

ADJUSTMENT BUDGET OF MATJHABENG LOCAL MUNICIPALITY



2012/13 TO 2014/15

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PART 1 – ADJUSTMENT BUDGET

1.1 Mayor's Report

The purpose of the report is to ensure compliance with Section 28 of the Municipal Finance Management Act, No.56 of 2003 as well as the requirements as promulgated in the Government Gazette 32141 dated 17 April 2009.

Section 28 of the Municipal Finance Management Act, No.56 of 2003 and section 21 of the Municipal Budget and Reporting Regulations necessitates that specific financial particulars be reported on and in the format described, hence this report to meet legislative requirements.

The proposed income for the 2012/2013 financial year was based on a 70% collection rate. The total income collected for the first six (6) months of the financial year under review was 84% which is above the expected collection rate. However the actual collection rates on consumer services were 60%.

The Operational Budget of the municipality remains unadjusted for the financial year due to the strain that will be placed on administration with respect to service delivery. The majority of the budget is fixed and adjustments can only be made on the general expenditure; and repairs and maintenance. It must also be noted that the reasons stated in section 28 of the Act and section 21 of the Budget and Reporting regulations were not applicable to the municipality in terms of the Operational Budget for the year under review.

However the Capital Budget is not realistic and not based on the practical prevailing circumstances of the environment and may lead to a distorted picture on the performance of the municipality. Section 31 of the Municipal Finance Management Act, which refers to Shifting of funds between multi-year appropriations and Section 19 of the Municipal Finance Management Act which refers to Capital projects, is applicable on the recommended adjustments of the Capital Budget. The total amount allocated for Contribution to Capital is R35 000 000 and allocated as follows to Capital Projects:

	Original Budget	Revised Budget
Upgrade of Thabong Community Centre	R2 000 000	R5 000 000
High mast light – Virginia station	R 200 000	R 200 000
Cactus street sewer	R1 200 000	R 500 000
Upgrading of Welkom Airport	R2 000 000	R2 000 000
Energy efficiency residential load management	R2 800 000	R1 800 000
Electrification X15 (phase 5)	R1 200 000	R1 200 000
CBD facelift – Hennenman	R2 000 000	R1 500 000
CBD facelift – Welkom	R1 000 000	R1 000 000
CBD facelift – Virginia	R2 000 000	R 500 000
CBD facelift – Odendaalsrus	R3 000 000	R2 050 000
CBD facelift – Allanridge	R2 000 000	R1 500 000
Odendaalsrus outfall sewer	R4 200 000	R1 700 000

Urania substation	R8 000 000	R 200 000
Streetlights	R2 000 000	R1 050 000
Energy efficiency street lights	R2 800 000	R1 800 000
CBD electrical upgrade	R2 000 000	R1 000 000
Install and replacement of water meters	R0	R1 000 000
Dustbins	R0	R1 000 000
Procurement of movable assets	R0	R10 000 000
Total	R38 400 000	R35 000 000

1.2 Council Resolutions

The Municipal Finance Management Act requires that the municipality table and adopt the budget and budget regulations. The format of the budget and supporting documentation is prescribed by the Municipal Budget and Reporting Regulations.

On 29 January 2013 the Matjhabeng Local Municipality's Council adopted the following resolution:

A12/2013

MUNICIPAL ADJUSTMENT BUDGET(2012/13) (6/1/1 -2012/13) (ACFO)

PURPOSE

To submit Council a recommendation for an Adjustment Capital Budget in terms of Section 28 of the Municipal Finance Management Act no.56 of 2003.

COUNCIL RESOLVED (29 JANUARY 2013)

That Council approves the following 2012/2013 Draft Adjusted budget:

	<u>Original Budget</u>	<u>Revised Budget</u>
Upgrade of Thabong Community Centre	R 2 million	R5 million
High mast light – Virginia Station	R 200 000	R 200 000
Cactus street sewer	R 1.2 million	R 500 000
Upgrading of Welkom Airport	R 2 million	R 2 million
Energy efficiency residential load management	R 2.8 million	R 1.8 million
Electrification X 15 (phase 5)	R 1.2 million	R 1.2 million
CBD Facelift – Hennenman	R 2 million	R 1.5 million
CBD Facelift – Welkom	R 1 million	R 1 million
CBD Facelift – Virginia	R 2 million	R 500 000
CBD Facelift – Odendaalsrus	R 3 million	R 2.05million
CBD Facelift – Allanridge	R2 million	R 1.5 million
Odendaalsrus outfall sewer	R 4.2 million	R 1.7 million
Urania substation	R 8 million	R 200 000
Streetlights	R 2 million	R 1.05 million
Energy efficiency street lights	R 2.8 million	R 1.8 million
CBD electrical upgrade	R 2 million	R 1 million
Install and replacement of water meters	R 0	R 1 million
Dustbins	R 0	R 1 million

TOTAL

R 38 400 000

R 25 000 000

That the Acting Chief Financial Officer MUST SUBMIT an explanation on the proposed R10 000 000 to be shifted from the R35 000 000 of Contribution to Capital Expenditure for the procurement of assets at the next Ordinary Council meeting.

