%                   | 0.0%                   |
| R&M % of Property Plant & Equipment  | 13  | 20(1)(vi)    | 10.0%           | 14.6%           | 24.0%           | 21.7%   | 0.0%           | 25.0%           | 16.9%                  | 16.0%                  |
| Asset renewal % of capital budget  | 14  | 20(1)(vi)    | 11.0%           | 0.0%            | 2.5%            | 0.0%  | 0.0%           | 3.8%            | 0.0%                   | 0.0%                   |
| <i>Macro CPIX target</i>   |     |              |                 |                 |                 | 6%  | 6%             | 6%              | 6%                     | 6%                     |
| Total service charge revenue   |     |              |                 |                 |                 | 43,049  | -              | 41,414          | 45,696                 | 48,342                 |
| Total service charge revenue - previous year   |     |              |                 |                 |                 |   |                | -               | 41,414                 | 45,696                 |
| Provincial government gazetted allocations   |     |              | -               | -               | -               | -   | -              | -               | -                      | -                      |
| National government DoRA allocations   |     |              | 87,210          | 74,655          | 322,837         | 332,893                                       | 333,191        | 333,191         | 352,775                | 377,050                |
| Cash receipts from ratepayers  |     |              | 53,976          | 13,493          | 65,660          | 21,817  | -              | 48,920          | 26,105                 | 27,981                 |
| Ratepayer & Other revenue  |     |              | 68,009          | 77,987          | 78,057          | 88,619  | -              | 92,417          | 92,030                 | 96,948                 |
| Change in debtors  |     |              |                 |                 |                 |   |                | 52,393          | 27,737                 | (4,043)                |

### 2.3 Adjustments to expenditure on allocations and grant programmes.

- The municipality's total annual grant budget was increased by **R 298 thousand** received in May 2020 for relief in dealing with the Covid-19 pandemic.

### 2.4 Adjustments to allocations and grants made by the municipality.

Our municipality does not make any allocations or any grants transferred to other municipalities or entities.

### 2.5 Adjustments to councillor Allowances and employee benefits.

The following tables indicate the adjustments done on employee related costs and councillor allowances.





**Table: 21 MBRR SB11 – Councillors and staff benefits**

LIM473 Makhuduthamaga - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 28/02/2020

| Summary of remuneration                                  | Ref | Budget Year 2019/20  |                           |                        |                              |                            |                              |                           |                           |                            |  | % change      |                |
|--|-----|----------------------|---------------------------|------------------------|------------------------------|----------------------------|------------------------------|---------------------------|---------------------------|----------------------------|--|---------------|----------------|
|  |     | Original Budget<br>A | Prior Adjusted<br>5<br>A1 | Accum. Funds<br>6<br>B | Multi-year capital<br>7<br>C | Unfore. Unavoid.<br>8<br>D | Nat. or Prov. Govt<br>9<br>E | Other Adjusts.<br>10<br>F | Total Adjusts.<br>11<br>G | Adjusted Budget<br>12<br>H |  |               |                |
| <b>R thousands</b>                                       |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Councillors (Political Office Bearers plus Other)</b> |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| Basic Salaries and Wages                                 |     | 13 776               | (257)                     |                        |                              |                            |                              |                           |                           |                            |  | (257)         | -101,9%        |
| Pension and UIF Contributions                            |     | 2 336                | (44)                      |                        |                              |                            |                              |                           |                           |                            |  | (44)          | -101,9%        |
| Medical Aid Contributions                                |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Motor Vehicle Allowance                                  |     | 4 792                | (90)                      |                        |                              |                            |                              |                           |                           |                            |  | (90)          | -101,9%        |
| Cellphone Allowance                                      |     | 3 026                | (54)                      |                        |                              |                            |                              |                           |                           |                            |  | (54)          |                |
| Housing Allowances                                       |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Other benefits and allowances                            |     | 399                  | (10)                      |                        |                              |                            |                              |                           |                           |                            |  | (10)          |                |
| <b>Sub Total - Councillors</b>                           |     | <b>24 329</b>        | <b>(455)</b>              |                        |                              |                            |                              |                           |                           |                            |  | <b>(455)</b>  | <b>-101,9%</b> |
| <b>% increase</b>  |     |                      | <b>(0)</b>                |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Senior Managers of the Municipality</b>               |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| Basic Salaries and Wages                                 |     | 3 420                | 3 420                     |                        |                              |                            |                              |                           |                           |                            |  | 3 420         | 0,0%           |
| Pension and UIF Contributions                            |     | 318                  | 318                       |                        |                              |                            |                              |                           |                           |                            |  | 318           | 0,0%           |
| Medical Aid Contributions                                |     | 369                  | 369                       |                        |                              |                            |                              |                           |                           |                            |  | 369           | 0,0%           |
| Overtime   |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Performance Bonus  |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Motor Vehicle Allowance                                  |     | 1 220                | 1 220                     |                        |                              |                            |                              |                           |                           |                            |  | 1 220         | 0,0%           |
| Cellphone Allowance                                      |     | 106                  | 106                       |                        |                              |                            |                              |                           |                           |                            |  | 106           | 0,0%           |
| Housing Allowances                                       |     | 206                  | 206                       |                        |                              |                            |                              |                           |                           |                            |  | 206           |                |
| Other benefits and allowances                            |     | 64                   | 64                        |                        |                              |                            |                              |                           |                           |                            |  | 64            |                |
| Payments in lieu of leave                                |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Long service awards                                      |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| Post-retirement benefit obligations                      |     | –                    | –                         |                        |                              |                            |                              |                           |                           |                            |  | –             |                |
| <b>Sub Total - Senior Managers of Municipality</b>       |     | <b>5 701</b>         | <b>5 701</b>              |                        |                              |                            |                              |                           |                           |                            |  | <b>5 701</b>  | <b>0,0%</b>    |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Other Municipal Staff</b>                             |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| Basic Salaries and Wages                                 |     | 49 717               | 38 487                    |                        |                              |                            |                              |                           | (2 160)                   | (2 160)                    |  | 36 327        | -26,9%         |
| Pension and UIF Contributions                            |     | 8 554                | 6 759                     |                        |                              |                            |                              |                           | (377)                     | (377)                      |  | 6 381         | -25,4%         |
| Medical Aid Contributions                                |     | 6 989                | 5 618                     |                        |                              |                            |                              |                           | (315)                     | (315)                      |  | 5 303         | -24,1%         |
| Overtime   |     | 710                  | 3 230                     |                        |                              |                            |                              |                           | (163)                     | (163)                      |  | 3 067         | 332,2%         |
| Performance Bonus  |     | –                    | –                         |                        |                              |                            |                              |                           | –                         | –                          |  | –             |                |
| Motor Vehicle Allowance                                  |     | 12 798               | 11 457                    |                        |                              |                            |                              |                           | (580)                     | (580)                      |  | 10 877        | -15,0%         |
| Cellphone Allowance                                      |     | 2 007                | 1 798                     |                        |                              |                            |                              |                           | (91)                      | (91)                       |  | 1 707         | -14,9%         |
| Housing Allowances                                       |     | 4 450                | 3 713                     |                        |                              |                            |                              |                           | (198)                     | (198)                      |  | 3 515         |                |
| Other benefits and allowances                            |     | 4 853                | 3 825                     |                        |                              |                            |                              |                           | (193)                     | (193)                      |  | 3 631         |                |
| Payments in lieu of leave                                |     | –                    | –                         |                        |                              |                            |                              |                           | –                         | –                          |  | –             |                |
| Long service awards                                      |     | –                    | –                         |                        |                              |                            |                              |                           | –                         | –                          |  | –             |                |
| Post-retirement benefit obligations                      |     | –                    | –                         |                        |                              |                            |                              |                           | –                         | –                          |  | –             |                |
| <b>Sub Total - Other Municipal Staff</b>                 |     | <b>90 079</b>        | <b>74 887</b>             |                        |                              |                            |                              |                           | <b>(4 077)</b>            | <b>(4 077)</b>             |  | <b>70 810</b> | <b>-21,4%</b>  |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Total Parent Municipality</b>                         |     | <b>120 109</b>       | <b>80 133</b>             |                        |                              |                            |                              |                           | <b>(4 077)</b>            | <b>(4 077)</b>             |  | <b>76 056</b> | <b>-36,7%</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                      |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Sub Total - Board Members of Entities</b>             |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <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                      |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Sub Total - Senior Managers of Entities</b>           |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <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                      |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Sub Total - Other Staff of Entities</b>               |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>Total Municipal Entities</b>                          |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>           |     | <b>120 109</b>       | <b>80 133</b>             |                        |                              |                            |                              |                           | <b>(4 077)</b>            | <b>(4 077)</b>             |  | <b>76 056</b> | <b>-36,7%</b>  |
| <b>% increase</b>  |     |                      |                           |                        |                              |                            |                              |                           |                           |                            |  |               |                |
| <b>TOTAL MANAGERS AND STAFF</b>                          |     | <b>95 780</b>        | <b>80 588</b>             |                        |                              |                            |                              |                           | <b>(4 077)</b>            | <b>(4 077)</b>             |  | <b>76 511</b> | <b>-20,1%</b>  |

