

DRAFT ADJUSTMENT BUDGET OF

MAKHUDUTHAMAGA LOCAL MUNICIPALITY

JANUARY 2016

2015/2016

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- At www.makhuduthamaga.gov.za



Abbreviations and Acronyms

BPC CFO MM CPI	Budget Planning Committee Chief Financial Officer Municipal Manager Consumer Price Index	MIG MPRA MSA MTEF	Municipal Infrastructure Grant Municipal Properties Rates Act Municipal Systems Act Medium-term Expenditure
CRRF DoRA	Capital Replacement Reserve Fund Division of Revenue Act	MTREF	Framework Medium-term Revenue and
EE	Employment Equity		Expenditure Framework
FBS	Free basic services	NGO	Non-Governmental organisations
GAMAF	Generally Accepted Municipal	NKPIs	National Key Performance Indicators
	Accounting Practice	OHS	Occupational Health and Safety
GRAP	General Recognised Accounting	OP	Operational Plan
	Practice	PMS	Performance Management System
HR	Human Resources	PPE	Property Plant and Equipment
IDP	Integrated Development Plan	PPP	Public Private Partnership
ΙΤ	Information Technology	RG	Restructuring Grant
km	kilometre	SALGA	South African Local Government
GFS	Government Financial Statistics		Association
KPA	Key Performance Area	SDBIP	Service Delivery Budget
KPI	Key Performance Indicator		Implementation Plan
	Local Economic Development	SMME	Small Micro and Medium Enterprises
MEC	Member of the Executive Committee		
MFMA	1 3	DOE	Department of Energy
MBRR	Programme Municipal Budget and Reporting Regula	tions	
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1.1 Mayor's report.

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COUNCIL RESOULTIONS

Ref:		

RESOLUTION No.

AGENDA ITEM:

RESOLUTION ON THE TABLING AND ADOPTION OF ADJUSTMENT BUDGET 2015/2016

NOTING THAT:

- 1. In terms of the Local Government Municipal Finance Management Act 56 of 2003 section 28, A Municipality may revise an approved annual budget through an adjustments budget.
- 2. In terms Local Government Municipal Budget and Reporting Regulations, Regulation 23, an adjustment budget referred to in section 28 (2) (b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.
- 2.1 The annual budget for the financial year 2015/2016 and the multi year and single year capital appropriations has been adjusted from the total amount of R 362 737 055.41 budgeted revenue to R 363 237 055.41 budgeted revenue and adjusted from R 362 654 605.67 budgeted expenditure to R 406 051 414.08 budgeted expenditure. The Capital expenditure and operational expenditure in excess of the total revenue is funded by cash backed reserves to the amount of R 42 856 554.85

Capital appropriation has been adjusted from R 134 040 001.00 to R 151 140 001.00 and operational expenditure adjusted from R 228 614 604.67 to R 254 911 413.08 as set out in the following tables:

- **2.1.1** Budget summary as contained in table B1
- **2.1.2** Budgeted financial performance (revenue and expenditure by standards classification) as contained in table B2.

- **2.1.3** Budgeted financial performance (revenue and expenditure by municipal vote) as contained in table B3
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- 2.1.7 Budget Cash flows as contained in table B7
- 2.1.8 Cash backed reserves and accumulated surplus reconciliation as contained in table B8
- 2.1.9 Asset management as contained in table B9
- 2.1.10 Basic service delivery measurement as contained in table B10
- 3. The Council of Makhuduthamaga Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approved and adopted rates tariffs and taxes with effect from 1 July 2012 and no adjustment has been made on the rates tariffs:
- 4. In Compliance with the above mentioned Legislations, Makhuduthamaga Municipal Council at its Special Council Meeting on the 25th February 2016, held at the

RESOLVED THAT:

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- The tariffs for property rates remain two cents in a rand rate.
- No amendments are necessary to budget related policies.
- > The adjustment budget for 2015/2016 be adopted as tabled.
- ➤ The adjustments on service delivery targets and performance indicators in the Service Delivery and Budget Implementation Plan for 2015/16 be adopted as tabled.

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> All relevant Budget related MFMA circulars are adopted as issued by National Treasury.

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Speaker: Cllr. Makaleng M.M	Municipal Manager: Mr. ME Moropa	
Signature:	Signature:	
Date:	Date:	

1.3 Executive Summary.

Makhuduthamaga Municipality has prepared its Adjustment budget for 2015/2016 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. Where appropriate, forecasts for both revenue and expenditure for outer years 2016/2017 and 2017/2018 has been adjusted accordingly to incorporate changes brought forward by the mid-year budget and performance assessment to ensure a well funded budget for the MTREF.

The municipality's financial management strategies and service delivery priorities were reviewed as part of the mid-year budget and performance assessment in terms of section 72 of the Municipal Finance Management Act. Where appropriate, funds were transferred from low- to high-priority programmes and funds not utilised as planned during the compilation of the annual budget were also re-allocated to other programmes to ensure services delivery and accurately satisfactory spending at the end of the financial year. Cash backed reserves are added to the municipality's budget to fund expenditure in excess of the revenue budgeted to be received in 2015/16 financial year.

The following findings were established during the mid-year budget and performance assessment review in January 2016 and the council of Makhuduthamaga Local Municipality found it necessary to adjust the annual budget for 2015/2016 as approved in May 2015:

ADJUSMENT ON REVENUE

Property Rates

- ✓ The property rates budget had to be reduced as the supplementary valuation roll budgeted for implementation this current financial year, was no longer scheduled to be done in the 2015/16 financial year but in the next financial year.
- ✓ The budget is adjusted downwards by R 994 thousands.

Interest received (Outstanding debtors)

✓ The municipality has budgeted to bill **R 17.9 million** on long outstanding debts and has already billed **R 10.4 million** as at 31 December 2015 and therefore an adjustment to the budget is necessary to increase the budget as it is more likely that the municipality might possibly bill more than expected on interest from outstanding debt .

Interest on investment

- ✓ The municipality has budgeted to receive R 12.7 million from interests on investment and only managed to receive R 4 million as at 31 December 2015.
- ✓ It is therefore necessary to adjust the budgeted interest on investments downwards as the municipality is expecting to make higher volume payments for capital projects more often which will need more of our invested funds to be released for accelerating service delivery and therefore lower interests are expected from the second half of the financial year.

Other income

- ✓ The municipality budgeted to receive R1.3 million from the sales of tender documents
 and other sources of income by 31 December 2015, however the sales of tender
 documents was way lower than the expected sales and the income from other sources of
 revenue was lower than the amount originally budgeted for.
- ✓ It is then evident that the budget on these two revenue items needs to be reduced.

Licenses and permits (Agency Services)

- ✓ The municipality has budgeted to receive R 5.1 million from this source of revenue, and only managed to receive R 1.9 million as at 31 December 2015.
- ✓ It was therefore deemed necessary to adjust the budgeted revenue from this source of revenue as the performance is lower than it was anticipated during the preparation of the original budget for 2015/16. However the management of the municipality has committed to put more efforts and provide necessary capacity to improve performance of the municipality's two testing stations.

ADJUSTMENT ON TOTAL BUDGETED EXPENDITURE

♣ The municipality has originally budgeted a total expenditure of R 362.5 million and this budget is adjusted to R 406 million as guided by Mid- year budget and performance assessment reports:

I. Adjustment on Operational Expense.

- ✓ Salaries for employees are adjusted downwards with the budget for vacant posts which were not filled as at 31 December 2015 to the amount of **R 10.9 million**.
- ✓ No budget adjustments on the depreciation of assets for 2015/16.
- ✓ Debt impairments is increased by R11 million to provide for the increase in amount of unpaid debtors incurred during the current financial year and those of the previous financial years.
- ✓ Other operational expenditure was increased to provide for the significant increase in the repairs and maintenance budget of the infrastructure assets to the amount of R15 million for 2015/16. The budget for publication is significantly increased by R 7 million to fund newsletters and other publication activities for second quarter and third quarter of the 2015/16 financial year. Special programmes and mayor's outreach programmes are increase by R 1 million and R 1.2 million respectively. Budget for Free Basic Electricity and repair and maintenance for electricity facilities is increased by R1.5 million and R2 million respectively for 2015/16.
- ✓ No adjustment is made on the two outer financial years.

II. Adjustment on Capital Expenditure

The municipality's capital budget has been adjusted from R 134 million to R 151.1 million for 2015/16 comprising of R 300,000 for IT infrastructure and R 16.8 million for infrastructure assets.

Some of the projects affected by the adjustments are as follows:

- Construction of Kutupu Road 2015/16 (ES)
- ♣ Rehabilitation of R579 Road 2015/16 (ES)
- ♣ Construction of Rietfontein to Eensaam Access Road Phase 1 2015/16(MIG)
- Construction of Thabampshe Cross to Tswaing Access Road (2015/16(KIG))

Table 1 Consolidated Overview of the Adjusted 2015/16 MTREF:

Description	Adjustment Budget 2014/15 (R)	Original Budget 2015/16 (R)	Adjustment Increase/decrease (R)	Adjustment Budget 2015/2016 (R)	Adjustment Budget + 1 2016/2017 (R)	Adjustment Budget + 2 2017/18 (R)
Total Revenue	306 918 877.12	362 737 055.41	500 000.00	363 237 055.41	378 970 482.48	386 805 030.73
Total Operating Expenditure	207 757 131.55	228 614 604.67	26 296 808.41	254 911 413.08	223 456 746.01	236 925 305.46
Operating Surplus/ (Deficit for the year)	99 161 745.57	134 122 450.74	-25 796 808.41	108 325 642.33	155 513 736.47	149 879 725.27
Cash backed reserves	67 940 000.00	=	42 856 554.85	42 856 554.85	-	-
Total Funding for Capital Expenditure	167 101 745.57	134 122 450.74	17 059 746.44	151 182 197.18	155 513 736.47	149 879 725.27
Capital Expenditure	166 730 046.73	134 040 001.00	17 100 000.00	151 140 001.00	155 500 000.00	149 856 000.00
Total Surplus/Deficit	371 698.84	82 449.74	-40 253.56	42 196.18	13 736.47	23 725.27

Total revenue has been adjusted from R 362.7 million to R 363.2 million. This reflects an increase of R 0.5 million or 0.13% as compared to the original budget. For the two outer years, total revenue will remain increasing by 4.33% and 2.06% respectively, equating to a total revenue growth of R79.8 million over the MTREF when compared to the 2014/15 financial year. The total revenue includes the grants allocations from the national treasury and conditional grants.

The municipality included the cash backed reserves to the amount of R 42.8 million in the adjustment budget for 2015/16 to fund the expenditure for commitments for 2014/15 and the increase in capital expenditure for 2015/16. This reserves are backed by cash in bank resulting from the under spending of the budget in the previous financial years and amount received from SARS for VAT input which is not committed to any other service delivery programmes.

Total operating expenditure for the 2015/16 financial year has been adjusted from R 228.6 million to R 254.9 million and translates into an operating budgeted surplus of R 108 million as indicated in table B4. When compared to the 2014/15 Adjustments Budget, operational expenditure has increased by 22.7 per cent in the 2015/16 adjusted budget, declined by 12.3 per cent for 2016/17 and grown by 6.04 per cent for 2017/18 financial year. The operating surplus for the two outer years steadily increases to R 155.5 million and then R 149.8 million respectively. These surpluses will be used to fund capital expenditure and to further ensure cash backing of reserves and funds.

The capital budget of R 134 million for 2015/16 has been adjusted to R 151.1 million and decreased by 9.35 per cent as compared to the 2014/15 Adjustment Budget.

The capital expenditure increases to R 155.5 million in the 2016/17 financial year and decreases to R 149.8 million in 2017/2018. Of the total capital budget an amount of R 58.7 million is funded by MIG for roads and bridges. The rest of the capital projects and acquisitions of new assets are being funded from the equitable share budget and Cash backed reserves.

Operating Revenue Framework

For Makhuduthamaga local 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 45% of the total own revenue. Property rates tariffs remain unchanged at 2 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 2015/2016 financial year and the two outer years.

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 2015/16 MTREF (classified by main revenue source)

Table 2 Summary of revenue classified by main revenue source

LIM473 Makhuduthamaga - Table B4 A	djus	tments Budg	get Finan	cial Perf	ormance (revenue a	and expend	liture) -				
		Budget Year 2015/16									Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands	1	Α	A1	В	С	D	E	F	G	Н		
Revenue By Source												
Property rates	2	32 828	-	-	-	-	-	(994)	(994)	31 834	39 800	43 780
Property rates - penalties & collection charges									-	-		
Service charges - electricity revenue	2	_	-	-	-	-	-	-	-	-	_	_
Service charges - water revenue	2	_	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	_	-	-	-	-	_	-	-	-	-	-
Service charges - refuse revenue	2	_	-	-	-	-	_	-	-	-	_	-
Service charges - other									-	-		
Rental of facilities and equipment		95						20	20	115	104	115
Interest earned - external investments		12 702						(1 000)	(1 000)	11 702	13 973	15 370
Interest earned - outstanding debtors		17 998						2 500	2 500	20 498	21 597	23 757
Dividends received									-	-		
Fines		525						54	54	579	578	635
Licences and permits									-	-		
Agency services		5 159						(250)	(250)	4 909	5 933	6 526
Transfers recognised - operating		232 170						-	-	232 170	233 223	229 161
Other revenue	2	1 310	-	_	-	-	-	(330)	(330)	980	1 441	1 585
Gains on disposal of PPE									-	_		
Total Revenue (excluding capital transfers and contributions)		302 787	-	-	-	-	-	-	_	302 787	316 648	320 929
Transfers recognised - capital		59 950						500	500	60 450	62 322	65 876
Total Revenue Including Capital Transfers		362 737	-	-	_	_	_	500	500	363 237	378 970	386 805

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 302.7 million for 2015/2016, R 316.6 million for 2016/2017 and R 320.9 million for 2017/2018. As indicated in the table above, revenue from interest on investment was decreased by R 1 million due to lower performance in the first half of the financial year. Other revenue is also adjusted down by R 330,000 as a result of lower sales on tender documents. No adjustments were made on the government grants as per the Dora issued in October 2015.