1.3 Executive Summary

The Matjhabeng Local Municipality Adjustment Budget for the 2012/13 financial year is compiled in accordance with the prescripts of the Municipal Finance Management Act 56 of 2003, Municipal Budget and Reporting Regulations and National Treasury's MFMA Circular No. 51, 54 and 55.

The main challenges experienced during the compilation of the 2012/13 MTREF can be summarized as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk water and electricity (due to tariff increases from Sedibeng Water and Eskom), which is placing upward pressure on service tariffs to r residents. Continuous high tariff increases are not sustainable - as there will be point where services will no-longer be affordable;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies;
- Affordability of capital projects – original allocations had to be reduced and the operational expenditure associated with prior year's capital investments needed to be factored into the budget as part of the 2012/13 MTREF process; and
- Availability of affordable capital/borrowing.

The total operational budget remained unadjusted at R1 617 317 571 in the 2012/13 financial year.

Table 1 – Consolidated overview of the 2012/13 MTREF

R thousand	Budget 2012/13	Adjustment Budget 2012/13	Budget 2013/14
Total Operating Revenue	1 617 317 571	1 617 317 571	1 639 102 732
Total Operating Expenditure	1 617 317 571	1 617 317 571	1 639 102 732
Surplus/ (Deficit)			

The 2012/13 Operating Budget of **R 1,617,317,571 (billed amount)** has been divided into revenue and expenditure sections. The revenue section consists of property rates, electricity, water, sanitation; refuse removal, grants and subsidies, interest and investment income and other revenue such as rental of halls and hostels. The expenditure section

includes items such as personnel costs, general expenses, repairs and maintenance, capital charges, contribution to reserves and contributions to capital. The 2012/2013 budget will be based on a collection rate of 70% as per the requirements of the Municipal Finance Management Act. The proposed income will be at **R1,292,195,331** for the 2012/13 financial year. The collection rate was informed by past collection trends. The pay rate of 70% has been informed by the following factors:-

- The average pay rate for the past three years was 62% .
- In line with the impact of the recession, a conservative estimate of 70% was deemed appropriate.
- In light of the abovementioned facts the consumer revenue was therefore decreased as the estimates of previous years (85-90% revenue collection) never materialised.

The municipality also made provision for bad debts of R325 122 239 for the 2012/2013 financial year.

The proposed income for the 2012/2013 financial year was based on a 70% collection rate. The total income collected for the first six (6) months of the financial year under review was 84% which is above the expected collection rate. However the actual collection rates on consumer services were 60%.

The Operational Budget of the municipality remains unadjusted for the financial year due to the strain that will be placed on administration with respect to service delivery. The majority of the budget is fixed and adjustments can only be made on the general expenditure; and repairs and maintenance. It must also be noted that the reasons stated in section 28 of the Act and section 21 of the Budget and Reporting regulations were not applicable to the municipality in terms of the Operational Budget for the year under review.

The total Capital Budget Projection for the financial years 2012/2013 is R246 627 000, 2013/2014 R315 579 000 and for 2014/2015 is R414 313 000. The Municipal Infrastructure Grant allocation for the respective financial years are, 2012/2013 R200 030 000; 2013/2014 R211 008 000; 2014/2015 R223 208 000. The other grant funding consists of allocations for the Neighbourhood Development Partnership Grant and the Integrated National Electrification Programme. The projected allocation from the contribution from Operating budget is R35 000 000 for 2012/13; R38 500 000 for 2013/14 and R40 425 000 for 2014/15.