## 2.6 Adjustments to service delivery and budget implementation plan.

- SDBIP for the municipality was reviewed taking in to account the actual performance in the budget and the mid-year budget and assessment for 2019/20. The Adjusted SDBIP was approved by council on the 28<sup>th</sup> February 2020.

## 2.7 Adjustments to capital expenditure.

- The following table indicates the adjustments on capital projects for 2019/20 MTREF

Table 25:

| LIM473 Makhuduthamaga - Supporting Table SB19 List of capital programmes and projects affected by Adjustments Budget - 28/02/2020 |   |                |   |                 |                        |                 |                        |                 |
|---|---|----------------|---|-----------------|------------------------|-----------------|------------------------|-----------------|
| Function  | Project Description   | Project Number | Medium Term Revenue and Expenditure Framework |                 |                        |                 |                        |                 |
|   |   |                | Budget Year 2019/20                           |                 | Budget Year +1 2020/21 |                 | Budget Year +2 2021/22 |                 |
|   |   |                | Original Budget                               | Adjusted Budget | Original Budget        | Adjusted Budget | Original Budget        | Adjusted Budget |
| <b>R thousands</b>  |   |                |   |                 |                        |                 |                        |                 |
| <b>Parent municipality:</b>   |   |                |   |                 |                        |                 |                        |                 |
| <i>List all capital projects grouped by Function</i>  |   |                |   |                 |                        |                 |                        |                 |
| Vote 4 - Infrastructure Development   | RD Makgwabe_Mphone10km  | CAP_001        | 11,709  | 12,680          | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | Mashabela_Machacha 10km                                       | CAP_006        | 6,391   | –               | 7,739                  | 7,739           | 13,043                 | 13,043          |
| Vote 4 - Infrastructure Development   | Marishane/Phaahla_Internal streets                            | CAP_035        | 10,000  | 9,000           | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | Matulaneng_Access_Bridge                                      | CAP_014        | 2,000   | 7,034           | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | RD Lobethal_Tisane  | CAP_020        | 435   | –               | 10,870                 | 10,870          | –                      | –               |
| Vote 4 - Infrastructure Development   | RD Glen Cowie_Post Office Phokoane                            | CAP_036        | 435   | –               | 12,043                 | 12,043          | 3,745                  | 3,745           |
| Vote 4 - Infrastructure Development   | Bridge_Seruleng/Marishan                                      | CAP_023        | 500   | –               | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | RD Maila Mapitsa_Magoleg                                      | CAP_024        | 870   | –               | 5,217                  | 5,217           | 13,043                 | 13,043          |
| Vote 4 - Infrastructure Development   | RD Phaahla _1.5km   | CAP_026        | 6,087   | 7,030           | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | RD Ga-Mampane-Phase 4   | CAP_032        | 23,217  | 23,100          | 4,348                  | 4,348           | –                      | –               |
| Vote 4 - Infrastructure Development   | RD Stocking Internal Streets                                  | CAP_037        | 5,069   | 4,069           | 8,696                  | 8,696           | 14,783                 | 14,783          |
| Vote 4 - Infrastructure Development   | RD Mokwe_Molap/Ntw _10km                                      | CAP_021        | 6,000   | –               | 17,391                 | 17,391          | 17,391                 | 17,391          |
| Vote 4 - Infrastructure Development   | Setlaboswane_Access_Road                                      | CAP_015        | –   | –               | –                      | –               | 7,217                  | 7,217           |
| Vote 4 - Infrastructure Development   | Cabrieve_Access_Road  | CAP_017        | –   | –               | 6,087                  | 6,087           | 6,957                  | 6,957           |
| Vote 4 - Infrastructure Development   | Nchabeleng/Thabampshe_Bridge                                  | CAP_046        | –   | –               | 696                    | 696             | 3,652                  | 3,652           |
| Vote 4 - Infrastructure Development   | Mathousand/Marangrang Bridge                                  | CAP_050        | –   | –               | –                      | –               | 4,348                  | 4,348           |
| Vote 4 - Infrastructure Development   | Ga-Kgagara/Moretsele Primary_Access road                      | CAP_052        | –   | –               | –                      | –               | 7,826                  | 7,826           |
| Vote 4 - Infrastructure Development   | Grade A DLTC_Ga-Masemola                                      | CAP_041        | –   | –               | 12,696                 | 12,696          | 4,687                  | 4,687           |
| Vote 4 - Infrastructure Development   | Mohlala_Ngoanatswane_   | CAP_008        | 500   | 4,000           | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | Refurb of water&sewage system main office & satellite offices | CAP_033        | –   | –               | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | SWC Rietfontein Storm Water Control                           | CAP_038        | 6,000   | –               | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | Weigh_Bridge_Madibong   | CAP_039        | 2,300   | 2,300           | –                      | –               | –                      | –               |
| Vote 4 - Infrastructure Development   | Upgrading of Marishane sports complex                         | CAP_032        | –   | 5,000           | –                      | –               | –                      | –               |
| Vote 7 - Budget and Treasury  | Petitioning of new municipal building                         | CAP_035        | 3,000   | 1,000           | –                      | –               | –                      | –               |
| Vote 7 - Budget and Treasury  | Purchases of Office Furniture and Equipment                   | CAP_036        | 1,000   | 100             | 1,300                  | 1,300           | 1,500                  | 1,500           |
| Vote 7 - Budget and Treasury  | Purchases of Office Transport Assets                          | CAP_037        | –   | 800             | 3,500                  | 3,500           | 5,500                  | 5,500           |
| Vote 6 - Corporate Services   | Acquisition of IT Infrastructure Assets                       | CAP_038        | 3,200   | 3,600           | 2,400                  | 2,400           | 2,500                  | 2,500           |
| Vote 5 Community Services   | Acquisition of Transport Assets                               | CAP_040        | 1,300   | 100             | 1,000                  | 1,000           | –                      | –               |