Licences and permits have been reduced due to the poor performance as per mid -year assessment reports. Property rates budget has been decrease as a result of the supplementary valuation roll which

was no longer being implemented during the current financial year, and the budget for interest on outstanding debtors has been increased due to the increase in the amounts of outstanding debtors.

Revenue from government grants forms a significant percentage of the total operating revenue for the municipality for all of the 2015/2016 MTREF. This clearly indicate that our municipality is dependent on government grants which contribute 77% of the total operating revenue in 2015/2016 budget year and 74% across the whole 2015/2016 MTREF outer years..

❖ Operating Expenditure Framework

As indicated in the original budget, the municipality's expenditure framework for the 2015/2016 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 2015/16 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) -

Description	Ref		Budget Year 2015/16									
Scoonpach		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands	1	Α	A1	В	С	D	E	F	G	Н		
Expenditure By Type												
Employee related costs		65 951	_	_	_	_	_	(10 948)	(10 948)	55 003	68 310	72 511
Remuneration of councillors		19 909						-	-	19 909	20 031	21 032
Debt impairment		18 935						11 065	11 065	30 000	18 935	18 935
Depreciation & asset impairment		16 616	-	-	-	-	-	-	-	16 616	16 616	18 277
Finance charges									-	-		
Bulk purchases		-	-	-	-	-	-	-	-	-	-	-
Other materials									-	-		
Contracted services		45 820	-	-	-	-	-	12 700	12 700	58 520	41 514	45 132
Transfers and grants									-	-		
Other expenditure		61 383	-	-	-	-	-	13 480	13 480	74 863	84 472	88 851
Loss on disposal of PPE									-	-		
Total Expenditure		228 615	-	-	-	-	-	26 297	26 297	254 911	249 878	264 739

Adjustment on employee related costs

The budget for Employee related costs has been reduced by R 10.9 million as a result of the following positions that were still vacant as at 31 December 2015:

Department	Post name
Mayor's Office	Youth Officer
	2. Senior Community Liaison Officer
MM's Office	1 Manager in the MM's Office2 Chief Risk Officer3 Manager: Internal Audit
Corporate Services	 Labour Relations Officer IT Technician Senior MPAC researcher
Budget & Treasury	 Chief Financial Officer Inventory Officer Senior payroll officer 5 x cashiers Accountant Expenditure: Infrastructure Assets
Community Services	Senior manager Admin Clerk

	3. 6 x General workers
	J. U A Gellelai Wulkels
	4. Chief Traffic Officer
	5. 4 x Traffic Officer
	6. 6 x Examiner
	7. Land Fill Operator
	8. Waste collection Driver
Speaker'Office	1. Secretary: Chief Whip
	2. 2 x Protocol Officer
Economic Development and Planning	 Senior Manager. Tourism Officer. IDP Officer. Senior Town Planner. Performance Officer.

Remuneration of councillors

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 2015/2016. The total amount of **R19.9 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.

Debt impairment

The provision of debt impairment for 2015/2016 was determined based on the Debt Write-off Policy of the municipality. For the 2015/16 financial year this amount equates to R 18.9 million and decreases to R 5.6 million by 2016/17. While this expenditure is considered to be a non-cash flow item, it informed the total cost associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues. For 2015/16 budget year the provision for impairment has been adjusted to R 30 million and government debts was not considered in the calculation of the amount as per the policy of the municipality.

Depreciation

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy and GRAP 17. The original budget appropriations in this regard total R 16.6 million for the 2015/2016 financial year and equates to 7% of the total operating expenditure and no adjustments were made to this budgeted amount.

Finance charges

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

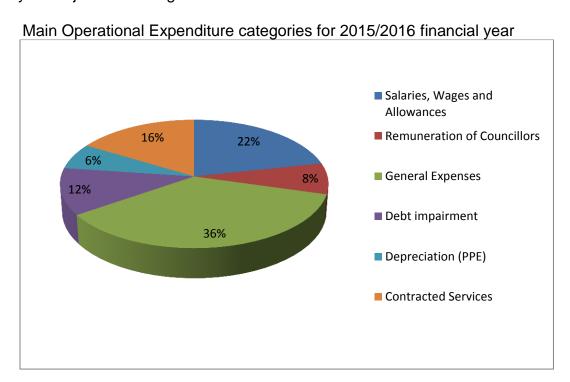
Contracted Services

Contracted services comprises of security services, cleaning services, repairs and maintenance for infrastructure assets and operating leases for office equipments and machinery. For the current year budget, contracted services has been increased with R 12,7 million to provide for the significant increase in the repairs and maintenance expenditure of the municipal infrastructure assets while the budgets for 2016/2017 and 2017/2018 remain unadjusted.

The budget for other expenditure has been adjusted down by R 24.5 million to cover the publication and the increase in provision for bad bad debts as a result of increase in outstanding debts to the municipality. There was also increase in some operational programmes such as public participation, mayoral outreach programmes and solid waste collection.

Further explanations and reasons for adjustments are provided under supporting documents of the adjustment budget under adjustments to Service Delivery and Implementation Plan.

The following bar chart gives a breakdown of the main expenditure categories for the 2015/16 financial year Adjustment Budget.



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 2015/16 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. Repairs and maintenance is adjusted by **R 12.7 million** 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. The budget for Free Basic Electricity for 2015/2016 was increased by R 1.5 million and the two outer years remains unadjusted.

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 -

Description	Ref	-	-	-		dget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
		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
		.	5	6	7	8	9	10	11	12		
R thousands		A	A1	В	С	D	E	F	G	Н		
Capital expenditure - Vote Multi-year expenditure to be adjusted												
Vote 1 - Council	2			_						_	_	
		-	-	_	_	-	_	-	_			_
Vote 2 - Office of the Municipal Manager		-	-	_	_	-		-		-	_	_
Vote 3 - Economic Development and Planning Vote 4 - Infrastructure Development		116 690	-	_	_	_	-	- 16 800	16 800	133 490	125 850	118 956
·		110 090	-	_	_	_	_	10 000	10 000	133 490	120 000	110 930
Vote 5 - Community Services		-			_	_		-		-		_
Vote 6 - Corporate Services Vote 7 - Budget and Treasury		-		-	_	_	-	-	-	_	_	_
Vote 8 -		-	-	-	_	_	_	-	_	_	_	_
Vote 9 -			_	_	_	_	_	_	_	_	_	_
Vote 10 -				_			_		_	_	_	
Vote 11 -		-	-		-	-	_	-	_	_	_	-
Vote 11 - Vote 12 -		-	-	-	_	-	_	-	_	-		_
Vote 12 - Vote 13 -		-	-	-	_	-		-		-	_	_
		-	-	-		-	-	-	-			_
Vote 14 - Vote 15 -		-	-	-	-	-	-	-	-	-	-	_
Capital multi-year expenditure sub-total	3	116 690	-		-	-	-	16 800	16 800	133 490	125 850	118 956
		110 030	-	-	_	_	-	10 000	10 000	133 430	123 030	110 330
Single-year expenditure to be adjusted	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Economic Development and Planning		4 700	-	-	-	-	-	(1 000)	(1 000)	3 700	5 800	7 900
Vote 4 - Infrastructure Development		2 100	-	-	-	-	-	-	-	2 100	1 500	-
Vote 5 - Community Services		1 000	-	-	-	-	-	(500)	(500)	500	-	-
Vote 6 - Corporate Services		2 250	-	-	-	-	-	1 800	1 800	4 050	2 850	
Vote 7 - Budget and Treasury		7 300	-	-	-	-	-	-	-	7 300	19 500	20 000
Vote 8 -		-	-	-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		17 350	-	-	-	-	-	300	300	17 650	29 650	1
Total Capital Expenditure - Vote		134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856

For 2015/2016 an amount of R 134.4 million was originally appropriated for the capital expenditure to be funded by MIG grant, and equitable share. For 2016/2017 and 2017/2018 the budget has been appropriated at R 155.5 million and R 149.8 million respectively. The capital budget for 2015/2016 has been increase by R 17.1 million for projects which haven't been completed and need addition funding. These include amongst others projects such as construction of Kutupu Road, Rehabilitation of the R579 Road, Construction of Thabampshe Cross to Tswaing Access Road and the construction of Rietfontein to Eensaam access road.

Infrastructure and development vote is appropriated the highest allocation of R 135.5 million in 2015/2016 which equates to 90 per cent of the total capital budget, followed by budget and treasury at R 7.1 million which makes about 5 per cent of the total capital budget. The remaining 5 per cent is allocated to corporate services at 3 per cent, economic development and planning at 2 per cent.

Renewal of existing assets was allocating R 5 million during the original budget for 2015/2016 which is 4 percent of the total capital budget and is adjusted to R 9 million. Further detail relating to asset classes and proposed capital expenditure is contained in Table 15 MBRR Table B9 (Asset Management). In addition to the MBRR Table B9, MBRR Tables SB18a, b, c provides a detailed breakdown of the capital programme relating to new asset construction, capital asset renewal as well as operational repairs and maintenance by asset class.

Adjustments made on capital expenditure per Asset category can be summarised as follows:

- Construction of roads, bridges and storm water Adjusted from R 116.6 million to R133.4 million
- Other Assets Adjusted from R 16.4 million to R 17.2 million
- Community Assets Adjusted from R 1 million to R 500 thousands.

1.4 ADJUSTMENT BUDGET TABLES (B1 to B10)

The following are the ten main B schedule tables for the annual budget of Makhuduthamaga municipality for the 2015/2016 MTREF.

1.4.1 Table 5 MBRR B1 - Annual Budget Summary

Description R thousands Financial Performance Property rates Service charges Investment revenue Transfers recognised - operational	Original Budget	Prior	A	Budget Year 2015/16										
Financial Performance Property rates Service charges Investment revenue	_	Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget 8	Adjusted Budget	Adjusted Budget			
Financial Performance Property rates Service charges Investment revenue	Α	A1	В	C	D T	E	F	G	Н					
Service charges Investment revenue														
Service charges Investment revenue	32 828	_	_	_	_	_	(994)	(994)	31 834	39 800	43 780			
Investment revenue	_	-	_	-	_	_		` _ ´	_	_	_			
Transfers recognised - operational	12 702	-	_	-	_	_	(1 000)	(1 000)	11 702	13 973	15 370			
rransists recognised - operational	232 170	-	_	-	_	-	-	` _ `	232 170	233 223	229 161			
Other own revenue	25 086	-	_	-	_	-	1 994	1 994	27 081	29 653	32 618			
Total Revenue (excluding capital transfers and contributions)	302 787	-	-	-	-	-	-	-	302 787	316 648	320 929			
Employee costs	65 951	-	-	-	-	-	(10 948)	(10 948)	55 003	68 310	72 511			
Remuneration of councillors	19 909	-	-	-	_	-	_	- 1	19 909	20 031	21 032			
Depreciation & asset impairment	16 616	-	_	-	_	-	_	-	16 616	16 616	18 277			
Finance charges	_	_	_	_	_	_	_	_	_	_	_			
Materials and bulk purchases	_	-	_	_	_	-	_	_	_	_	_			
Transfers and grants	_	-	_	-	_	-	_	-	_	_	_			
Other expenditure	126 139	-	-	-	-	-	37 245	37 245	163 384	144 921	152 918			
Total Expenditure	228 615	-	-	-	-	-	26 297	26 297	254 911	249 878	264 739			
Surplus/(Deficit)	74 172	-	-	-	_	-	(26 297)	(26 297)	47 876	66 771	56 190			
Transfers recognised - capital	59 950	-	_	-	_	-	500	500	60 450	62 322	65 876			
Contributions recognised - capital & contributed assets	_	-	_	-	_	-	_	-	_	_	_			
Surplus/(Deficit) after capital transfers & contributions	134 122	-	-	-	-	-	(25 797)	(25 797)	108 326	129 093	122 066			
Share of surplus/ (deficit) of associate	-	-	_	-	-	-	-	-	-	-	-			
Surplus/ (Deficit) for the year	134 122	-	-	-	-	-	(25 797)	(25 797)	108 326	129 093	122 066			
Capital expenditure & funds sources														
Capital expenditure	134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856			
Transfers recognised - capital	134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856			
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-			
Borrowing	-	-	-	-	-	-	-	-	-	-	-			
Internally generated funds Total sources of capital funds	- 134 040	-	_		-	_	- 17 100	- 17 100	- 151 140	155 500	149 856			
Financial position														
Total current assets	87 169	-	-	_	-	-	(17 100)	(17 100)	70 069	84 993	82 856			
Total non current assets	478 216	-	_	-	_	-	17 100	17 100	495 316	616 019	765 625			
Total current liabilities	18 120	-	_	-	_	-	_	-	18 120	20 051	20 907			
Total non current liabilities	_	-	_	-	_	-	_	-	_	_	_			
Community wealth/Equity	547 265	-	-	_	_	-	-	-	547 265	680 962	827 575			
Cash flows														
Net cash from (used) operating	155 273	_	_	_	_	_	14 792	14 792	170 065	167 625	162 531			
Net cash from (used) investing	(161 843)	_	_	_	_	_	-	-	(161 843)	(169 876)	(165 685)			
Net cash from (used) financing	(101 040)	_	_	_	_	_	_	_	(101 040)	(100 010)	(100 000)			
Cash/cash equivalents at the year end	105 548	-	-	_	_	_	14 792	14 792	120 340	118 089	114 935			
Cash backing/surplus reconciliation														
Cash and investments available	51 932	-	_	_	_	-	(17 100)	(17 100)	34 832	49 680	46 526			
Application of cash and investments	(11 788)	-	_	-	_	_	(8 003)	(8 003)	(19 792)	(13 619)	(16 060)			
Balance - surplus (shortfall)	63 720	-	-	-	-	-	(9 097)	(9 097)	54 623	63 299	62 586			
Asset Management														
Asset register summary (WDV)	478 216	-	-	-	-	-	17 100	17 100	495 316	614 848	764 454			
Depreciation & asset impairment	16 616	-	-	-	-	-	-	-	16 616	16 616	18 277			
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-	-	-			
Repairs and Maintenance	-	-	-	-	-	-	-	-	-	-	-			
Free services	2 500						1 500	1 500	4.000	E 000	6 000			
Cost of Free Basic Services provided	2 500	-	-	-	-	-	1 500	1 500	4 000	5 000	6 000			
Revenue cost of free services provided	605	-	-	-	-	-	-	-	605	605	605			
Households below minimum service level		_	_							_				
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 (standard classification) -

Standard Description	Ref				Ви	idget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
		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
			5	6	7	8	9	10	11	12		
R thousands	1, 4	Α	A1	В	С	D	Е	F	G	Н		
Revenue - Standard												
Governance and administration		362 737	-	-	-	_	-	500	500	363 237	378 970	386 805
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Budget and treasury office		362 737	-	-	-	-	-	500	500	363 237	378 970	386 805
Corporate services		-	-	-	-	_	-	-	-	-	-	_
Community and public safety		-	-	-	-	_	-	-	-	-	-	_
Community and social services		_	_	-	_	_	-	-	_	_	_	_
Sport and recreation		_	_	_	_	_	_	_	_	_	_	_
Public safety		_	_	_	_	_	_	_	_	_	_	_
Housing		_	_	_	_	_	_	_	_	_	_	_
Health		_	_	_	_	_	_	_	_	_	_	_
Economic and environmental services		_	_	_	_	_	_	_	_	_	_	_
Planning and development		_	_	_	_	_	_	_	_	_	_	_
Road transport		_	_	_	_	_	_	_	_	_	_	_
Environmental protection		_	_	_	_	_	_	_	_	_	_	
Trading services					_		_	_	_	_	_	_
•		-	-	-		-						_
Electricity		-	-	-	-	-	-	-	-	-	-	_
Water		-	-	-	_	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	362 737	-	-	-	-	-	500	500	363 237	378 970	386 805
Expenditure - Standard												
Governance and administration		147 525	-	-	-	-	-	12 755	12 755	160 280	158 253	166 237
Executive and council		45 746	-	-	-	-	-	9 180	9 180	54 925	50 279	52 718
Budget and treasury office		81 989	-	-	-	_	-	6 297	6 297	88 285	83 707	88 755
Corporate services		19 791	-	-	-	_	-	(2 721)	(2 721)	17 069	24 267	24 764
Community and public safety		22 398	_	_	_	_	_	(5 087)		17 311	21 241	22 624
Community and social services		6 863	_	_	_	_	_	(1 982)	. 1	4 881	6 953	7 432
Sport and recreation		2 100	_	_	_	_	_	(200)	` 1	1 900	850	900
Public safety		13 436	_	_	_	_	_	(2 905)	1 1	10 530	13 438	14 292
Housing		-	_	_	_	_	_	(2000)	-	-	-	_
Health		_	_	_	_	_	_	_	_	_	_	_
Economic and environmental services		46 345	_	_	_	_	_	14 298	14 298	60 642		59 899
Planning and development		17 756	_	_	_	_	_	(537)		17 219		30 905
Road transport		28 589			-			14 834	14 834	43 423	26 561	28 994
·		20 009	-	-		-	-	14 034				20 394
Environmental protection		40 047	-	-	-	-	-	4 204	4 224	46 670	16 605	45.070
Trading services		12 347	-	-	-	-	-	4 331	4 331	16 678		15 979
Electricity		6 980	-	-	_	-	-	3 500	3 500	10 480	5 399	6 424
Water		-	-	-	-	-	-	-	-	-	-	_
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		5 367	-	-	-	-	-	831	831	6 197	11 205	9 555
Other	Ш	-	-	-	-	-	-	-	-	-	_	-
Total Expenditure - Standard	3	228 615	-	-	-	-	-	26 297	26 297	254 911	249 878	264 739
urplus/ (Deficit) for the year		134 122	-	-	-	-	-	(25 797)	(25 797)	108 326	129 093	122 066

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) -

Vote Description					Ви	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
·	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
[Insert departmental structure etc]			3	4	5	6	7	8	9	10		
R thousands		Α	A1	В	С	D	E	F	G	Н		
Revenue by Vote	1											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	_
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		362 737	-	-	_	-	-	500	500	363 237	378 970	386 805
Vote 8 -		-	_	_	_	-	_	_	_	_	_	_
Vote 9 -		-	_	_	_	-	_	_	_	_	_	_
Vote 10 -		-	_	_	_	-	_	_	_	_	_	_
Vote 11 -		_	_	_	_	-	_	_	_	_	_	_
Vote 12 -		_	_	_	_	-	_	_	_	_	_	_
Vote 13 -		_	_	_	_	-	_	_	_	_	_	_
Vote 14 -		_	_	_	_	-	_	_	_	_	_	_
Vote 15 -		_	_	_	_	-	_	_	_	_	_	_
Total Revenue by Vote	2	362 737	_	_	_	-	_	500	500	363 237	378 970	386 805
Expenditure by Vote	1											
Vote 1 - Council	'	39 487	_	_	_	_		9 775	9 775	49 262	43 719	45 605
Vote 2 - Office of the Municipal Manager		6 259	_	_	_	_	_	(595)		5 664		
Vote 3 - Economic Development and Planning		17 756	_	_	_	_	_	(537)	, ,	17 219		
Vote 4 - Infrastructure Development		35 569	-				-	18 334		53 903		
Vote 5 - Community Services		27 765		_	_	-	-	(4 256)		23 509		
Vote 6 - Corporate Services		19 791	-	-	-			(2 721)		17 069		
Vote 7 - Budget and Treasury		81 989	_	_	_	1	_	6 297	6 297	88 285		
Vote 8 -		-	_	_	_	_	_	-	-	-	-	_
Vote 9 -		_	_	_	_	_	_	_	_	_	_	_
Vote 10 -		_	_	_	_	_	_	_	_	_	_	_
Vote 11 -		_	_	_	_	_	_	_	_	-	_	_
Vote 12 -		_ [_	_		_	_	_	_	_	_	
Vote 13 -		_ [_	_	_	_		_	_	-	_	
Vote 14 -		_ [-	-	_	-			_	-	_	
Vote 15 -		-			_	-	-	-	_	-	_	_
Total Expenditure by Vote	2	228 615	-	-	-	- -	-	26 297	26 297	254 911		264 739
Surplus/ (Deficit) for the year	2	134 122	-		-	-	-	(25 797)		108 326		

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) -

5					Ві	idget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	А	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source	H	А	А				_	'	0			
Property rates	2	32 828	_	_	_	_	_	(994)	(994)	31 834	39 800	43 780
Property rates - penalties & collection charges								,	` <i>_</i> ′	_		
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	_	-	-
Service charges - water revenue	2	-	_	-	_	_	-	_	_	_	_	_
Service charges - sanitation revenue	2	-	_	-	_	_	-	_	_	_	_	_
Service charges - refuse revenue	2	-	_	-	-	_	_	-	_	_	_	_
Service charges - other									_	_		
Rental of facilities and equipment		95						20	20	115	104	115
Interest earned - external investments		12 702						(1 000)	(1 000)	11 702	13 973	15 370
Interest earned - outstanding debtors		17 998						2 500	2 500	20 498	21 597	23 757
Dividends received									-	_		
Fines		525						54	54	579	578	635
Licences and permits		020						•	_	_	0.0	
Agency services		5 159						(250)	(250)	4 909	5 933	6 526
Transfers recognised - operating		232 170						(200)	(200)	232 170	233 223	229 161
Other revenue	2	1 310	_	-	_	_	_	(330)	(330)	980	1 441	1 585
Gains on disposal of PPE	-	1010						(000)	-	_		1 000
Total Revenue (excluding capital transfers and		302 787	_	-	-	_	_	-	_	302 787	316 648	320 929
contributions)												
Expenditure By Type												
Employee related costs		65 951	-	-	-	-	-	(10 948)	(10 948)	55 003	68 310	72 511
Remuneration of councillors		19 909						-	-	19 909	20 031	21 032
Debt impairment		18 935						11 065	11 065	30 000	18 935	18 935
Depreciation & asset impairment		16 616	-	-	-	-	-	-	-	16 616	16 616	18 277
Finance charges									-	-		
Bulk purchases		-	-	-	-	-	-	-	-	-	-	-
Other materials									-	-		
Contracted services		45 820	_	-	-	-	-	12 700	12 700	58 520	41 514	45 132
Transfers and grants									_	_		
Other expenditure		61 383	-	-	-	-	-	13 480	13 480	74 863	84 472	88 851
Loss on disposal of PPE									_	_		
Total Expenditure		228 615	-	-	-	-	-	26 297	26 297	254 911	249 878	264 739
Surplus/(Deficit)		74 172	_	_	-	_	_	(26 297)	(26 297)	47 876	66 771	56 190
Transfers recognised - capital		59 950						500	500	60 450	62 322	65 876
Contributions recognised - capital		00 000						000	-	-	02 022	00010
Contributed assets										_		
Surplus/(Deficit) before taxation		134 122	_	-	-	-	-	(25 797)	(25 797)	108 326	129 093	122 066
Taxation		10-7 122						(20101)	(23131)	100 320	.20 000	122 000
Surplus/(Deficit) after taxation		134 122	_	-	_	_	-	(25 797)		108 326	129 093	122 066
Attributable to minorities		134 122	-	-	-	_	_	(23 131)	(23 131)	100 320	123 033	122 000
Surplus/(Deficit) attributable to municipality		134 122	_	-	_	_	_	(25 797)	(25 797)	108 326	129 093	122 066
Share of surplus/ (deficit) of associate		134 122	-	-	_	_	_	(23 131)			125 093	122 000
onare or surprise (denote) of associate	\perp								-	-		122 066

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 -

Description	Ref				Bu	dget Year 2015	i/16				Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted 5	Accum. Funds	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		Α	A1	В	c	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Council		-	-	-		-	-	=	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	=	-	-	-	-
Vote 3 - Economic Development and Planning		- 440,000	-	-	-	-	-	40,000	40,000	400 400	405.050	440.050
Vote 4 - Infrastructure Development Vote 5 - Community Services		116 690	-	1	-	-		16 800	16 800	133 490		118 956
Vote 6 - Community Services Vote 6 - Corporate Services		-	-	-	_	_	_ [_	_	_	_	_
Vote 7 - Budget and Treasury		_	_	_	_	_		_	_	_	_	_
Vote 8 -		_	_	_	_	_	_	_	_	_	_	_
Vote 9 -		_	_	_	_	_	_	_	-	_	_	_
Vote 10 -		-	_	-	-	_	-	_	- 1	-	-	-
Vote 11 -		-	-	-	-	_	-	_	- 1	-	_	-
Vote 12 -		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	_	-		-	-
Capital multi-year expenditure sub-total	3	116 690	-	-	-	-	-	16 800	16 800	133 490	125 850	118 956
Single-year expenditure to be adjusted	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	_
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	_	-	-	-	-
Vote 3 - Economic Development and Planning		4 700	-	-		-	-	(1 000)	(1 000)	3 700		7 900
Vote 4 - Infrastructure Development		2 100	-	-	-	-	-	-	-	2 100		-
Vote 5 - Community Services		1 000	-	-	-	-	-	(500)	(500)	500		-
Vote 6 - Corporate Services		2 250	-	-		-	-	1 800	1 800	4 050		3 000
Vote 7 - Budget and Treasury Vote 8 -		7 300	-	-	_	_		_	_	7 300	19 500	20 000
Vote 9 -			_	-		_		_		_	_	_
Vote 10 -		=	_	_	-	_		_	-	_	_	_
Vote 11 -		_	_	_	_	_	_	_	_	_	_	_
Vote 12 -		_	_	_	_	_	_	_	_	_	_	_
Vote 13 -		_	_	_	_	_	_	_	_	_	_	_
Vote 14 -		-	_	-	-	_	-	_	- 1	-	-	-
Vote 15 -		-	-	-		-	-	_	-	-	-	-
Capital single-year expenditure sub-total		17 350	-	-	-	-	-	300	300	17 650	29 650	30 900
Total Capital Expenditure - Vote		134 040		-	-	-	-	17 100	17 100	151 140	155 500	149 856
Capital Expenditure - Standard												
Governance and administration		9 550	-	-	-	-	-	1 800	1 800	11 350	22 350	23 000
Executive and council									-	-		
Budget and treasury office		7 300						-	-	7 300	19 500	20 000
Corporate services		2 250						1 800	1 800	4 050		3 000
Community and public safety		1 000	-	-	-	-	-	(500)	(500)	500	-	-
Community and social services									-	-		
Sport and recreation		4.000						(500)	- (500)	-		
Public safety		1 000						(500)	(500)	500	-	-
Housing Health									_	-		
Economic and environmental services		121 390	_	_	_	_	_	15 800	15 800	137 190	131 650	126 856
Planning and development		4 700						(1 000)	(1 000)	3 700		7 900
Road transport		116 690						16 800	16 800	133 490		118 956
Environmental protection									-	-		
Trading services		2 100	-	-	-	-	-	-	- 1	2 100	1 500	-
Electricity		2 100						_	-	2 100	1 500	-
Water									-	-		
Waste water management									-	-		
Waste management		-						-	-	-	-	-
Other									-	-		
Total Capital Expenditure - Standard	3	134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856
Funded by: National Government		59 950						_	_	59 950	62 322	65 876
Provincial Government									-	-		
District Municipality									_	_		
Other transfers and grants		74 090						17 100	17 100	91 190	93 178	83 980
Total Capital transfers recognised	4	134 040	-	-	-	-	-	17 100	17 100	151 140		149 856
Public contributions & donations									-	-		
Borrowing									-	-		
Internally generated funds									-	-		
Total Capital Funding		134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856