## 2.8 Other Supporting documents.

### 2.8.1 Table 26: SB1

LIM473 Makhuduthamaga - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 28/02/2020

| Description  | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                |                 | 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 |
|  |     | A                   | 6              | 7            | 8                  | 9                | 10                 | 11             | 12             | 13              |                 |                 |
| R thousands  |     |                     | A1             | B            | C                  | D                | E                  | F              | G              | H               |                 |                 |
| <b>REVENUE ITEMS</b>                                   |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Property rates</b>                                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Total Property Rates                                   |     | 43 049              | 41 414         | -            | -                  | -                | -                  | -              | -              | 41 414          | 45 696          | 48 342          |
| Net Property Rates                                     |     | 43 049              | 41 414         | -            | -                  | -                | -                  | -              | -              | 41 414          | 45 696          | 48 342          |
| <b>Other Revenue By Source</b>                         |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Tender documents , Agency income, waste collection and |     | 7 088               | 6 338          | -            | -                  | -                | -                  | -              | -              | 6 338           | 200             | 100             |
| Total 'Other' Revenue                                  | 1   | 7 088               | 6 338          | -            | -                  | -                | -                  | -              | -              | 6 338           | 461             | 368             |
| <b>EXPENDITURE ITEMS</b>                               |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Employee related costs</b>                          |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Basic Salaries and Wages                               |     | 49 717              | 42 688         | -            | -                  | -                | -                  | (2 160)        | (2 160)        | 40 528          | 50 811          | 54 114          |
| Pension and UIF Contributions                          |     | 8 554               | 7 459          | -            | -                  | -                | -                  | (377)          | (377)          | 7 081           | 8 814           | 9 387           |
| Medical Aid Contributions                              |     | 6 989               | 6 218          | -            | -                  | -                | -                  | (315)          | (315)          | 5 903           | 7 201           | 7 669           |
| Overtime   |     | 710                 | 3 230          | -            | -                  | -                | -                  | (163)          | (163)          | 3 067           | 713             | 759             |
| Performance Bonus                                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Motor Vehicle Allowance                                |     | 12 798              | 11 457         | -            | -                  | -                | -                  | (580)          | (580)          | 10 877          | 13 172          | 14 029          |
| Cellphone Allowance                                    |     | 2 007               | 1 798          | -            | -                  | -                | -                  | (91)           | (91)           | 1 707           | 2 066           | 2 200           |
| Housing Allowances                                     |     | 4 450               | 3 913          | -            | -                  | -                | -                  | (198)          | (198)          | 3 715           | 4 597           | 4 895           |
| Other benefits and allowances                          |     | 4 853               | 3 825          | -            | -                  | -                | -                  | (193)          | (193)          | 3 631           | 5 375           | 5 724           |
| Payments in lieu of leave                              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Long service awards                                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Post-retirement benefit obligations                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>sub-total</b>                                       | 4   | 90 079              | 80 588         | -            | -                  | -                | -                  | (4 077)        | (4 077)        | 76 511          | 92 749          | 98 777          |
| Less: Employees costs capitalised to PPE               |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total Employee related costs                           | 1   | 90 079              | 80 588         | -            | -                  | -                | -                  | (4 077)        | (4 077)        | 76 511          | 92 749          | 98 777          |
| <b>Contributions recognised - capital</b>              |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| List contributions by contract                         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total Contributions recognised - capital               |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Depreciation &amp; asset impairment</b>             |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Depreciation of Property, Plant & Equipment            |     | 27 280              | 27 720         | -            | -                  | -                | -                  | -              | -              | 27 720          | 31 878          | 36 660          |
| Total Depreciation & asset impairment                  | 1   | 27 280              | 27 720         | -            | -                  | -                | -                  | -              | -              | 27 720          | 31 878          | 36 660          |
| <b>Bulk purchases</b>                                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Electricity Bulk Purchases                             |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Water Bulk Purchases                                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total bulk purchases                                   | 1   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Transfers and grants</b>                            |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Cash transfers and grants                              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Non-cash transfers and grants                          |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total transfers and grants                             |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Contracted services</b>                             |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Repairs and Maintenance                                |     | 60 391              | 60 391         | -            | -                  | -                | -                  | -              | -              | 60 391          | 60 330          | 57 965          |
| Security Services and Cleaning Services                |     | 14 350              | 14 350         | -            | -                  | -                | -                  | -              | -              | 14 350          | 15 150          | 16 050          |
| Other Contracted Services                              |     | 26 788              | 32 933         | -            | -                  | -                | -                  | 15 645         | 15 645         | 48 578          | 23 969          | 24 816          |
| <b>sub-total</b>                                       | 1   | 101 529             | 107 675        | -            | -                  | -                | -                  | 15 645         | 15 645         | 123 320         | 99 449          | 98 831          |
| Total contracted services??                            |     | 101 529             | 107 675        | -            | -                  | -                | -                  | 15 645         | 15 645         | 123 320         | 99 449          | 98 831          |
| <b>Other Expenditure By Type</b>                       |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Collection costs                                       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Contributions to 'other' provisions                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Consultant fees  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Audit fees   |     | 3 390               | 3 390          | -            | -                  | -                | -                  | -              | -              | 3 390           | 3 690           | 3 850           |
| General expenses                                       | 3,5 | 46 711              | 45 340         | -            | -                  | -                | -                  | (2 031)        | (2 031)        | 43 309          | 64 998          | 68 204          |
| List Other Expenditure by Type                         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total Other Expenditure                                | 1   | 50 101              | 48 730         | -            | -                  | -                | -                  | (2 031)        | (2 031)        | 46 699          | 68 688          | 72 054          |
| <b>Repairs and Maintenance</b>                         |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Employee related costs                                 | 14  | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other materials  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Contracted Services                                    |     | 87 179              | 93 325         | -            | -                  | -                | -                  | 15 645         | 15 645         | 108 970         | -               | -               |
| Other Expenditure                                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Total Repairs and Maintenance Expenditure              | 15  | 87 179              | 93 325         | -            | -                  | -                | -                  | 15 645         | 15 645         | 108 970         | -               | -               |



**2.8.2 Table 27: SB2**

LIM473 Makhuduthamaga - Supporting Table SB2 Supporting detail to 'Financial Position Budget' - 28/02/2020

| Description                                      | Ref | Budget Year 2019/20 |                |              |                    |                  |                    |                |                | 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               |                 |                 |
| <b>ASSETS</b>                                    |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Call investment deposits</b>                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Call deposits                                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other current investments                        |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Call investment deposits</b>            | 1   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Consumer debtors</b>                          |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Consumer debtors                                 |     | 28 032              | 28 032         | -            | -                  | -                | -                  | 7 450          | 7 450          | 35 482          | 37 329          | 36 697          |
| Less: provision for debt impairment              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Consumer debtors</b>                    | 1   | 28 032              | 28 032         | -            | -                  | -                | -                  | 7 450          | 7 450          | 35 482          | 37 329          | 36 697          |
| <b>Debt impairment provision</b>                 |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Balance at the beginning of the year             |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Contributions to the provision                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Bad debts written off                            |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Balance at end of year</b>                    |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Property, plant &amp; equipment</b>           |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| PPE at cost/valuation (excl. finance leases)     |     | 277 526             | 341 513        | -            | -                  | -                | -                  | (1 315)        | (1 315)        | 340 198         | 353 142         | 360 688         |
| Leases recognised as PPE                         | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Less: Accumulated depreciation                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Property, plant &amp; equipment</b>     | 1   | 277 526             | 341 513        | -            | -                  | -                | -                  | (1 315)        | (1 315)        | 340 198         | 353 142         | 360 688         |
| <b>LIABILITIES</b>                               |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Current liabilities - Borrowing</b>           |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Short term loans (other than bank overdraft)     |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Current portion of long-term liabilities         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Current liabilities - Borrowing</b>     |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Trade and other payables</b>                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Trade Payables                                   | 12  | 10 648              | 10 813         | -            | -                  | -                | -                  | 31 520         | 31 520         | 42 332          | 9 655           | 10 716          |
| Other creditors                                  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Unspent conditional grants and receipts          |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| VAT  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Trade and other payables</b>            | 1   | 10 648              | 10 813         | -            | -                  | -                | -                  | 31 520         | 31 520         | 42 332          | 9 655           | 10 716          |
| <b>Non current liabilities - Borrowing</b>       |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Borrowing  | 3   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Finance leases (including PPP asset element)     |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Non current liabilities - Borrowing</b> |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Provisions - non current</b>                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Retirement benefits                              |     | 4 856               | 4 856          | -            | -                  | -                | -                  | 16 241         | 16 241         | 21 097          | 5 119           | 5 395           |
| List other major items                           |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Refuse landfill site rehabilitation              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other  |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Provisions - non current</b>            |     | 4 856               | 4 856          | -            | -                  | -                | -                  | 16 241         | 16 241         | 21 097          | 5 119           | 5 395           |
| <b>CHANGES IN NET ASSETS</b>                     |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| <b>Accumulated surplus/(Deficit)</b>             |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Accumulated surplus/(Deficit) - opening balance  |     | 338 094             | 429 791        | -            | -                  | -                | -                  | (76 220)       | (76 220)       | 353 571         | 441 270         | 455 536         |
| Appropriations to Reserves                       |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Transfers from Reserves                          |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Depreciation offsets                             |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other adjustments                                |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Accumulated Surplus/(Deficit)</b>             | 1   | 338 094             | 429 791        | -            | -                  | -                | -                  | (76 220)       | (76 220)       | 353 571         | 441 270         | 455 536         |
| <b>Reserves</b>                                  |     |                     |                |              |                    |                  |                    |                |                |                 |                 |                 |
| Housing Development Fund                         |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Capital replacement                              |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Self-insurance                                   |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Other reserves (list)                            |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| Revaluation                                      |     | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>Total Reserves</b>                            | 2   | -                   | -              | -            | -                  | -                | -                  | -              | -              | -               | -               | -               |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>             | 2   | 338 094             | 429 791        | -            | -                  | -                | -                  | (76 220)       | (76 220)       | 353 571         | 441 270         | 455 536         |