1.4.6 Table 10 MBRR B6 – Budgeted Financial Position LIM473 Makhuduthamaga - Table B6 Adjustments Budget Financial Position -

Doggription	Ref				Bu	dget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Kei	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
D they condo		٨	3	4 B	5 C	6 D	7 E	8 F	9 G	10		
R thousands ASSETS	-	A	A1	В	C	U	Е	Г	G	Н		
Current assets												
Cash		51 932						16 764	16 764	68 696	49 680	46 526
Call investment deposits	1	01 302	_	_	_	_	_	-	-	-	-	40 320
Consumer debtors		19 223	_	_	_	_	_	_	_	19 223	25 493	29 560
Other debtors	'	15 600	_	_	-	-	-	(2 675)	(2 675)	12 925	9 500	6 450
Current portion of long-term receivables		13 000						(2013)	(2013)	12 323	9 300	0 430
Inventory		415							_	415	320	320
Total current assets	-	87 169		_	_	_	_	14 089	14 089	101 258	84 993	82 856
Total current assets	-	07 109		-	-	-	-	14 009	14 009	101 230	04 993	02 030
Non current assets												
Long-term receivables									-	-		
Investments									-	-		
Investment property		1 172						-	-	1 172	1 172	1 172
Investment in Associate									-	-		
Property, plant and equipment	1	475 181	-	-	-	-	-	(122 271)	(122 271)	352 909	613 234	763 090
Agricultural									-	-		
Biological									-	-		
Intangible		1 864						200	200	2 064	1 614	1 364
Other non-current assets									-	-		
Total non current assets		478 216	-	-	-	-	-	(122 071)	(122 071)	356 145	616 019	765 625
TOTAL ASSETS		565 385	-	-	-	ı	-	(107 982)	(107 982)	457 403	701 012	848 481
LIABILITIES												
Current liabilities												
Bank overdraft									_	_		
Borrowing		_	_	_	_	_	_	_	_	_	_	_
Consumer deposits									_	_		
Trade and other payables		14 376	_	_	_	_	_	_	_	14 376	15 829	16 120
riado ana otnor pajabloo		11010									4 222	4 787
Provisions		3 744						_	_	3 /44		7 101
Provisions Total current liabilities		3 744 18 120		_	_	-	_	-	-	3 744 18 120		20 907
Total current liabilities		3 744 18 120	-	-	_	-	-	-		18 120	20 051	20 907
Total current liabilities Non current liabilities			-	-	-	-	-	-				20 907
Total current liabilities Non current liabilities Borrowing	1		-	-	-	-	-	-				20 907
Total current liabilities Non current liabilities Borrowing Provisions	1 1		- - -	- - -	- - -		-	-	-		20 051	20 907 - -
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities	1 1	18 120 - - -				-		-	- - -	18 120 - - -	20 051 - - -	- - -
Total current liabilities Non current liabilities Borrowing Provisions	1 1	18 120 -	-	-	-	-	-	- - -		18 120 - -	20 051 - -	20 907 - - - 20 907
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities	1 1 2	18 120 - - -	-	-	-	- -	-	- - -	- - -	18 120 - - -	20 051 - - -	- - -
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities TOTAL LIABILITIES NET ASSETS	<u> </u>	18 120 - - - - 18 120	- - -	-	-		-	- - -	- - -	18 120 - - - 18 120	20 051 - - - 20 051	- - - 20 907
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities TOTAL LIABILITIES NET ASSETS COMMUNITY WEALTH/EQUITY	<u> </u>	18 120 - - - 18 120 547 265	-	-		- - - -	-	- - - - (107 982)	- - - - - (107 982)	18 120 - - - 18 120 439 283	20 051 - - - 20 051 680 962	- - 20 907 827 575
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities TOTAL LIABILITIES NET ASSETS COMMUNITY WEALTH/EQUITY Accumulated Surplus/(Deficit)	<u> </u>	18 120 - - - - 18 120	- - - -	- - - -			-	- - - - (107 982)	- - - - (107 982)	18 120 - - - 18 120	20 051 - - - 20 051	- - - 20 907
Total current liabilities Non current liabilities Borrowing Provisions Total non current liabilities TOTAL LIABILITIES NET ASSETS COMMUNITY WEALTH/EQUITY	<u> </u>	18 120 - - - 18 120 547 265	-			- - - -	-	- - - - (107 982)	- - - - - (107 982)	18 120 - - - 18 120 439 283	20 051 - - - 20 051 680 962	- - 20 907 827 575

1.4.7 Table 11 MBRR B7 – Budgeted Cash Flows

LIM473 Makhuduthamaga - Table B7 Adjustments Budget Cash Flows -

					Ви	dget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		Α	A1	В	С	D	E	F	G	Н		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges		16 414						(6 000)	(6 000)	10 414	27 860	37 213
Service charges									-	-		
Other revenue		27 101						-	-	27 101	30 588	31 059
Government - operating	1	232 170						-	-	232 170	233 223	229 161
Government - capital	1	59 950						500	500	60 450	62 322	65 876
Interest		12 702						(1 000)	(1 000)	11 702	13 973	15 370
Dividends									-	-		
Payments												
Suppliers and employees		(193 064)						(15 232)	(15 232)	(208 296)	(200 340)	(216 148)
Finance charges									-	-	-	-
Transfers and Grants	1								-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		155 273	-	-	-	-	-	(21 732)	(21 732)	133 541	167 625	162 531
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									_	_		
Decrease (Increase) in non-current debtors									_	_		
Decrease (increase) other non-current receivables									_	_		
Decrease (increase) in non-current investments									_	_		
Payments												
Capital assets		(161 843)						(15 120)	(15 120)	(176 963)	(169 876)	(165 685)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(161 843)	-	_	_	_	-	(15 120)	(15 120)	(176 963)	, ,	
, ,		(,						()	(10.12)	(********	(100000)	(100 100)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									-	-		
Borrowing long term/refinancing									-	-		
Increase (decrease) in consumer deposits									-	-		
Payments												
Repayment of borrowing	\dashv								-	-		
NET CASH FROM/(USED) FINANCING ACTIVITIES	\dashv	-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		(6 570)	-	-	-	-	-	(36 852)	(36 852)	(43 422)	(2 251)	(3 154)
Cash/cash equivalents at the year begin:	2	112 117						-	-	112 117	68 696	66 445
Cash/cash equivalents at the year end:	2	105 548	-	-	-	-	-	(36 852)	(36 852)	68 696	66 445	63 291

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

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

Description	Ref				Ви	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Kei	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		A	A1	В	С	D	Е	F	G	Н		
Cash and investments available												
Cash/cash equivalents at the year end	1	105 548	-	-	-	-	-	(36 852)	(36 852)	68 696	66 445	63 291
Other current investments > 90 days		(53 616)	-	-	-	-	-	53 616	53 616	0	(16 764)	(16 764)
Non current assets - Investments	1	-	-	ı	-	-	-	-	-	-	-	-
Cash and investments available:		51 932	-	-	-	-	-	16 764	16 764	68 696	49 680	46 526
Applications of cash and investments												
Unspent conditional transfers		_	_	-	_	_	_	_	_	_	_	_
Unspent borrowing									-	-		
Statutory requirements									-	-		
Other working capital requirements	2	(11 788)	-					5 694	5 694	(6 094)	(13 619)	(16 060)
Other provisions									-	-		
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		-	-					_	-	-	-	_
Total Application of cash and investments:		(11 788)	-	-	-	-	-	5 694	5 694	(6 094)	(13 619)	(16 060)
Surplus(shortfall)		63 720	-	-	-	-	-	11 070	11 070	74 790	63 299	62 586

1.4.9 Table 13 MBRR table B9 - Asset Management



LIM473 Makhuduthamaga - Table B9 Asset Management -

					Bu	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt	Other Adjusts. 12	Total Adjusts.	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		Α	A1	В	С	D	E	F	G	Н		
CAPITAL EXPENDITURE <u>Total New Assets</u> to be adjusted	1	404.040						47.400	47.400	454.440	455 500	440.050
Infrastructure - Road transport	1	134 040 116 690	-	_	_	_	_	17 100 16 800	17 100 16 800	151 140 133 490	155 500 125 850	149 856 118 956
Infrastructure - Electricity		2 100	_	_	_	_	_	-	-	2 100	1 500	-
Infrastructure - Water		-	_	_	-	_	_	_	_	-	-	_
Infrastructure - Sanitation		-	-	_	-	_	-	_	-	-	_	_
Infrastructure - Other		_	-	-	-	-	-	-	-	-	-	-
Infrastructure		118 790	-	-	-	-	-	16 800	16 800	135 590	127 350	118 956
Community		1 000	-	-	-	-	-	(500)	(500)	500	-	-
Heritage assets		-	-	-	_	_	-	_	-	-	-	_
Investment properties Other assets	6	14 250	_	_	_	_	_	800	800	15 050	28 150	30 900
Agricultural Assets	ľ	14 250	_	_	_	_	_	-	_	-	20 100	- 50 500
Biological assets		_	_	_	-	_	_	_	_	_	_	_
Intangibles		-	-	_	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	5 000	_	_	_	_	_	4 000	4 000	9 000	_	_
Infrastructure - Road transport	-	5 000	-	_	-	-	-	4 000	4 000	9 000	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	_	1	_	-	-	- 4.000	-	-	-
Infrastructure		5 000	-	_	-	_	_	4 000	4 000	9 000	_	_
Community Heritage assets		_	-	_	_	_	_	_	_	_	_	_
Investment properties		_	_	_	_	_	_	_	_	_	_	_
Other assets	<u>6</u>	_	_	_	_	_	_	_	_	_	_	_
Agricultural Assets		-	-	_	-	_	-	_	-	-	_	_
Biological assets		-	-	-	-	-	-	-			-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4											
Infrastructure - Road transport		121 690	-	-	-	-	-	20 800	20 800	142 490	125 850	118 956
Infrastructure - Electricity		2 100	-	-	-	-	-	-	-	2 100	1 500	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	_
Infrastructure - Sanitation		-	-	-	_	-	-	_	-	-	-	_
Infrastructure - Other Infrastructure		123 790	-		-		-	20 800	20 800	144 590	127 350	118 956
Community		1 000	_	_	_	_	_	(500)		500	127 350	110 950
Heritage assets		-	_	_	_	_	_	(000)	-	-	_	_
Investment properties		-	-	_	-	-	-	-	-	-	-	-
Other assets		14 250	-	-	-	-	-	800	800	15 050	28 150	30 900
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles TOTAL CAPITAL EXPENDITURE to be adjusted	2	139 040	-				_	21 100	21 100	160 140	155 500	149 856
		139 040			_		-	21 100	21 100	160 140	155 500	149 856
ASSET REGISTER SUMMARY - PPE (WDV)	5											
Infrastructure - Road transport		413 142 5 703						16 800	16 800	429 942	529 355 5 342	654 690
Infrastructure - Electricity Infrastructure - Water		5 703						_	-	5 703	5 342	4 981
Infrastructure - Water Infrastructure - Sanitation										_		
Infrastructure - Other		_							_	_	_	_
Infrastructure		418 845	-	_	-	-	-	16 800	16 800	435 645	534 697	659 671
Community									-	-		
Heritage assets									-	-		
Investment properties		1 172	-	-	-	-	-	_	-	1 172	1 172	1 172
Other assets		56 335						100	100	56 435	77 366	102 248
Agricultural Assets Biological assets		-	-	_	_	_	_	-	_	-	_	_
Intangibles		1 864	_	_	_	_	_	200	200	2 064	1 614	1 364
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	478 216	_	_	_	_	_	17 100		495 316		764 454
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		16 616	_	_	_	_	_	24 545	24 545	41 161	16 616	18 277
Repairs and Maintenance by asset class	3	33 008	_	_	_	_	_	12 700		45 708	28 060	31 000
Infrastructure - Road transport		22 550	-	-	-	_	-	15 000		37 550	21 000	23 000
Infrastructure - Electricity		2 100	-	-	-	-	-	2 000	I I	4 100	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-		-	-
Infrastructure		24 650	-	-	-	-	-	17 000	17 000	41 650	21 000	23 000
Community		-	-	-	-	-	-	_	-	_	-	_
Heritage assets Investment properties		_	-	_	_	_	_	-	_	_	_	_
	6	8 358	_	_	_	_	_	(4 300)	(4 300)	4 058	7 060	8 000
												49 277
Other assets TOTAL EXPENDITURE OTHER ITEMS to be adjusted	0	49 624	-	-	-	-	-	37 245	37 245	86 869	44 676	
Other assets TOTAL EXPENDITURE OTHER ITEMS to be adjusted	6				-		-	37 245	37 245			
Other assets TOTAL EXPENDITURE OTHER ITEMS to be adjusted Renewal of Existing Assets as % of total capex	6	49 624 3.6% 30.1%	0.0% 0.0%				_	37 245	37 245	5.6% 21.9%	0.0% 0.0%	0.0%
Other assets TOTAL EXPENDITURE OTHER ITEMS to be adjusted	0	3.6%	0.0%		-		-	37 245	37 245	5.6%	0.0%	0.0%

1.4.10 Table 14 MBRR table A10 – Basic Service delivery measurement

LIM473 Makhuduthamaga - Table B10 B	asıc	service (delivery m	easurer							Budget Year	Budget Year
					Bud	get Year 2	015/16				+1 2016/17	+2 2017/18
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
Description	Ref	Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
			7	8	9	10	11	12	13	14		
		Α	A1	В	С	D	Е	F	G	Н		
Household service targets	1											
Water:												
Piped water inside dwelling									-	_		
Piped water inside yard (but not in dwelling)									_	_		
Using public tap (at least min.service level)	2								-	_		
Other water supply (at least min.service level)									-	_		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	_	_	-
Using public tap (< min.service level)	3								-	_		
Other water supply (< min.service level)	3,4								-	-		
No water supply									-	_		
Below Minimum Servic Level sub-total		-	-	-	-	-	-	-	_	_	_	-
Total number of households	5	-	-	-	-	-	-	-	-	_	_	-
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									-	-		
Flush toilet (with septic tank)									_	_		
Chemical toilet									_	-		
Pit toilet (v entilated)									_	_		
Other toilet provisions (> min.service level)									_	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	_
Bucket toilet									_	_		
Other toilet provisions (< min.service level)									_	_		
No toilet provisions									_	_		
Below Minimum Servic Level sub-total		-	-	-	-	-	-	-	_	-	_	_
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Energy:												
Electricity (at least min. service level)									_	_		
Electricity - prepaid (> min.service level)									_	_		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	_	_
Electricity (< min.service level)									_	_		
Electricity - prepaid (< min. service level)									_	_		
Other energy sources									_	_		
Below Minimum Servic Level sub-total		_	_	-	-	_	-	-	_	-	_	_
Total number of households	5	_	_	_	_	_	_	_	_	_	_	_



Makhuduthamaga Local Municipality – LIM473

- Wakii aaa aa					17.5							c arra iviii
Refuse:												
Removed at least once a week (min.service)									-	-		
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	_	-	-	-
Removed less frequently than once a week									-	-		
Using communal refuse dump									-	-		
Using own refuse dump									-	-		
Other rubbish disposal									_	-		
No rubbish disposal									-	-		
Below Minimum Servic Level sub-total		-	-	-	-	-	-	_	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	_	-	-	_
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)									-	-		
Sanitation (free minimum level service)									-	-		
Electricity/other energy (50kwh per household p	er mo	9981							-	9 981	9981	9981
Refuse (removed at least once a week)									-	-		
***************************************									*****************			••••••
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per household per month)									-	-		
Sanitation (free sanitation service)									-	-		
Electricity/other energy (50kwh per household p	er mo	2500000						1 500	1 500	4 000	5 000	6 000
Refuse (removed once a week)									_	-		
Total cost of FBS provided (minimum social	packa	2 500	-	-	-	_	_	1 500	1 500	4 000	5 000	6 000
Highest level of free service provided									***************************************			
Property rates (R'000 value threshold)									_	-		
Water (kilolitres per household per month)									-	-		
Sanitation (kilolitres per household per month)									_	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)		50							-	50	50	50
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000	17								***************************************			
Property rates (R15 000 threshold rebate)									-	-		
Property rates (other exemptions, reductions and	d reba	605							_	605	605	605
Water									_	-		
Sanitation									-	-		
Electricity/other energy									-	-		
Refuse									_	-		
Municipal Housing - rental rebates									-	-		
Housing - top structure subsidies	6								-	-		
Other									_	-		
Total revenue cost of free services provided (otal	605	_	-	_	-	_	-	_	605	605	605

PART 2 – SUPPORTING DOCUMENTS

6. Adjustments to budget assumptions.

2.1.1 External factors

- The municipality's operational revenue and cash inflows has been adjusted down 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.
 - Government departments owe the municipality for Property Rates to the amount of R175 million. Though the municipality is in the process of collecting the outstanding debts through the use of debt collector and the Department of Public Works' intervention, the total provision for doubtful debts had to be increased as there is no certainty that the outstanding amounts will be received with the 2015/16 financial year.
 - ♣ Competition by other organs of state offering the service for renewal of licenses and permits has also negatively affected the municipality's performance in collecting from the Licenses and permits source of own revenue within the first half of the 2015/16 financial year. However, though the budget for this item has been reduced, to remain with a realistic amount for collection, the management of the municipality has committed to put more efforts and provide capacity needed at the municipality's two testing stations to improve collection on the licenses and permits.

2.1.2 General inflation outlook and its impact on the municipal activities

- There are five key factors that have been taken into consideration in the compilation of the 2015/16 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.
- No adjustment has been done to the assumptions as per the original budget.

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

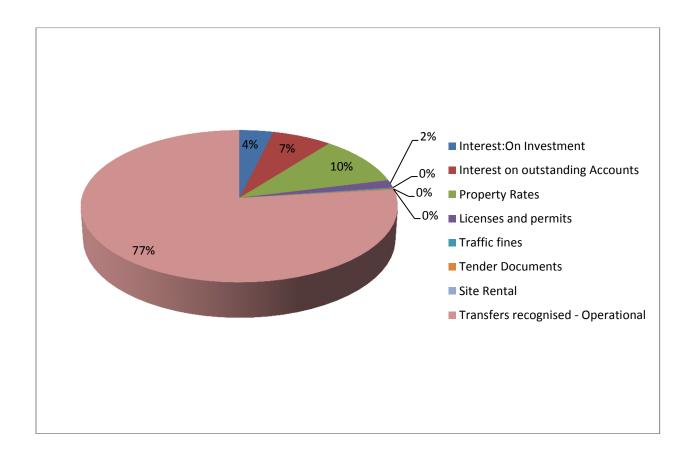
2.2.1 Medium-term outlook: operating revenue

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 A	djus	tments Bud	get Finan	cial Perf	ormance (revenue a	and expend	liture) -				
					Budge	et Year 201	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
			3	4	5	6	7	8	9	10		
R thousands	1	Α	A1	В	С	D	E	F	G	Н		
Revenue By Source												
Property rates	2	32 828	-	-	-	-	-	(994)	(994)	31 834	39 800	43 780
Property rates - penalties & collection charges									-	-		
Service charges - electricity revenue	2	_	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	_	-	-	-	-	-	-	-	-	_	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - other									-	-		
Rental of facilities and equipment		95						20	20	115	104	115
Interest earned - external investments		12 702						(1 000)	(1 000)	11 702	13 973	15 370
Interest earned - outstanding debtors		17 998						2 500	2 500	20 498	21 597	23 757
Dividends received									-	-		
Fines		525						54	54	579	578	635
Licences and permits									-	-		
Agency services		5 159						(250)	(250)	4 909	5 933	6 526
Transfers recognised - operating		232 170						-	-	232 170	233 223	229 161
Other revenue	2	1 310	-	-	-	-	-	(330)	(330)	980	1 441	1 585
Gains on disposal of PPE									-	_		
Total Revenue (excluding capital transfers		302 787	-	-	-	-	-	-	-	302 787	316 648	320 929
and contributions)												
Transfers recognised - capital		59 950						500	500	60 450	62 322	65 876
Total Revenue Including Capital Transfers		362 737	-	_	-	-	-	500	500	363 237	378 970	386 805

The following graph is a breakdown of the operational revenue per main category for the 2015/16 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 2015/16 MTREF for Property rates remain unadjusted and can be shown as follows:

Table 16 Approved tariff reduction over the medium-term

Revenue Category	Approved Tarrif 2014/15	Proposed Tarrif 2015/16	Proposed Tarrif 2016/17	Proposed Tarrif 2017/18
Property Rates	2 cents	2 cents	2 cents	2 cents

Revenue to be generated from property rates is R 31 million in the 2015/16 financial year and increases to R 39.8 million by 2016/17 which represents 9 per cent of the operating revenue base of the municipality. It increases with 38 percent over the medium term, as we are projecting to have increase in the number of properties in our area due to new developments which makes some of our areas good markets for business.

The new draft valuation roll has been completed and will be taken for public consultation as required by the law and will be implemented from 1 July 2016.

Operational grants and subsidies amount to R 232.6 million, R 233.2 million and R 229.1.8 million for 2015/2016, 2016/2017 and 2017/2018 respectively. No adjustment has been done to operational grants and subsidies received from national government.

Investment revenue contributes marginally to the revenue base of the municipality with a budget allocation of R 11.7 million, R 13.9 million and R 15.9 million for the respective three financial years of the 2015/16 MTREF. It needs to be noted that these allocations have been conservatively estimated and as part of the cash backing of reserves and provisions. The actual performance against budget was carefully monitored and adjustment was found necessary on the investment revenue for 2015/2016 adjustment budget and investment revenue for the two outer years remain unadjusted. Investment revenue is decreases by R 1 million to R 11.7 million for 2015/2016 budget year as the municipality had received lower interests than the budgeted interest amounts.

For the medium-term, the funding strategy has been informed directly by ensuring financial sustainability and continuity. The MTREF after adjustments therefore provides for a budgeted operating surplus of R 108.3 million, R 155.5 million and R 149.8 million in each of the MTREF financial years. This surplus is intended to partly fund capital expenditure as well as ensure adequate cash backing of reserves and funds for the two outer years.

2.2.2 Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2015/2016 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 -

Description	Ref	-	_		Ви	dget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
		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
			5	6	7	8	9	10	11	12		
R thousands		Α	A1	В	С	D	E	F	G	Н		
Total Capital Expenditure - Standard	3	134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856
Funded by:												
National Government		59 950	-	-	-	-	-	-	-	59 950	62 322	65 876
Provincial Government		-	-	-	-	-	-		-	-	-	-
District Municipality		-	-	-	-	-	-		-	-	-	-
Other transfers and grants		74 090	-	-	-	-	-	300	300	74 390	93 178	83 980
Total Capital transfers recognised	4	134 040	-	-	ı	-	-	300	300	134 340	155 500	149 856
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	16 800	16 800	16 800	-	-
Total Capital Funding		134 040	-	-	-	-	-	17 100	17 100	151 140	155 500	149 856

Capital grants and receipts equates to 40 per cent of the total funding source which represents R 59.9 million for capital expenditure in 2015/2016 and 49 percent is funded by operational transfers received (Equitable Share), and 11 per cent for the cash backed reserves.

No adjustments were made to the equitable share for 2015/16.

No adjustments were made to the MIG budget for the 2015/16.

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 -

					Ви	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		Α	A1	В	С	D	E	F	G	Н		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges		16 414						(6 000)	(6 000)	10 414	27 860	37 213
Service charges									-	-		
Other revenue		27 101						-	-	27 101	30 588	31 059
Government - operating	1	232 170						-	-	232 170	233 223	229 161
Government - capital	1	59 950						500	500	60 450	62 322	65 876
Interest		12 702						(1 000)	(1 000)	11 702	13 973	15 370
Dividends									-	-		
Payments												
Suppliers and employees		(193 064)						(15 232)	(15 232)	(208 296	(200 340)	(216 148)
Finance charges									-	_	_	_
Transfers and Grants	1								-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		155 273	-	-	-	-	-	(21 732)	(21 732)	133 541	167 625	162 531
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									_	_		
Decrease (Increase) in non-current debtors									_	_		
Decrease (increase) other non-current receivables									_	_		
Decrease (increase) in non-current investments									_	_		
Payments									_	_		
Capital assets		(161 843)						(15 120)	(15 120)	(176 963	(169 876)	(165 685)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(161 843)	_	_	_		_	(15 120)	, ,	(176 963	, ,	, ,
	+	(101 043)		_	_	-	-	(13 120)	(13 120)	(110 303)	(103 0/0)	(100 000)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									-	-		
Borrowing long term/refinancing									-	-		
Increase (decrease) in consumer deposits									-	-		
Payments												
Repayment of borrowing									-	-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		(6 570)	_	1	_	_	-	(36 852)	(36 852)	(43 422	(2 251)	(3 154)
Cash/cash equivalents at the year begin:	2	112 117						-	(00 002)	112 117		
Cash/cash equivalents at the year end:	2	105 548	_	-	_	_	_	(36 852)		68 696		

The above table shows a net decrease in cash held for 2015/16 MTREF and is boosted by the positive opening balance of the municipality's bank account. The Net decrease in cash movements continues in the two outer years of the MTREF as the municipality is expecting to spent cash resulting from under spending in the prior financial years.

Cash inflow from interests on investment is adjusted downwards by R 1 million due to lower performance in the first half of the 2015/16 financial year.

Cash outflow from Suppliers and employees is adjusted upwards by R 26.2 million as a result of increase in the repairs and maintenance expenses for infrastructure assets, publications, and other operational expenses for 2015/16.

Cash outflow from capital assets is adjusted upwards by R 17.1 million resulting in a net decrease in cash held of R43.4 million which is covered by the opening balance to the amount of R112.1 million.