### 2.8.4 Table 28: SB7

LIM473 Makhuduthamaga - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 28/02/2020

| Description                                     | Ref  | Budget Year 2019/20 |                |                    |                    |                |                | Budget Year     | Budget Year     |            |
|---|------|---------------------|----------------|--------------------|--------------------|----------------|----------------|-----------------|-----------------|------------|
|   |      | Original Budget     | Prior Adjusted | Multi-year capital | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget |            |
| R thousands                                     |      | A                   | 7<br>A1        | 8<br>B             | 9<br>C             | 10<br>D        | 11<br>E        | 12<br>F         | +1 2020/21      | +2 2021/22 |
| <b>RECEIPTS:</b>                                | 1, 2 |                     |                |                    |                    |                |                |                 |                 |            |
| <b>Operating Transfers and Grants</b>           |      |                     |                |                    |                    |                |                |                 |                 |            |
| <b>National Government:</b>                     |      | 270 771             | 270 771        | -                  | 298                | -              | 298            | 271 069         | 287 206         | 306 521    |
| Local Government Equitable Share                |      | 267 931             | 267 931        | -                  | -                  | -              | -              | 267 931         | 285 436         | 304 751    |
| Finance Management                              | 3    | 1 770               | 1 770          | -                  | -                  | -              | -              | 1 770           | 1 770           | 1 770      |
| Municipal Systems Improvement                   |      | -                   | -              | -                  | -                  | -              | -              | -               | -               | -          |
| EPWP Incentive                                  |      | 1 070               | 1 070          | -                  | -                  | -              | -              | 1 070           | -               | -          |
| Integrated National Electrification Programme   |      | -                   | -              | -                  | -                  | -              | -              | -               | -               | -          |
| Municipal Disaster Relief Fund                  |      | -                   | -              | -                  | 298                | -              | 298            | 298             | -               | -          |
| Other transfers and grants [insert description] |      | -                   | -              | -                  | -                  | -              | -              | -               | -               | -          |
| <b>Total Operating Transfers and Grants</b>     | 6    | 270 771             | 270 771        | -                  | 298                | -              | 298            | 271 069         | 287 206         | 306 521    |
| <b>Capital Transfers and Grants</b>             |      |                     |                |                    |                    |                |                |                 |                 |            |
| <b>National Government:</b>                     |      | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| Municipal Infrastructure Grant (MIG)            |      | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| <b>Total Capital Transfers and Grants</b>       | 6    | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| <b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b> |      | 332 893             | 332 893        | -                  | 298                | -              | 298            | 333 191         | 352 775         | 377 050    |

### 2.8.5 Table 29: SB8

LIM473 Makhuduthamaga - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 28/02/2020

| Description   | Ref | Budget Year 2019/20 |                |                    |                    |                |                | Budget Year     | Budget Year     |            |
|---|-----|---------------------|----------------|--------------------|--------------------|----------------|----------------|-----------------|-----------------|------------|
|   |     | Original Budget     | Prior Adjusted | Multi-year capital | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget |            |
| R thousands   |     | A                   | 2<br>A1        | 3<br>B             | 4<br>C             | 5<br>D         | 6<br>E         | 7<br>F          | +1 2020/21      | +2 2021/22 |
| <b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>          | 1   |                     |                |                    |                    |                |                |                 |                 |            |
| <b>Operating expenditure of Transfers and Grants</b>        |     |                     |                |                    |                    |                |                |                 |                 |            |
| <b>National Government:</b>                                 |     | 270 771             | 268 371        | -                  | 298                | -              | 298            | 268 669         | 287 206         | 306 521    |
| Local Government Equitable Share                            |     | 267 931             | 265 531        | -                  | -                  | -              | -              | 265 531         | 285 436         | 304 751    |
| Finance Management  |     | 1 770               | 1 770          | -                  | -                  | -              | -              | 1 770           | 1 770           | 1 770      |
| Municipal Systems Improvement                               |     | -                   | -              | -                  | -                  | -              | -              | -               | -               | -          |
| EPWP Incentive  |     | 1 070               | 1 070          | -                  | -                  | -              | -              | 1 070           | -               | -          |
| Integrated National Electrification Programme               |     | -                   | -              | -                  | -                  | -              | -              | -               | -               | -          |
| Municipal Disaster Relief Fund                              |     | -                   | -              | -                  | 298                | -              | 298            | 298             | -               | -          |
| <b>Total operating expenditure of Transfers and Grants:</b> |     | 270 771             | 268 371        | -                  | 298                | -              | 298            | 268 669         | 287 206         | 306 521    |
| <b>Capital expenditure of Transfers and Grants</b>          |     |                     |                |                    |                    |                |                |                 |                 |            |
| <b>National Government:</b>                                 |     | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| Municipal Infrastructure Grant (MIG)                        |     | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| <b>Total capital expenditure of Transfers and Grants</b>    |     | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          | 70 529     |
| <b>Total capital expenditure of Transfers and Grants</b>    |     | 332 893             | 330 493        | -                  | 298                | -              | 298            | 330 791         | 352 775         | 377 050    |



**2.8.6 Table 30: SB9**

LIM473 Makhuduthamaga - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds - 28/02/2020

| Description   | Ref | Budget Year 2019/20 |                |                    |                    |                |                | Budget Year +1  | Budget Year     |
|---|-----|---------------------|----------------|--------------------|--------------------|----------------|----------------|-----------------|-----------------|
|   |     | Original Budget     | Prior Adjusted | Multi-year capital | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget |
| R thousands   |     | A                   | 2<br>A1        | 3<br>B             | 4<br>C             | 5<br>D         | 6<br>E         | 7<br>F          |                 |
| <b>Operating transfers and grants:</b>                  |     |                     |                |                    |                    |                |                |                 |                 |
| <b>National Government:</b>                             |     |                     |                |                    |                    |                |                |                 |                 |
| Balance unspent at beginning of the year                |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |
| Current year receipts                                   |     | 270 771             | 269 869        | -                  | -                  | -              | -              | 269 869         | 287 206         |
| <b>Conditions met - transferred to revenue</b>          |     | <b>270 771</b>      | <b>269 869</b> | <b>-</b>           | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>269 869</b>  | <b>287 206</b>  |
| Conditions still to be met - transferred to liabilities |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |
| <b>Total operating transfers and grants revenue</b>     |     | <b>270 771</b>      | <b>269 869</b> | <b>-</b>           | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>269 869</b>  | <b>287 206</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                |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |
| Current year receipts                                   |     | 62 122              | 62 122         | -                  | -                  | -              | -              | 62 122          | 65 569          |
| <b>Conditions met - transferred to revenue</b>          |     | <b>62 122</b>       | <b>62 122</b>  | <b>-</b>           | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>62 122</b>   | <b>65 569</b>   |
| Conditions still to be met - transferred to liabilities |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |
| <b>Total capital transfers and grants revenue</b>       |     | <b>62 122</b>       | <b>62 122</b>  | <b>-</b>           | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>62 122</b>   | <b>65 569</b>   |
| <b>Total capital transfers and grants - CTBM</b>        |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |
| <b>TOTAL TRANSFERS AND GRANTS REVENUE</b>               |     | <b>332 893</b>      | <b>331 991</b> | <b>-</b>           | <b>-</b>           | <b>-</b>       | <b>-</b>       | <b>331 991</b>  | <b>352 775</b>  |
| <b>TOTAL TRANSFERS AND GRANTS - CTBM</b>                |     | -                   | -              | -                  | -                  | -              | -              | -               | -               |