2.2.4 Cash Backed Reserves/Accumulated Surplus Reconciliation.

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

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

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 -

Description	Ref		-		Bu	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	IVEI	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			3	4	5	6	7	8	9	10		
R thousands		Α	A1	В	С	D	E	F	G	Н		
Cash and investments available												
Cash/cash equivalents at the year end	1	105 548	_	-	-	_	_	(36 852)	(36 852)	68 696	66 445	63 291
Other current investments > 90 days		(53 616)	_	-	-	_	_	53 616	53 616	0	(16 764)	(16 764)
Non current assets - Investments	1	-	-	-	-	-	_	-	-	-	-	-
Cash and investments available:		51 932	-	-	-	-	-	16 764	16 764	68 696	49 680	46 526
Applications of cash and investments												
Unspent conditional transfers		_	_	_	_	_	_	_	_	_	_	_
Unspent borrowing									_	_		
Statutory requirements									_	_		
Other working capital requirements	2	(11 788)	-					5 694	5 694	(6 094)	(13 619)	(16 060)
Other provisions									-	_		
Long term investments committed		-	-					-	-	_	-	-
Reserves to be backed by cash/investments		-	_					-	-	_	_	_
Total Application of cash and investments:		(11 788)	-	-	-	-	-	5 694	5 694	(6 094)	(13 619)	(16 060)
Surplus(shortfall)		63 720	-	-	-	-	-	11 070	11 070	74 790	63 299	62 586

From the above table it can be seen that the cash and investments available was adjusted upwards from R 51.9 million to R 68.6 million for 2015/16 financial year.

The main purpose of 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.

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 -

Description			2012/13	2013/14	2014/15	Me	dium Term Rev	enue and Expe	nditure Framew	ork
R thousands	Ref	MFMA section	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2016/17	Budget Year +2 2017/18
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b	127 395	129 702	58 501	105 548	-	68 696	66 445	63 291
Cash + investments at the yr end less applications - R'000	2	18(1)b	87 475	102 129	61 528	63 720	-	74 790	63 299	62 586
Cash year end/monthly employee/supplier payments	3	18(1)b	0	0	0	-	-	-	-	-
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	33 755	78 668	99 162	134 122	-	108 326	129 093	122 066
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)	-0.391198997	53.0%	-6.0%	0.0%	0.0%	0.0%	19.0%	4.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	13.3%	7.3%	53.6%	75.1%	0.0%	63.7%	84.2%	89.4%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	166.3%	82.2%	63.4%	57.5%	0.0%	59.3%	47.5%	43.1%
Capital payments % of capital expenditure	8	18(1)c;19	100.0%	100.0%	109.6%	120.7%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	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	-91.9%	69.8%	0.0%	5.7%	0.0%	5.7%	8.9%	2.9%
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)	9.4%	7.6%	8.2%	0.0%	0.0%	0.0%	0.0%	0.0%
Asset renewal % of capital budget	14	20(1)(vi)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

2.3. Adjustments to expenditure on allocations and grant programmes.

- No adjustments were made on expenditure for FMG, MSIG.
- Budget for PWPG expenditure has been increase by R 1 million to be funded by the municipality's own revenue to sustain the PWPs implemented in 2015/16 which were partly funded by R1 million from PWP Grant.
- No adjustments were made to the MIG expenditure Budget.
- The municipality will receive R500 thousand for construction of palisade fence at Madibong Land fill side from Sekhukhune District municipality and the amount has been included as a capital grant in the adjustment budget for 2015/16 financial year.

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

 Our municipality does not have 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

LIM473 Makhuduthamaga - Supporting Ta	ble S	B11 Adju	stments	Budget	- councillo	or and sta	ff benefits	-			
					Bud	lget Year 2	015/16				
Summary of remuneration	Ref	Original	Prior		Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt		Adjusts.	Budget	% change
			5	6	7	8	9	10	11	12	
R thousands		Α	A1	В	С	D	E	F	G	Н	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		11 464				THE STATE OF THE S			-	11 464	0.0%
Pension and UIF Contributions		2 468	and the second		and the second				-	2 468	0.0%
Medical Aid Contributions									_	_	
Motor Vehicle Allowance		4 317							-	4 317	0.0%
Cellphone Allowance		1 660							-	1 660	
Housing Allowances									-	_	
Other benefits and allowances			one on the contract of the con			en e			-	_	
Sub Total - Councillors		19 909	-			_		_	_	19 909	0.0%
% increase			(0)		and the second					-	
Senior Managers of the Municipality											
Basic Salaries and Wages		3 148						(914)	(914)	2 235	-29.0%
Pension and UIF Contributions		586						(184)	(184)	401	-31.5%
Medical Aid Contributions		215						(42)	(42)	173	-19.5%
Overtime		_						_	_	_	
Performance Bonus		_	and the second					_	_	_	
Motor Vehicle Allowance		1 481				000		(593)	(593)	889	-40.0%
Cellphone Allowance		133						(42)	(42)	91	-31.6%
Housing Allowances		209						(84)	(84)	126	-31.076
Other benefits and allowances		77						(21)	(21)	56	
		- ''	G					(21)	(21)	_	
Payments in lieu of leave		_						_	_		
Long service awards	5	_						-	_		
Post-retirement benefit obligations	5							- (4.070)		ļ	00.40/
Sub Total - Senior Managers of Municipality		5 849	_	_		_		(1 879)	(1 879)	3 970	-32.1%
% increase			(0)							(0)	
Other Municipal Staff											
Basic Salaries and Wages		31 240				***************************************	***************************************	(6 034)	(6 034)	25 205	-19.3%
Pension and UIF Contributions		7 029				-	-	(854)	(854)	6 175	-12.1%
Medical Aid Contributions		3 064					warrannin .	(526)	(526)	2 538	-17.2%
Overtime		268				-	annum a	-	_	268	0.0%
Performance Bonus		_				0	vocaments.	-	-		
Motor Vehicle Allowance		7 907			COMMON CO		anners and a second	(707)	(707)	7 200	-8.9%
Cellphone Allowance		1 339				voucouro	warran	(145)	(145)	1 194	-10.8%
Housing Allowances		2 245					***************************************	(388)	(388)	1 857	
Other benefits and allowances		2 991					The second	(414)	(414)	2 578	
Payments in lieu of leave		2 768			Control of the Contro		Vaccount		-	2 768	0.0%
Long service awards		1 250				0000000	annuar de la companya		_	1 250	0.0%
Post-retirement benefit obligations	5	_							_		
Sub Total - Other Municipal Staff		60 102	_	_	_		_	(9 069)	(9 069)	51 033	-15.1%
% increase											
Total Parent Municipality		85 860	_	_	_	_	_	(10 948)	(10 948)	74 912	-12.8%
							- Constitution of the Cons				
TOTAL SALARY, ALLOWANCES & BENEFITS		85 860	_	_	_	_	_	(10 948)	(10 948)	74 912	-12.8%
% increase											
TOTAL MANAGERS AND STAFF		65 951	_	_	_	_	_	(10 948)	(10 948)	55 003	-16.6%

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 2015/2016.

2.7. Adjustments to capital expenditure.

• The following table indicates the adjustments on capital projects for 2015/16 MTREF Table 25:

LIM473 Makhuduthamaga - Supp	orting Table SB19 List of capita	ıl program	mes and	projects affe	ected by Adjustments Budg	iet -							
Municipal Vote/Capital project		Project	IDP Goal Code	Individually Approved Yes/No		Asset Sub-Class	GPS co- ordinates	Medi	um Term R	levenue ar	ıd Expendi	ture Fram	ework
	Program/Project description	number						Budg	et Year	Budget	Year +1	Budget	t Year +2
R thousand			3	6	4	4	5	Original Budget			Adjusted Budget		Adjusted Budget
Parent municipality:													
Construction of Kutupu Road	Infrastructure capital project				Infrastructure - Road transport	Roads, Pavements & Bridges		9 500	14 000	-	-	-	-
Rehabilitation of R579 Road	Infrastructure capital project				Infrastructure - Road transport	Roads, Pavements & Bridges		5 000	9 000	-	-	-	-
Construction of Rietfontein to Eensaam Access Road Phase1	Infrastructure capital project(MIG)				Infrastructure - Road transport	Roads, Pavements & Bridges		5 500	9 500	21 500	-	21 000	-
Construction of Access Bridge at Ga-Nchabeleng (Thabampshe)	Infrastructure capital project(MIG)				Infrastructure - Road transport	Roads, Pavements & Bridges		9 900	14 200	-	-	_	_

a. Other Supporting documents.

2.8.1 Table 26: SB1

LIM473 Makhuduthamaga - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' -

					Bu	dget Year 2015	/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			6	7	8	9	10	11	12	13		
R thousands		А	A1	В	С	D	Е	F	G	Н		
REVENUE ITEMS												
Property rates												
Total Property Rates		32 828						(994)	(994)	31 834	39 800	43 780
less Revenue Foregone									-	-		
Net Property Rates		32 828	-	-	-	-	-	(994)	(994)	31 834	39 800	43 780
Service charges - electricity revenue												
Total Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-
less Revenue Foregone		-	-	_	-	-	-	-	-	-	-	-
Net Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue												
Total Service charges - water revenue		-	-	_	_	-	_	_	_	_	_	_
less Revenue Foregone		-	_	_	_	_	_	_	-	_	_	_
Net Service charges - water revenue		-	-	-	-	-	-	_	-	-	-	-
Service charges - sanitation revenue												
Total Service charges - sanitation revenue		_	_	_	_	_	_	_	_	_	_	_
less Revenue Foregone		_	_	_	_	_	_	_	_	_	_	_
Net Service charges - sanitation revenue		-	_	-	-	-	-	_	-		-	-
Service charges - refuse revenue												
Total refuse removal revenue		_	_	_	_	_	_	_	_	_	_	_
Total landfill revenue		_	_	_	_	_	_	_	_	_	_	_
less Revenue Foregone		_	_	_	_	_	_	_	_	_	_	_
Net Service charges - refuse revenue		-	_	_	-	_	-	_	-	_	_	-
Other Revenue By Source												
Tender Documents		980						(200)	(200)	780	1 441	1 585
Other Income		330	-	-	-	-	-	(200) (130)	1 1	200		1 080
Outer income		530	-	-	-	-		(130)	(130)	200		
Total 'Other' Revenue	1	1 310	-	-	-	-	-	(330)	(330)	980		1 585

2.8.2 Table 27: SB2

LIM473 Makhuduthamaga - Supporting Table SB2 Supporting detail to 'Financial Position Budget'

LIM473 Makhuduthamaga - Supporting Table	SB2 St	pporting det	tail to 'Finan	cial Position	Budget' -						1	
2	ļ.,				Bu	dget Year 2015	5/16				Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted 4	Accum. Funds	Multi-year capital	Unfore. Unavoid. 7	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		Α	A1	В	C	D	E	F	G	н		
ASSETS					-							
Call investment deposits												
Call deposits < 90 days		_	_	_	_	_	-	_	_	_	_	_
Other current investments > 90 days		-	-	_	-	-	-	_	-	-	_	-
Total Call investment deposits	1	-	-	-	-	-	-	-	-	-	-	-
Consumer debtors												
Consumer debtors		19 223	-	-	-	-	-	-	-	19 223	25 493	29 560
Less: provision for debt impairment		-	-	-	-	-	-	-	-	-	-	-
Total Consumer debtors	1	19 223	-	-	-	-	-	-	-	19 223	25 493	29 560
Debt impairment provision												
Balance at the beginning of the year		-	-	-	-	-	-	-	-	-	-	-
Contributions to the provision		-	-	-	-	-	-	-	-	-	-	- 1
Bad debts written off		-	-	-	-	-	-	-	-	-	-	-
Balance at end of year		-	-	-	-	-	-	-	-	-	-	-
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		475 181	-	-	-	-	-	(122 271)	(122 271)	352 909	613 234	763 090
Leases recognised as PPE	2	-	-	-	-	-	-	-	-	-	-	-
Less: Accumulated depreciation		-	-	-	-	-	-	-	-	-	-	-
Total Property, plant & equipment	1	475 181	-	-	-	-	-	(122 271)	(122 271)	352 909	613 234	763 090
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)		_	_	_	_	_	-	_	_	_	_	_
Current portion of long-term liabilities		_	_	_	_	_	_	_	_	_	_	_
Total Current liabilities - Borrowing		-	_	-	-	_	-	-	-	_	-	-
Trade and other payables												
Creditors		14 376	_	_	_	-	-	_	-	14 376	15 829	16 120
Unspent conditional grants and receipts		-	-	-	-	-	-	-	-	_	-	-
VAT		-	-	-	-	-	-	-	-	_	_	-
Total Trade and other payables	1	14 376	-	-	-	-	-	-	-	14 376	15 829	16 120
Non current liabilities - Borrowing												
Borrowing	3	-	-	-	-	-	-	-	-	-	-	-
Finance leases (including PPP asset element)		-	-	-	-	-	-	-	-	-	-	-
Total Non current liabilities - Borrowing		-	-	-	-	-	-	-	-	-	-	-
Provisions - non current												
Retirement benefits		-	-	-	-	-	-	-	-	-	-	-
List other major items		-	-	-	-	-	-	-	-	-	-	-
Refuse landfill site rehabilitation		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	_	-	-
Total Provisions - non current	\perp	-	-	-	-	-	-	-	-	-	-	-
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		547 265	-	-	-	-	-	31 189	31 189	578 454	680 962	827 575
Appropriations to Reserves		-	-	-	-	-	-	-	-	_	-	-
Transfers from Reserves		_	-	-	-	-	-	_	-	_	-	-
Depreciation offsets		-	-	-	-	-	-	-	-	-	-	-
Other adjustments		-	-	-	-	-	-	-	-	-	-	-
Accumulated Surplus/(Deficit)	1	547 265	-	-	-	-	-	31 189	31 189	578 454	680 962	827 575
Reserves												
Housing Development Fund		-	-	-	-	-	-	-	-	-	-	-
Capital replacement		-	-	-	-	-	-	-	-	-	-	-
Self-insurance		-	-	-	-	-	-	-	-	-	-	-
Other reserves (list)		-	-	-	-	-	-	-	-	-	-	-
Revaluation		-	-	-	-	-	-	-	-	-	-	-
Total Reserves	2	-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	547 265	-	-	-	-	-	31 189	31 189	578 454	680 962	827 575

2.8.3 Table 28: SB6

Description			2012/13	2013/14	2014/15	Mediu	m Term Re	venue and	Expenditure F	ramework
	Ref	MFMA section	Audited	Audited	Audited	Original	Prior	Adjusted	Budget Year	Budget Year
R thousands			Outcome	Outcome	Outcome	Budget	Adjusted	Budget	+1 2016/17	+2 2017/18
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b	127 395	129 702	58 501	105 548	-	115 919	121 764	46 723
Cash + investments at the yr end less applications - R'000	2	18(1)b	87 475	102 129	61 528	63 720	-	52 010	57 963	55 219
Cash year end/monthly employee/supplier payments	3	18(1)b	0	0	0	-	-	-	_	_
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)	33 755	78 668	99 162	134 122	-	108 326	129 093	122 066
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)	-0.391198997	53.0%	-6.0%	0.0%	0.0%	0.0%	19.0%	4.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	13.3%	7.3%	53.6%	75.1%	0.0%	90.6%	68.9%	68.9%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)	166.3%	82.2%	63.4%	57.5%	0.0%	93.9%	47.5%	43.1%
Capital pay ments % of capital expenditure	8	18(1)c;19	100.0%	100.0%	109.6%	120.7%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Gov t. 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	-91.9%	69.8%	0.0%	5.7%	0.0%	5.7%	0.5%	2.9%
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)	9.4%	7.6%	8.2%	6.9%	0.0%	9.2%	4.6%	4.1%
Asset renew al % of capital budget	14	20(1)(vi)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%



2.8.4 Table 29: SB7

LIM473 Makhuduthamaga - Supportir	ig Ta	ble SB7	Adjustme				ant rece	ipts -	Rudget Veer	Budget Year
				Budg	get Year 2015	5/16			+1 2016/17	+2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget		Adjusted Budget
			7	8	9	10	11	12		
R thousands		Α	A1	В	С	D	E	F		
RECEIPTS:	1, 2	***************************************								
Operating Transfers and Grants										
National Government:		232 170	-	-	-	-	-	232 170	233 223	229 161
Local Government Equitable Share		228 571					-	228 571	230 641	226 428
Finance Management	3	1 600					-	1 600	1 625	1 700
Municipal Systems Improvement		930					-	930	957	1 033
EPWP Incentive		1 069					-	1 069	_	_
Other transfers and grants [insert description]							-	_		
Provincial Government:		-	-	-	-	-	-	-	-	-
	4						-	_		
Other transfers and grants [insert description]	5						-	_		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	-	_	-	-	_	_	_	_
[insert description]							-	-		
Total Operating Transfers and Grants	6	232 170	-	-	-	-	-	232 170	233 223	229 161
Capital Transfers and Grants										
National Government:		59 950	_	_	_	_	_	59 950	62 322	65 876
Municipal Infrastructure Grant (MIG)		59 950	_	_	_	_	_	59 950	62 322	65 876
Other capital transfers [insert description]		33 330						33 330	02 322	05 070
Provincial Government:			_	_	_	_	_	_	_	_
Other capital transfers/grants [insert description]		***************************************					_	_		
District Municipality:		_	_	_	-	500	500	500	_	_
Sekhukhune District Municipality		_				500	500	500	_	_
Other grant providers:		-	_	-	-	-	-	_	_	_
[insert description]		***************************************					_	<u> </u>		
Total Capital Transfers and Grants	6	59 950	-	-	-	500	500	60 450	62 322	65 876
TOTAL RECEIPTS OF TRANSFERS & GRAN	TS	292 120	-	_	-	500	500	292 620	295 545	295 037

2.8.5 Table 29: SB8

LIM473 Makhuduthamaga - Supporting Table SB8	Adju	stments	Budget -				grant p	rogramme		Budget Year
				Bud	get Year 2015	5/16			+1 2016/17	+2 2017/18
Description	Ref	Original	Prior	Multi-year	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
·		Budget	Adjusted	capital	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
			2	3	4	5	6	7		
R thousands		Α	A1	В	С	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		232 170	_	_	-	_	_	232 170	233 223	229 161
Local Government Equitable Share		228 571					-	228 571	230 641	226 428
Finance Management		1 600					-	1 600	1 625	1 700
Municipal Systems Improvement		930					-	930	957	1 033
EPWP Incentive		1 069					-	1 069	-	-
Other transfers and grants [insert description]							-	-		
Provincial Government:		_	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]							-	-		
District Municipality:		_	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	_	_	-	_	_	_	-	_
[insert description]							-	-		
Total operating expenditure of Transfers and Grants:	-	232 170	_	_	_	_	_	232 170	233 223	229 161
Capital expenditure of Transfers and Grants										
National Government:		59 950	-	_	-	-	-	59 950	62 322	65 876
Municipal Infrastructure Grant (MIG)		59 950					-	59 950	62 322	65 876
Other capital transfers [insert description]							-	_		
Provincial Government:		_	-	_	-	-	-	-	-	-
Other capital transfers/grants [insert description]							-	-		
District Municipality:		_	_	-	-	-	-	_	-	_
Sekhukhune District Municipality							-	-		
Other grant providers:		-	_	_	-	-	-	_	-	_
[insert description]							-	-		
Total capital expenditure of Transfers and Grants		59 950	-	-	-	-	-	59 950	62 322	65 876
Total capital expenditure of Transfers and Grants		292 120	_	_	_	_	_	292 120	295 545	295 037

2.8.6 Table 30: SB9

LIM473 Makhuduthamaga - Supporting Table	1	Aujustiii	ents Duu	get - reco	icination c	i tialisie	is, grant	receipts,	Budget Year	T .
				Bud	get Year 201	5/16			+1 2016/17	+2 2017/18
Description	Ref	Original	Prior	Multi-year	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted 2	capital 3	Prov. Govt	Adjusts. 5	Adjusts.	Budget 7	Budget	Budget
R thousands		Α		В	C	D	E	F F		
		A	A1	В		U		Г		ļ
Operating transfers and grants:										
National Government:										
Balance unspent at beginning of the year		-								
Current y ear receipts		232 170				_	-	232 170	233 223	229 161
Conditions met - transferred to revenue		232 170	-	-	_	_	-	232 170	233 223	229 161
Conditions still to be met - transferred to liabilities										
Provincial Government:										
Balance unspent at beginning of the year										
Current y ear receipts							_			
Conditions met - transferred to revenue		_	-	-	_	_	_	_	-	_
Conditions still to be met - transferred to liabilities								_		
District Municipality:										
Balance unspent at beginning of the year							-	-		
Current y ear receipts							_	-		
Conditions met - transferred to revenue		_	-	-	-	-	_	-	-	-
Conditions still to be met - transferred to liabilities							-	_		
Other grant providers:										
Balance unspent at beginning of the year							_	_		
Current y ear receipts							_	_		
Conditions met - transferred to revenue			_		_	<u> </u>	_	-		
Conditions still to be met - transferred to liabilities		***************************************					_	<u> </u>		
Total operating transfers and grants revenue		232 170	_				-	232 170	233 223	229 161
Total operating transfers and grants - CTBM	2		_	_				-	233 223	
Total Operating transfers and grants - CTBM							 	-	<u> </u>	<u> </u>
Capital transfers and grants:										
-										
National Government:										
Balance unspent at beginning of the year		-						-	60.200	65.076
Current y ear receipts		59 950				_		59 950	62 322	65 876
Conditions met - transferred to revenue		59 950	-	-	-	-	-	59 950	62 322	65 876
Conditions still to be met - transferred to liabilities								_		
Provincial Government:										
Balance unspent at beginning of the year							_			
Current y ear receipts					ļ					
Conditions met - transferred to revenue		_	-	-	_	_			_	-
Conditions still to be met - transferred to liabilities	1							_		
District Municipality:										
Balance unspent at beginning of the year		-						_		
Current y ear receipts		_				500	500	500	-	_
Conditions met - transferred to revenue		_	_	_	_	500	500	500	_	_
Conditions still to be met - transferred to liabilities							-	-		
Other grant providers:										
Balance unspent at beginning of the year							_	_		
Current y ear receipts							_	_		
Conditions met - transferred to revenue		_	-	-	-	_	-	-	-	_
Conditions still to be met - transferred to liabilities							_	_		
Total capital transfers and grants revenue		59 950	_	-	_	500	500	60 450	62 322	65 876
Total capital transfers and grants - CTBM		_	_	_	<u> </u>	_	_	-		_
3.4					<u> </u>		†		<u> </u>	
TOTAL TRANSFERS AND GRANTS REVENUE		292 120	_	_	_	500	500	292 620	295 545	295 037
TOTAL TRANSFERS AND GRANTS - CTBM		292 120				_	-	232 020	293 343	293 037



2.8.7 Table 31: SB12

LIM473 Makhuduthamaga - Supporting	ı Tab	le SB12 A	Adiustmer	ıts Budae	et - month	nly revenue	and expe	nditure (municipal	vote) -							
Description	Ref		ajuoo.	Daug		-	Budget Yea				I		ı		Medium Term	Revenue and Framework	Expenditure
Description	IXEI	July	August	Sept.	October	November	December	January	February	March	April	May	June	Full year budget	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	•	Adjusted Budget		Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote																	
Vote 1 - Council													-	-	-	-	-
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		123 295	6 249	9 733	10 574	89 093	13 513	5 393	7 559	86 699	5 404	5 225	500	363 237	363 237	378 970	386 805
Vote 8 - [NAME OF VOTE 8]													-	-	_	-	-
Total Revenue by Vote		123 295	6 249	9 733	10 574	89 093	13 513	5 393	7 559	86 699	5 404	5 225	500	363 237	363 237	378 970	386 805
Expenditure by Vote																	
Vote 1 - Council		5 006	2 946	2 663	5 616	2 572	2 464	2 679	2 603	7 814	4 230	5 010	5 659	49 262	49 262	43 719	45 605
Vote 2 - Office of the Municipal Manager		413	462	317	321	339	387	368	314	774	631	609	726	5 664	5 664	6 560	7 113
Vote 3 - Economic Development and Planning		1 449	613	1 127	599	921	652	1 254	1 524	1 565	1 954	2 649	2 912	17 219	17 219	27 219	30 905
Vote 4 - Infrastructure Development		1 156	2 713	2 521	830	5 247	4 226	5 391	5 691	3 279	11 715	9 700	1 432	53 903	53 903	31 960	35 418
Vote 5 - Community Services		1 907	1 803	1 590	1 223	929	2 090	1 690	1 732	2 494	3 103	2 377	2 569	23 509	23 509	32 446	32 179
Vote 6 - Corporate Services		3 355	1 409	2 142	1 200	1 405	1 905	2 452	808	1 192	1 187	1 677	(1 662)	17 069	17 069	24 267	24 764
Vote 7 - Budget and Treasury		4 842	4 547	4 353	4 113	4 203	4 883	4 517	4 632	5 330	3 670	6 996	36 200	88 285	88 285	83 707	88 755
Vote 8 - [NAME OF VOTE 8]													-	_	_	-	-
Total Expenditure by Vote		18 129	14 493	14 713	13 903	15 616	16 607	18 353	17 304	22 450	26 490	29 018	47 837	254 911	254 911	249 878	264 739
Surplus/ (Deficit)		105 167	(8 244)	(4 980)	(3 329)	73 477	(3 094)	(12 960)	(9 745)	64 249	(21 086)	(23 793)	(47 337)	108 326	108 326	129 093	122 066