**2.8.7 Table 31: SB12**

| LIM473 Makhuduthamaga - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 28/02/2020 |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
|--|-----|---------------------|-----------------|-----------------|-----------------|-----------------|----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|---|------------------------|------------------------|
| Description  | Ref | Budget Year 2019/20 |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | Full year budget | Medium Term Revenue and Expenditure Framework |                        |                        |
|  |     | July                | August          | Sept.           | October         | November        | December       | January         | February        | March           | April           | May             | June            |                  | Budget Year 2019/20                           | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
| R thousands  |     | Outcome             | Outcome         | Outcome         | Outcome         | Outcome         | Outcome        | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget |                  | Adjusted Budget                               | Adjusted Budget        | Adjusted Budget        |
| <b>Revenue by Vote</b>   |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
| Vote 1 - Executive Support   |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 2 - Office of the Municipal Manager   |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 3 - Economic Development and Planning   |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 4 - Infrastructure Development  |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 5 - Community Services  |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 6 - Corporate Services  |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 | -                | -   | -                      | -                      |
| Vote 7 - Budget and Treasury   |     | 150,490             | 8,593           | 8,168           | 8,095           | 8,146           | 121,188        | 7,880           | 8,260           | 84,123          | 7,895           | 7,962           | 7,576           | 428,378          | 428,378                                       | 450,839                | 480,334                |
| <b>Total Revenue by Vote</b>   |     | <b>150,490</b>      | <b>8,593</b>    | <b>8,168</b>    | <b>8,095</b>    | <b>8,146</b>    | <b>121,188</b> | <b>7,880</b>    | <b>8,260</b>    | <b>84,123</b>   | <b>7,895</b>    | <b>7,962</b>    | <b>7,576</b>    | <b>428,378</b>   | <b>428,378</b>                                | <b>450,839</b>         | <b>480,334</b>         |
| <b>Expenditure by Vote</b>   |     |                     |                 |                 |                 |                 |                |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
| Vote 1 - Executive Support   |     | 5,038               | 3,772           | 5,773           | 4,789           | 3,114           | 5,429          | 3,096           | 4,163           | 4,410           | 7,238           | 3,912           | 4,894           | 55,629           | 55,629  | 69,100                 | 73,520                 |
| Vote 2 - Office of the Municipal Manager   |     | 1,839               | 939             | 839             | 1,439           | 839             | 789            | 1,339           | 839             | 789             | 839             | 939             | 1,339           | 12,764           | 12,764  | 14,748                 | 16,022                 |
| Vote 3 - Economic Development and Planning   |     | 651                 | 320             | 2,730           | 920             | 320             | 520            | 439             | 320             | 320             | 320             | 320             | 1,870           | 9,046            | 9,046   | 10,711                 | 10,856                 |
| Vote 4 - Infrastructure Development  |     | 6,148               | 5,053           | 4,941           | 5,581           | 5,640           | 4,777          | 4,615           | 5,298           | 5,271           | 5,577           | 5,426           | 2,984           | 61,313           | 61,313  | 38,176                 | 34,747                 |
| Vote 5 - Community Services  |     | 5,180               | 4,330           | 4,086           | 5,065           | 4,034           | 3,781          | 4,447           | 3,817           | 3,886           | 2,971           | 6,942           | 8,555           | 57,094           | 57,094  | 60,328                 | 63,996                 |
| Vote 6 - Corporate Services  |     | 3,211               | 1,377           | 2,351           | 1,839           | 1,357           | 1,836          | 2,124           | 4,283           | 1,728           | 2,324           | 2,193           | 2,068           | 26,690           | 26,690  | 31,260                 | 32,118                 |
| Vote 7 - Budget and Treasury   |     | 9,261               | 13,624          | 10,399          | 10,085          | 10,052          | 10,568         | 10,658          | 10,582          | 10,144          | 11,393          | 11,833          | 7,432           | 126,031          | 126,031                                       | 132,534                | 142,881                |
| <b>Total Expenditure by Vote</b>   |     | <b>31,327</b>       | <b>29,415</b>   | <b>31,118</b>   | <b>29,718</b>   | <b>25,354</b>   | <b>27,700</b>  | <b>26,717</b>   | <b>29,302</b>   | <b>26,547</b>   | <b>30,660</b>   | <b>31,564</b>   | <b>29,142</b>   | <b>348,565</b>   | <b>348,565</b>                                | <b>356,857</b>         | <b>374,141</b>         |
| <b>Surplus/ (Deficit)</b>  |     | <b>119,163</b>      | <b>(20,822)</b> | <b>(22,951)</b> | <b>(21,623)</b> | <b>(17,208)</b> | <b>93,488</b>  | <b>(18,837)</b> | <b>(21,042)</b> | <b>57,576</b>   | <b>(22,765)</b> | <b>(23,601)</b> | <b>(21,566)</b> | <b>79,813</b>    | <b>79,813</b>                                 | <b>93,983</b>          | <b>106,193</b>         |



**2.8.7 Table 32: SB13**

| LIM473 Makhuduthamaga - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) - 28/02/2020 |     |                     |          |          |          |          |          |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
|---|-----|---------------------|----------|----------|----------|----------|----------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|---|------------------------|------------------------|
| Description - Standard classification   | Ref | Budget Year 2019/20 |          |          |          |          |          |                 |                 |                 |                 |                 |                 | Full year budget | Medium Term Revenue and Expenditure Framework |                        |                        |
|   |     | July                | August   | Sept.    | October  | November | December | January         | February        | March           | April           | May             | June            |                  | Budget Year 2019/20                           | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
| R thousands   |     | Outcome             | Outcome  | Outcome  | Outcome  | Outcome  | Outcome  | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget | Adjusted Budget |                  | Adjusted Budget                               | Adjusted Budget        | Adjusted Budget        |
| <b>Revenue - Functional</b>   |     |                     |          |          |          |          |          |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
| <i>Governance and administration</i>  |     | 150,490             | 8,593    | 8,168    | 8,095    | 8,146    | 121,188  | 7,880           | 8,260           | 84,123          | 7,895           | 7,962           | 7,576           | 428,378          | 428,378                                       | 450,839                | 480,334                |
| Finance and administration  |     | 150,490             | 8,593    | 8,168    | 8,095    | 8,146    | 121,188  | 7,880           | 8,260           | 84,123          | 7,895           | 7,962           | 7,576           | 428,378          | 428,378                                       | 450,839                | 480,334                |
| <b>Total Revenue - Functional</b>   |     | 150,490             | 8,593    | 8,168    | 8,095    | 8,146    | 121,188  | 7,880           | 8,260           | 84,123          | 7,895           | 7,962           | 7,576           | 428,378          | 428,378                                       | 450,839                | 480,334                |
| <b>Expenditure - Functional</b>   |     |                     |          |          |          |          |          |                 |                 |                 |                 |                 |                 |                  |   |                        |                        |
| <i>Governance and administration</i>  |     | 20,349              | 19,712   | 19,362   | 18,751   | 15,361   | 18,622   | 17,716          | 19,867          | 17,071          | 21,792          | 19,994          | 12,516          | 221,113          | 221,113                                       | 247,642                | 264,541                |
| Executive and council   |     | 6,877               | 4,711    | 6,612    | 6,228    | 3,953    | 6,218    | 4,434           | 5,002           | 5,199           | 8,076           | 4,851           | 2,766           | 64,926           | 64,926  | 80,248                 | 85,393                 |
| Finance and administration  |     | 12,472              | 15,001   | 12,750   | 11,924   | 11,408   | 12,404   | 12,782          | 14,865          | 11,872          | 13,716          | 14,025          | 9,449           | 152,670          | 152,670                                       | 164,313                | 175,552                |
| Internal audit  |     | 1,000               |          |          | 600      |          |          | 500             | -               | -               | -               | 1,118           | 300             | 3,518            | 3,518   | 3,082                  | 3,597                  |
| <i>Community and public safety</i>  |     | 1,785               | 1,696    | 2,051    | 2,551    | 1,539    | 1,457    | 1,452           | 1,685           | 1,681           | 2,802           | 4,449           | 6,130           | 29,279           | 29,279  | 27,815                 | 30,180                 |
| Community and social services   |     | 593                 | 534      | 349      | 1,445    | 597      | 322      | 561             | 297             | 499             | 1,193           | 3,067           | 2,925           | 12,382           | 12,382  | 9,121                  | 9,785                  |
| Sport and recreation  |     | 200                 | -        | 150      | -        | 50       | -        | -               | -               | -               | 210             | 190             | 300             | 1,100            | 1,100   | 1,700                  | 2,000                  |
| Public safety   |     | 992                 | 892      | 1,092    | 926      | 892      | 965      | 892             | 1,025           | 892             | 1,024           | 892             | 2,435           | 12,918           | 12,918  | 14,821                 | 15,786                 |
| Housing   |     | -                   | 270      | 460      | 180      | -        | 170      | -               | 362             | 290             | 376             | 300             | 470             | 2,878            | 2,878   | 2,174                  | 2,609                  |
| <i>Economic and environmental services</i>  |     | 9,736               | 6,605    | 8,593    | 7,683    | 6,731    | 6,544    | 7,591           | 6,983           | 7,005           | 5,233           | 7,471           | 8,455           |                  | 88,627  | 70,542                 | 68,573                 |
| Planning and development  |     | 651                 | 320      | 2,730    | 920      | 320      | 520      | 439             | 320             | 320             | 320             | 320             | 4,048           |                  | 11,224  | 13,123                 | 13,421                 |
| Road transport  |     | 5,885               | 3,585    | 3,563    | 4,263    | 4,111    | 3,724    | 4,352           | 4,363           | 4,385           | 4,563           | 4,553           | 1,707           |                  | 49,055  | 25,620                 | 21,802                 |
| Environmental protection  |     | 3,200               | 2,700    | 2,300    | 2,500    | 2,300    | 2,300    | 2,800           | 2,300           | 2,300           | 350             | 2,598           | 2,700           |                  | 28,348  | 31,800                 | 33,350                 |
| <i>Trading services</i>   |     | 237                 | 1,246    | 957      | 1,067    | 1,567    | 922      | 237             | 612             | 634             | 612             | 612             | 846             | 9,546            | 9,546   | 10,857                 | 10,846                 |
| Energy sources  |     | 42                  | 1,042    | 762      | 872      | 1,372    | 727      | 42              | 417             | 439             | 417             | 417             | 651             | 7,201            | 7,201   | 7,970                  | 7,772                  |
| Waste management  |     | 195                 | 204      | 195      | 195      | 195      | 195      | 195             | 195             | 195             | 195             | 195             | 195             |                  | 2,345   | 2,887                  | 3,075                  |
| <i>Other</i>  |     |                     |          |          |          |          |          |                 |                 |                 |                 |                 | -               |                  | -   | -                      | -                      |
| <b>Total Expenditure - Functional</b>   |     | 32,107              | 29,259   | 30,962   | 30,051   | 25,198   | 27,544   | 26,996          | 29,146          | 26,391          | 30,439          | 32,525          | 27,947          | 259,938          | 348,565                                       | 356,857                | 374,141                |
| <b>Surplus/ (Deficit) 1.</b>  |     | 118,383             | (20,666) | (22,794) | (21,956) | (17,052) | 93,644   | (19,116)        | (20,886)        | 57,732          | (22,544)        | (24,563)        | (20,371)        | 168,440          | 79,813  | 93,983                 | 106,193                |





**2.8.8 Table 33: SB18a**

| LIM473 Makhuduthamaga - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 28/02/2020 |     |                     |                |                |                |                 |                 |         |
|---|-----|---------------------|----------------|----------------|----------------|-----------------|-----------------|---------|
| Description   | Ref | Budget Year 2019/20 |                |                |                | Budget Year     | Budget Year     |         |
|   |     | Original Budget     | Prior Adjusted | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget |         |
|   |     |                     | 7              | 12             | 13             | 14              |                 |         |
| <b>R thousands</b>  |     | A                   | A1             | F              | G              | H               |                 |         |
| <b>Capital expenditure on new assets by Asset Class/Sub-class</b>   |     |                     |                |                |                |                 |                 |         |
| <b>Infrastructure</b>   |     | 84,513              | -              | (13,200)       | (13,200)       | 71,313          | 85,783          | 96,693  |
| Roads Infrastructure  |     | 84,513              | -              | (13,200)       | (13,200)       | 71,313          | 85,783          | 96,693  |
| Roads   |     | 84,513              |                | (13,200)       | (13,200)       | 71,313          | 85,783          | 96,693  |
| <b>Community Assets</b>   |     | 1,300               | -              | -              | -              | 1,300           | 1,000           | -       |
| Community Facilities  |     | 1,300               | -              | -              | -              | 1,300           | 1,000           | -       |
| Police  |     | 1,300               |                | -              | -              | 1,300           | 1,000           | -       |
| <b>Computer Equipment</b>   |     | 3,200               | -              | 400            | 400            | 3,600           | 2,400           | 2,500   |
| Computer Equipment  |     | 3,200               |                | 400            | 400            | 3,600           | 2,400           | 2,500   |
| <b>Furniture and Office Equipment</b>   |     | 1,000               | -              | (400)          | (400)          | 600             | 1,300           | 1,500   |
| Furniture and Office Equipment  |     | 1,000               |                | (400)          | (400)          | 600             | 1,300           | 1,500   |
| <b>Machinery and Equipment</b>  |     | -                   | -              | -              | -              | -               | -               | -       |
| Machinery and Equipment   |     |                     |                |                |                |                 |                 |         |
| <b>Transport Assets</b>   |     | -                   | -              | -              | -              | -               | 3,500           | 5,500   |
| Transport Assets  |     |                     |                |                |                |                 | 3,500           | 5,500   |
| <b>Land</b>   |     | -                   | -              | -              | -              | -               | -               | -       |
| Land  |     |                     |                |                |                |                 |                 |         |
| <b>Zoo's, Marine and Non-biological Animals</b>   |     | -                   | -              | -              | -              | -               | -               | -       |
| Zoo's, Marine and Non-biological Animals  |     |                     |                |                |                |                 |                 |         |
| <b>Total Capital Expenditure on new assets to be adjusted</b>   | 1   | 90,013              | -              | (13,200)       | (13,200)       | 76,813          | 93,983          | 106,193 |