2.8.7 Table 32: SB13

LIM473 Makhuduthamaga - Support	ing i	able SB1	3 Adjustm	ents Buc	iget - mor	nthly rever	nue and ex	penditure	(standai	d classifi	cation) -						
Description - Standard classification	Ref						Budget Yea	ar 2015/16							Medium Term	Revenue and Framework	d Expenditure
Description - Standard classification	Ker	July	August	Sept.	October	November	December	January	February	March	April	May	June	Full year budget	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
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
Revenue - Standard																	
Governance and administration		123 295	6 249	9 733	10 574	89 093	13 513	5 393	7 559	86 699	5 404	5 225	500	363 237	363 237	378 970	386 805
Executive and council													-	_	_	_	-
Budget and treasury office		123 295	6 249	9 733	10 574	89 093	13 513	5 393	7 559	86 699	5 404	5 225	500	363 237	363 237	378 970	386 805
Corporate services													-	_	_	_	-
Community and public safety		_	-	-	-	_	_	-	-	_	-	-	-	_	_	_	-
Community and social services													-	_	_	_	-
Sport and recreation													-	_	_	_	_
Public safety													-	_	_	_	_
Housing													-	-	_	_	-
Health													-	_	_	_	_
Economic and environmental services		-	-	-	-	-	_	-	-	-	-	-	-	-	_	_	_
Planning and development													-	_	_	_	_
Road transport					9								-	_	_	_	_
Environmental protection													-	_	_	_	_
Trading services		_	-	-	-	-	_	_	-	_	_	-	-	_	_	_	_
Electricity													-	_	_	_	_
Water													-	_	_	_	_
Waste water management													-	_	_	_	_
Waste management													-	_	_	_	_
Other													_	_	_	_	_
Total Revenue - Standard		123 295	6 249	9 733	10 574	89 093	13 513	5 393	7 559	86 699	5 404	5 225	500	363 237	363 237	378 970	386 805
		<u> </u>			f			***************************************									
Expenditure - Standard					-												
Governance and administration		13 617	9 364	9 475	11 250	8 519	9 638	10 017	8 357	15 111	9 718	14 292	40 923	160 280	160 280	158 253	166 237
Executive and council		5 419	3 408	2 980	5 937	2 911	2 851	3 047	2 917	8 589	4 861	5 619	6 386	54 925	54 925	50 279	52 718
Budget and treasury office		4 842	4 547	4 353	4 113	4 203	4 883	4 517	4 632	5 330	3 670	6 996	36 200	88 285	88 285	83 707	88 755
Corporate services		3 355	1 409	2 142	1 200	1 405	1 905	2 452	808	1 192	1 187	1 677	(1 662)	17 069	17 069	24 267	24 764
Community and public safety		1 907	1 803	1 590	1 223	929	2 090	1 690	1 732	2 494	3 103	2 377	(3 628)	17 311	17 311	21 241	22 624
Community and social services		1 259	1 127	409	614	301	1 397	516	658	1 120	1 229	1 203	(4 954)	4 881	4 881	6 953	7 432
Sport and recreation		_	_	498	_	_	_	100	_	300	600	_	402	1 900	1 900	850	900
Public safety	1	648	676	683	609	627	693	1 074	1 074	1 074	1 274	1 174	923	10 530	10 530	13 438	14 292
Housing													_	_	_	_	
Health													_		_	_	_
Economic and environmental services		2 034	2 931	1 538	1 037	5 772	4 483	5 910	6 730	4 409	12 883	11 464	1 451		60 642	53 779	59 899
Planning and development	i i	1 449	613	1 127	599	921	652	1 254	1 524	1 565	1 954	2 649	2 912		17 219	27 219	30 905
Road transport		585	2 318	411	437	4 851	3 831	4 656	5 206	2 844	10 930	8 815	(1 462)		43 423	26 561	28 994
Environmental protection		000	20.0			. 55.	0 00.		0 200	20	10 000	00.0	(1.102)		- 10 120	_	_
Trading services		571	395	2 110	393	397	396	735	485	435	785	885	9 091	16 678	16 678	16 605	15 979
Electricity	1	571	395	2 110	393	397	396	735	485	435	785	885	2 893	10 480	10 480	5 399	6 424
Water	1	5/1	535	2 110	535	557	590	, 33	-55	733	, 33	000	2 093	10 430	- 10 480	- 5 599	- 0 424
Waste water management	1												_		_	_	
Waste management													6 197		6 197	11 205	9 555
Other													0 197		6 197	11 205	9 555
Total Expenditure - Standard	+	18 129	14 493	14 713	13 903	15 616	16 607	18 353	17 304	22 450	26 490	29 018	47 837	194 269	254 911	249 878	264 739
rous Expenditure - Standard	+	10 129	14 493	14 / 13	13 303	10016	10 007	10 333	11 304	££ 430	20 490	23010	41 03/	134 209	234 911	249 0/8	204 / 39
	+	105 167	(8 244)	(4 980)	(3 329)	73 477	(3 094)	(12 960)	(9 745)	ļ	ļ	ļ	ļ	168 968	108 326	ļ	122 066

2.8.8 Table 33: SB18a

LIM473 Makhuduthamaga - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class -

LIM473 Makhuduthamaga - Supporting Table SE		,	uugut oup	nui onponuin		dget Year 2015/					Budget Year +1 2016/17	Budget Year +2 2017/18
Description	Ref	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			7	8	9	10	11	12	13	14		
R thousands		Α	A1	В	С	D	E	F	G	Н		
Capital expenditure on new assets by Asset Class/Sub-class	is I											
<u>Infrastructure</u>		118 790	-	-	-	-	-	16 800	16 800	135 590	127 350	118 956
Infrastructure - Road transport		116 690	-	-	-	-	-	16 800	16 800	133 490	125 850	118 956
Roads, Pavements & Bridges		116 690						16 800	16 800	133 490	125 850	118 956
Storm water Infrastructure - Electricity		2 100	_	-	_	_	_	_	-	2 100	1 500	_
Generation		2 100	_	_	_		_	_	_	2 100	1 300	_
Transmission & Reticulation		2 100						_	-	2 100	1 500	-
Street Lighting									-	-		
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Dams & Reservoirs									-	-		
Water purification									-	-		
Reticulation Infrastructure - Sanitation		_	_	_	_	_	_	_		-		_
Reticulation		-	-	_	-		_	-	_	_	-	_
Sewerage purification									_	_		
Infrastructure - Other		-	-	-	-	-	-	-	-	_	-	-
Refuse									-	-		
Transportation	2								-	-		
Gas									-	-		
Other	3								-	-		
Community		1 000	-	-	-	-	-	(500)	(500)	500	-	-
Parks & gardens									-	-		
Sports Fields & stadia									-	-		
Swimming pools									-	-		
Community halls Libraries									_	_		
Recreational facilities									_	_		
Fire, safety & emergency										_		
Security and policing		1 000						(500)	(500)	500	-	-
Buses									-	-		
Clinics									-	-		
Museums & Art Galleries									-	-		
Cemeteries Social rental housing									-	_		
Other									_	_		
		-	_	_	_	_	_	_	_	_		_
Heritage assets Buildings		-	-	_	_		_	_	_	_	-	_
Other									_	_		
Investment properties		-	_	_	-	_	_	_	_	_	_	_
Housing development			_	_	_		_	_	_	_	_	_
Other									-	_		
Other assets		14 250	_	_	-	_	_	800	800	15 050	28 150	30 900
General vehicles		7 300	-	_	_		_	100	100	7 400	19 500	20 000
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment									-	-		
Computers - hardware/equipment		2 250						1 800	1 800	4 050	2 850	3 000
Furniture and other office equipment									-	-		
Abattoirs									-	-		
Markets									-	-		
Civic Land and Buildings Other Buildings									-	-		
Other Land									_	_		
Surplus Assets - (Investment or Inventory)									-	_		
Other		4 700						(1 100)	(1 100)	3 600	5 800	7 900
Agricultural assets		-	_	_	-	_	_	_	_	_	_	_
									-	_		
List sub-class									-	-		
Biological assets		-	_	-	-	_	_	-	-	_	_	_
									-	_		
List sub-class									-	_		
<u>Intangibles</u>		-	_	_	-	_	_	-	_	_	_	-
Computers - software & programming									_	_		
Other (list sub-class)									-	_		
Total Capital Expenditure on new assets to be adjusted	1	134 040	-	_	_		_	17 100	17 100	151 140	155 500	149 856

2.8.9 Table 34: SB18b

LIM473 Makhuduthamaga - Support						et Year 201			<u> </u>		Budget Year	Budget Year
				+1 2016/17	+2 2017/18							
Description	Ref	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted Budget
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	
			7	8	9	10	11	12	13	14		
R thousands		Α	A1	В	С	D	Е	F	G	Н		
Capital expenditure on renewal of existing	g assets by	Asset Class/S	ub-class									
Infrastructure		5 000	_	_	_	_	_	4 000	4 000	9 000	_	_
Infrastructure - Road transport		5 000	_	-	_	_	_	4 000	4 000	9 000	_	_
Roads, Pavements & Bridges		5 000						4 000	4 000	9 000	_	_
Storm water									_	_		
Infrastructure - Electricity		_	_	_	_	_	_	_	_	_	_	_
Generation									_	_		
Transmission & Reticulation									_	_		
Street Lighting									_	_		
Infrastructure - Water		_	_	_	_	_	_	_	_	_	_	_
Dams & Reservoirs									_	_		
Water purification									_	_		
Reticulation									_	_		
Infrastructure - Sanitation		_	_	_	_	_	_	_	_	_	_	_
Reticulation									_	_		
Sewerage purification									_	_		
Infrastructure - Other		_	_	_	_	_	_	_	_	_	_	_
Refuse									_	_		
Transportation	2								_	_		
Gas									_	_		
Other	3								_	_		
Other	3								_	_		
Community		_	_	_	_	_	_	_	_	_	_	
Parks & gardens			_	_	_	_	_	_	_		_	_
Sports Fields & stadia									_			
Swimming pools									_	_		
Community halls									_	_		
Libraries												
Recreational facilities									_	_		
Fire, safety & emergency									_	_		
Security and policing									_	_		
Buses									_	_		
Clinics									_	_		
Museums & Art Galleries									_	_		
Cemeteries									_			
Social rental housing									_	_		
Other									_	_		



Makhuduthamaga Local Municipality – LIM473

MONICIPALITY IVIANTIUUULITATTIAga	LUCC	ar iviaincip	ancy	LIIVIT7				2010/		lajaste	a baaget	anu win
Heritage assets		_	-	_	-	_	_	-	-	-	_	_
Buildings									-	_		
Other									-	-		
Investment properties		_	_	-	-	-	-	-	-	_	_	_
Housing development									-	-		
Other									-	-		
Other assets		-	-	-	-	-	-	-	-	-	-	-
General vehicles									-	-		
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment									-	-		
Computers - hardware/equipment									-	-		
Furniture and other office equipment									-	-		
Abattoirs									-	-		
Markets									-	-		
Civic Land and Buildings									-	-		
Other Buildings									-	-		
Other Land									-	-		
Surplus Assets - (Investment or Inventory)									-	-		
Other									-	-		
Agricultural assets		-	-	-	-	-	-	-	-	-	-	-
List sub-class									-	-		
Biological assets		-	-	-	-	-	-	-	-	-	-	-
List sub-class									-	-		
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming									-	-		
Other (list sub-class)									-	-		
Total Capital Expenditure on renewal of existing assets to be adjusted	1	5 000	-	-	-	-	-	4 000	4 000	9 000	-	-
eviousing assers to he adjusted	I						9					



2.8.10 Table 35: SB18c

					Budget Year +1 2016/17	Budget Yea +2 2017/18						
Description	Ref	Original Budget	Adjusted	Accum. Funds	Multi-year capital	Unavoid.	Nat. or Prov. Govt			Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	7	8	9 C	10 D	11 E	12 F	13 G	14 H		
Repairs and maintenance expenditure	hy Assa		A1	В	0	U	_	'	G	"		
Nopulio una mantonano expenditare		1	l ciudo									
Infrastructure		24 650	-	-	-	_	_	17 000	17 000	41 650	21 000	23 000
Infrastructure - Road transport		22 550	-	_	-	-	-	15 000	15 000	37 550	21 000	23 000
Roads, Pavements & Bridges		22 550						15 000	15 000	37 550	21 000	23 000
Storm water									_	_		
Infrastructure - Electricity		2 100	-	-	-	_	_	2 000	2 000	4 100	_	_
Generation									-	-		
Transmission & Reticulation		2 100						2 000	2 000	4 100	_	_
Street Lighting									_	_		
Infrastructure - Water		_	-	-	-	_	_	_	_	_	_	_
Dams & Reservoirs									_	_		
Water purification									_	_		
Reticulation		-							_	_		
Infrastructure - Sanitation		_	_	_	_	_	_	_	_	_	_	_
Reticulation									_	_		
Sewerage purification									_	_		
Infrastructure - Other		_	_	-	_	_	_	_	_	_	_	_
Refuse									_	_		
Transportation	2	-							_	_		
Gas		-							_	_		
Other	3								_	_		
									_	_		
Community		_	_	_	_	_	_	_	_	_	_	_
Parks & gardens									_	_		
Sports Fields & stadia		-							_	_		
Swimming pools									_	_		
Community halls									_	_		
Libraries									_	_		
Recreational facilities									_	_		
Fire, safety & emergency									_	_		
Security and policing									_	_		
Buses									_	_		
Clinics									_	_		
Museums & Art Galleries									_	_		
Cemeteries									_	_		
Social rental housing									_	_		
Other		-							_			



Makhuduthamaga Local Municipality – LIM473

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Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Buildings									-	-		
Other									-	-		
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Housing development									-	-		
Other									-	-		
Other assets		8 358	-	-	-	-	-	(4 300)	(4 300)	4 058	7 060	8 000
General vehicles		5 038						(2 500)	(2 500)	2 538	4 710	5 600
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment									-	-		
Computers - hardware/equipment		2 520						(1 800)	(1 800)	720	1 500	1 500
Furniture and other office equipment									-	-		
Abattoirs									-	-		
Markets									-	-		
Civic Land and Buildings									-	-		
Other Buildings									-	-		
Other Land									-	-		
Surplus Assets - (Investment or Inventory)									-	-		
Other		800						-	-	800	850	900
Agricultural assets		-	-	-	-	-	-	-	-	-	-	-
List sub-class									-	-		
Biological assets		-	-	-	-	-	-	-	-	-	-	-
List sub-class									-	-		
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-	-	_
Computers - software & programming									-	-		
Other (list sub-class)									-	-		
Total Repairs and Maintenance		33 008	-	-	-	-	-	12 700	12 700	45 708	28 060	31 000
Expenditure to be adjusted	1											

2.9. Municipal Manager's quality certificate.



I <u>Moropa Mogobadi Erick</u>, the municipal manager of <u>Makhuduthamaga Municipality</u> hereby certify that the:

√ Adjustment Budget

For 2015/2016 and supporting documents has been prepared in accordance with Municipal Finance Management Act and regulations made under the Act, and that the Adjusted Budget for 2015/2016 and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name: Moropa Mogobadi Erick
Municipal Manager of Makhuduthamaga Local Municipality (LIM473)
Signature
Date