**2.8.9 Table 34: SB18b**

| LIM473 Makhuduthamaga - Supporting Table SB18b Adjustments Budget - capital expenditure on renewal of existing assets by asset class - 28/02/2020 |     |                     |                |                |                |                 |                            |                            |
|---|-----|---------------------|----------------|----------------|----------------|-----------------|----------------------------|----------------------------|
| Description   | Ref | Budget Year 2019/20 |                |                |                |                 | Budget Year                | Budget Year                |
|   |     | Original Budget     | Prior Adjusted | Other Adjusts. | Total Adjusts. | Adjusted Budget | +1 2020/21 Adjusted Budget | +2 2021/22 Adjusted Budget |
|   |     |                     | 7              | 12             | 13             | 14              |                            |                            |
| R thousands   |     | A                   | A1             | F              | G              | H               |                            |                            |
| <b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>   |     |                     |                |                |                |                 |                            |                            |
| <b>Other assets</b>   |     | -                   | -              | 3,000          | 3,000          | 3,000           | -                          | -                          |
| Operational Buildings   |     | -                   | -              | 3,000          | 3,000          | 3,000           | -                          | -                          |
| Municipal Offices   |     | -                   | -              | 3,000          | 3,000          | 3,000           | -                          | -                          |
| <b>Total Capital Expenditure on renewal of existing assets to be adjusted</b>   | 1   | -                   | -              | 3,000          | 3,000          | 3,000           | -                          | -                          |



**2.8.10 Table 34: SB18c**

| LIM473 Makhuduthamaga - Supporting Table SB18c Adjustments Budget - expenditure on repairs and maintenance by asset class - 28/02/2020 |     |                     |                |                |                |                 |                        |                        |
|--|-----|---------------------|----------------|----------------|----------------|-----------------|------------------------|------------------------|
| Description  | Ref | Budget Year 2019/20 |                |                |                |                 | Budget Year +1 2020/21 | Budget Year +2 2021/22 |
|  |     | Original Budget     | Prior Adjusted | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget        | Adjusted Budget        |
|  |     | A                   | 7              | 12             | 13             | 14              |                        |                        |
| R thousands  |     |                     |                |                |                |                 |                        |                        |
| <u>Repairs and maintenance expenditure by Asset Class/Sub-class</u>  |     |                     |                |                |                |                 |                        |                        |
| <b>Infrastructure</b>  |     | 52,313              | -              | 19,587         | 19,587         | 71,900          | 51,413                 | 48,217                 |
| Roads Infrastructure   |     | 21,739              | -              | 19,689         | 19,689         | 41,428          | 17,304                 | 13,043                 |
| <i>Road Structures</i>   |     | 21,739              |                | 19,689         | 19,689         | 41,428          | 17,304                 | 13,043                 |
| Electrical Infrastructure  |     | 2,174               | -              | -              | -              | 2,174           | 2,609                  | 2,174                  |
| <i>LV Networks</i>   |     | 2,174               |                | -              | -              | 2,174           | 2,609                  | 2,174                  |
| Solid Waste Infrastructure   |     | 28,400              | -              | (102)          | (102)          | 28,298          | 31,500                 | 33,000                 |
| <i>Landfill Sites</i>  |     | 28,400              |                | (102)          | (102)          | 28,298          | 31,500                 | 33,000                 |
| <b>Community Assets</b>  |     | -                   | -              | -              | -              | -               | -                      | -                      |
| Community Facilities   |     | -                   | -              | -              | -              | -               | -                      | -                      |
| <b>Computer Equipment</b>  |     | 3,600               | -              | 3,695          | 3,695          | 7,295           | 4,000                  | 4,200                  |
| Computer Equipment   |     | 3,600               |                | 3,695          | 3,695          | 7,295           | 4,000                  | 4,200                  |
| <b>Furniture and Office Equipment</b>  |     | -                   | -              | -              | -              | -               | -                      | -                      |
| Furniture and Office Equipment   |     |                     |                |                |                |                 |                        |                        |
| <b>Machinery and Equipment</b>   |     | -                   | -              | -              | -              | -               | -                      | -                      |
| Machinery and Equipment  |     |                     |                |                |                |                 |                        |                        |
| <b>Transport Assets</b>  |     | 2,000               | -              | (400)          | (400)          | 1,600           | 2,300                  | 2,700                  |
| Transport Assets   |     | 2,000               |                | (400)          | (400)          | 1,600           | 2,300                  | 2,700                  |
| <b>Land</b>  |     | -                   | -              | -              | -              | -               | -                      | -                      |
| Land   |     |                     |                |                |                |                 |                        |                        |
| <b>Zoo's, Marine and Non-biological Animals</b>  |     | -                   | -              | -              | -              | -               | -                      | -                      |
| Zoo's, Marine and Non-biological Animals   |     |                     |                |                |                |                 |                        |                        |
| <b>Total Repairs and Maintenance Expenditure to be adjusted</b>  | 1   | 60,391              | -              | 23,282         | 23,282         | 83,674          | 59,887                 | 57,726                 |



**2.8.11 Table 35: General Expenses**

| General Expenses 2019/20 - Special Adjusted Budget |                           |                          |                         |
|--|---------------------------|--------------------------|-------------------------|
| Name   | PROJECT                   | ITEM                     | Adjusted Budget 2019/20 |
| O0001/IE01581/F0041/X044/R0278/001/0000            | Municipal Running Cost    | Air Transport            | 37,947.20               |
| O0001/IE00143/F0041/X044/R0278/001/0000            | Municipal Running Cost    | Car Rental               | 57,860.00               |
| O0001/IE00144/F0041/X044/R0278/001/0000            | Municipal Running Cost    | Own Transport            | 226,690.80              |
| O0001/IE00060/F0041/X044/R0278/001/0000            | Municipal Running Cost    | Accommodation            | 222,408.00              |
| O0001/IE00062/F0041/X044/R0278/001/0000            | Municipal Running Cost    | Food and Beverage (Serve | 57,860.00               |
|  |                           |                          | <b>602,766.00</b>       |
| O0001/IE00592/F0041/X044/R0279/001/4520            | Municipal Running Cost    | Seating Allowance for Tr | 300,000.00              |
| O0001/IE00586/F0041/X044/R0279/001/4520            | Municipal Running Cost    | Remuneration to Ward Com | 4,296,000.00            |
| O1240-1/IE00571/F0041/X044/R0279/001/4520          | Public Participation Mee  | Hire Charges             | 473,400.00              |
| O0001/IE00781/F0041/X044/R0278/001/4520            | Municipal Running Cost    | Councillors              | 55,000.00               |
| O0001/IE00571/F0041/X044/R0278/001/4520            | Municipal Running Cost    | Hire Charges             | 327,000.00              |
| O1223-1/IE00059/F0041/X044/R0279/001/4520          | Capacity Building Council | National                 | 1,000,000.00            |
|  |                           |                          | <b>6,451,400.00</b>     |
| O0001/IE00769/F0041/X044/R0278/001/4530            | Municipal Running Cost    | Cellular Contract (Subsc | 800,000.00              |
| O1240-2/IE00754/F0041/X044/R0279/001/4530          | Public Participation Mee  | Gifts and Promotional It | 857,203.55              |
| O1240-2/IE00772/F0041/X044/R0279/001/4530          | Public Participation Mee  | Radio and TV Transmissio | 100,000.00              |
|  |                           |                          | <b>1,757,203.55</b>     |
| O0001/IE00060/F0041/X006/R0278/001/5066            | Municipal Running Cost    | Accommodation            | 92,000.00               |
| O0001/IE00144/F0041/X006/R0278/001/5066            | Municipal Running Cost    | Own Transport            | 64,000.00               |
| O0001/IE00572/F0041/X016/R0278/001/5066            | Municipal Running Cost    | Honoraria (Voluntarily W | 27,000.00               |
|  |                           |                          | <b>183,000.00</b>       |
| O0001/IE00059/F1177/X047/R0278/001/5200            | Municipal Running Cost    | National                 | 50,000.00               |
| O0001/IE00143/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Car Rental               | 12,700.00               |
| O0001/IE01583/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Road Transport           | 2,200.00                |
| O0001/IE01581/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Air Transport            | 16,500.00               |
| O0001/IE00062/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Food and Beverage (Serve | 40,100.00               |
| O0001/IE00060/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Accommodation            | 84,000.00               |
| O0001/IE00144/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Own Transport            | 1,636,000.00            |
| O0001/IE00605/F0041/X047/R0278/001/5200            | Municipal Running Cost    | Vehicle Tracking         | 60,000.00               |
| O0001/IE01581/F0041/X048/R0278/001/5200            | Municipal Running Cost    | Air Transport            | 29,506.41               |
| O0001/IE00062/F0041/X049/R0278/001/5201            | Municipal Running Cost    | Food and Beverage (Serve | 40,100.00               |
| O0001/IE00060/F0041/X049/R0278/001/5201            | Municipal Running Cost    | Accommodation            | 84,000.00               |
| O0001/IE00830/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Accounting and Auditing  | 3,390,000.00            |
| O0001/IE00759/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Bank Accounts            | 210,000.00              |
| O0001/IE00579/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Municipal Services       | 2,200,000.00            |
| O0001/IE00059/F1177/X049/R0278/001/5200            | Municipal Running Cost    | National                 | 217,666.79              |
| O0001/IE00805/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Premiums                 | 500,000.00              |
| O0001/IE00583/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Printing, Publications a | 900,000.00              |
| O0001/IE01581/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Air Transport            | 27,000.00               |
| O0001/IE00062/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Food and Beverage (Serve | 52,000.00               |
| O0001/IE00060/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Accommodation            | 159,000.00              |
| O0001/IE00144/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Own Transport            | 452,000.00              |
| O0001/IE00143/F0041/X049/R0278/001/5200            | Municipal Running Cost    | Car Rental               | 12,729.20               |
| O0001/IE00607/F0041/X050/R0279/001/5200            | Municipal Running Cost    | Wet Fuel                 | 2,524,434.00            |
| O0001/IE00808/F0041/X050/R0278/001/5200            | Municipal Running Cost    | Motor Vehicle Licence an | 32,000.00               |
| O0001/IE01581/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Air Transport            | 16,516.40               |
| O0001/IE00062/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Food and Beverage (Serve | 40,449.40               |
| O0001/IE00060/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Accommodation            | 63,120.00               |
| O0001/IE00144/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Own Transport            | 357,597.00              |
| O0001/IE00143/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Car Rental               | 12,729.20               |
| O0001/IE00063/F0041/X058/R0278/001/5200            | Municipal Running Cost    | Incidental Cost          | 12,729.20               |
| O0001/IE00040/F1177/X058/R0278/001/5200            | Municipal Running Cost    | Bargaining Council       | -                       |
| O0001/IE03969/F0791/X058/R0278/001/5200            | Municipal Running Cost    | Non Structured           | 271,893.80              |
|  |                           |                          | <b>13,506,971.10</b>    |



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|   |                          |   |                      |
|---|--------------------------|---|----------------------|
| O0001/IE00579/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Municipal Services                      | 912,400.00           |
| O0001/IE00738/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Standard Rated                          | 52,600.00            |
| O1297-1/IE00571/F0041/X046/R0278/001/5520 | Municipal Health Service | Hire Charges                            | 50,000.00            |
| O1297-1/IE00059/F0041/X046/R0278/001/5520 | Municipal Health Service | National                                | 200,000.00           |
| O0001/IE00059/F0041/X046/R0278/001/5520   | Municipal Running Cost   | National                                | 300,000.00           |
| O0001/IE00144/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Car Rental                              | 28,269.87            |
| O0001/IE00144/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Own Transport                           | 405,941.68           |
| O0001/IE01581/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Air Transport                           | 47,094.36            |
| O0001/IE00060/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Accommodation                           | 196,091.22           |
| O0001/IE00062/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Food and Beverage (Serve                | 63,695.97            |
| O0001/IE00840/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Human Resources                         | 90,000.00            |
| O1227-1/IE03752/F0041/X046/R0278/001/5520 | Centre of Learning Econo | Bursaries (Non-Employee)                | 3,490,000.00         |
| O0001/IE00846/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Quality Control                         | 100,000.00           |
| O1235-1/IE00571/F0041/X046/R0278/001/5520 | Bathopele Service Delive | Hire Charges                            | 100,000.00           |
| O1235-1/IE00751/F0041/X046/R0278/001/5520 | Bathopele Service Delive | Corporate and Municipal                 | 50,000.00            |
| O1235-1/IE00677/F0041/X046/R0278/001/5520 | Bathopele Service Delive | Catering Services                       | 30,000.00            |
| O0001/IE00783/F0041/X046/R0278/001/5520   | Municipal Running Cost   | Professional Bodies, Mem                | 650,000.00           |
| O0001/IE00143/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Car Rental                              | 11,600.00            |
| O0001/IE00144/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Own Transport                           | 388,300.00           |
| O0001/IE01581/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Air Transport                           | 16,700.00            |
| O0001/IE00060/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Accommodation                           | 126,000.00           |
| O0001/IE00062/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Food and Beverage (Serve                | 24,900.00            |
| O0001/IE00757/F0041/X051/R0278/001/5520   | Municipal Running Cost   | Staff Recruitment                       | 585,125.73           |
| O0001/IE00143/F0041/X052/R0278/001/5520   | Municipal Running Cost   | Car Rental                              | 11,631.44            |
| O0001/IE00144/F0041/X052/R0278/001/5520   | Municipal Running Cost   | Own Transport                           | 301,631.44           |
| O0001/IE01581/F0041/X052/R0278/001/5520   | Municipal Running Cost   | Air Transport                           | 14,400.83            |
| O0001/IE00060/F0041/X052/R0278/001/5520   | Municipal Running Cost   | Accommodation                           | 49,295.14            |
| O0001/IE00062/F0041/X052/R0278/001/5520   | Municipal Running Cost   | Food and Beverage (Serve                | 11,631.44            |
| O0001/IE00753/F0041/X054/R0278/001/5520   | Municipal Running Cost   | Customer/Client Informat                | 470,000.00           |
| O0001/IE00758/F0041/X058/R0278/001/5520   | Municipal Running Cost   | Tenders                                 | 510,000.00           |
|   |                          |   | <b>9,287,309.10</b>  |
| O0022-1/IE00021/F0041/X098/R0279/001/6200 | _LIM473_6200_Development | Organisational                          | 700,000.00           |
|   |                          |   | <b>700,000.00</b>    |
| O0001/IE00573/F0041/X032/R0278/001/7200   | Municipal Running Cost   | Indigent Relief                         | 4,500,000.00         |
|   |                          |   | <b>4,500,000.00</b>  |
| O1346-1/IE00080/F0041/X116/R0279/001/7500 | Development of Road Mast | Civil                                   | 2,190,122.07         |
| O1278-2/IE00599/F1169/X116/R0279/001/7500 | EPWP Projects            | Supplier Development Pro                | 3,570,000.00         |
| O0001/IE03969/F0791/X116/R0278/001/7500   | Municipal Running Cost   | Non Structured                          | 3,000,000.00         |
|   |                          |   | <b>8,760,122.07</b>  |
| O1275-1/IE00751/F0041/X039/R0279/001/7750 | Environmental awareness  | Corporate and Municipal                 | 50,000.00            |
|   |                          |   | <b>50,000.00</b>     |
| O0001/IE00632/F0041/X113/R0279/001/8510   | Road safety awareness ca | Catering Services                       | 100,000.00           |
|   |                          |   | <b>100,000.00</b>    |
| O1333-1/IE00751/F0041/X125/R0279/001/8550 | Sports & Culture Promoti | Corporate and Municipal                 | 800,000.00           |
|   |                          |   | <b>800,000.00</b>    |
|   |                          | <b>TOTAL EXPENDITURE BUDGET 2018/19</b> | <b>46,698,771.82</b> |



## 2.9 Municipal Manager's quality certificate