The total amount allocated for Contribution to Capital is R35 000 000 and allocated as follows to Capital Projects:

	Original Budget	Revised Budget
Upgrade of Thabong Community Centre	R2 000 000	R5 000 000
High mast light – Virginia station	R 200 000	R 200 000
Cactus street sewer	R1 200 000	R 500 000
Upgrading of Welkom Airport	R2 000 000	R2 000 000
Energy efficiency residential load management	R2 800 000	R1 800 000
Electrification X15 (phase 5)	R1 200 000	R1 200 000
CBD facelift – Hennenman	R2 000 000	R1 500 000

CBD facelift – Welkom	R1 000 000	R1 000 000
CBD facelift – Virginia	R2 000 000	R 500 000
CBD facelift – Odendaalsrus	R3 000 000	R2 050 000
CBD facelift – Allanridge	R2 000 000	R1 500 000
Odendaalsrus outfall sewer	R4 200 000	R1 700 000
Urania substation	R8 000 000	R 200 000
Streetlights	R2 000 000	R1 050 000
Energy efficiency street lights	R2 800 000	R1 800 000
CBD electrical upgrade	R2 000 000	R1 000 000
Install and replacement of water meters	R0	R1 000 000
Dustbins	R0	R1 000 000
Procurement of movable assets	R0	R10 000 000
Total	R38 400 000	R35 000 000

1.4 Operating Revenue Framework

In order for Matjhabeng Local Municipality to improve the quality of the services provided it will have to generate the required revenue. The municipality's anticipated revenue was based on a collection rate of 70%. The municipality aspires to improve their collection rate to 75% - 85%. A revenue strategy has been developed to ensure the improved collection rate is achieved.

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

- National Treasury's guidelines and macroeconomic policy;
- Growth in the City and continued economic development;
- Efficient revenue management, which aims to ensure a 95 per cent annual collection rate for property rates and other key service charges;
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
- Achievement of full cost recovery of specific user charges especially in relation to trading services;
- 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;
- The municipality's Indigent Policy and rendering of free basic services; and
- Tariff policies of the City.

Revenue Raising Strategy

- ✳ Implementation of the Financial Recovery Ten (10) Point Action Plan
- ✳ Rejuvenate disconnection project (Operation Betaal) with a revenue protection unit in place to monitor reconnections and disconnections.
- ✳ Review accounting policies
- ✳ Implementation of the new Valuation Roll.

The following table is a summary of the 2012/13 MTREF (classified by main revenue source):

Table 2 – Operating Revenue per source

	2011/2012 BUDGET	2012/2013 BUDGET	2012/2013 ADJUSTMENT BUDGET	2013/2014 BUDGET	2014/2015 BUDGET
<i>Revenue Per Source (Billed amount)</i>					
Assessment Rates	136,325,137	148,379,657	148,379,657	160,250,029	173,070,031
Water	183,016,590	183,016,590	183,016,590	183,016,590	197,657,917
Electricity	518,737,464	575,954,206	575,954,206	645,068,711	696,674,208
Sanitation	98,230,046	103,632,698	103,632,698	111,923,314	120,877,179
Refuse Removal	55,224,343	58,319,944	58,319,944	62,985,539	68,024,382
Grants & Subsidies	392,899,000	434,657,000	434,657,000	408,097,000	449,844,000
Other income	34,108,141	35,984,089	35,984,089	41,168,290	44,461,753
Income – Bad Debts	50,000,000	52,750,000	52,750,000		
Interest Income – Bad Debts	23,339,704	24,623,88	24,623,88	26,593,259	28,720,719
Total Income as per billing	1,491,935,649	1,617,317,571	1,617,317,571	1,639,102,732	1,779,330,191
Less: Contribution to reserves (Bad Debts)	355,899,331	325,122,239	325,122,239	228,695,510	257,605,391
Total realistically anticipated revenue collected	1,136,036,318	1,292,195,331	1,292,195,331	1,410,407,222	1,521,724,800

The sources of revenue are property rates, service charges (electricity, water, refuse and sanitation), grants and subsidies, interest and investment income and other revenue such as rental income of halls and hostels. The total operating revenue increased with 5.5%. The Operating Budget remains unadjusted as can be seen from the above table.

1.5 Operating Expenditure Framework

	2012/2013 BUDGET	2012/2013 BUDGET	2013/2014 BUDGET	2014/2015 BUDGET
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<u>Expenditure Per Category</u>				
Salaries, wages and allowances	471,912,614	471,912,614	519,103,875	560,632,185
General expenses	161,889,494	161,889,494	156,306,551	168,811,076
Electricity bulk purchases	260,487,588	260,487,588	278,019,316	300,260,862
Water bulk purchases	214,304,158	214,304,158	231,448,491	249,964,370
Repairs and maintenance	161,889,494	161,889,494	182,528,989	197,131,307
Interest and Capital redemption	4,500,000	4,500,000	4,500,000	4,500,000
Contribution to capital expenditure	35,000,000	35,000,000	38,500,000	40,425,109
Total Expenditure	1,292,195,331	1,292,195,331	1,410,407,222	1,521,724,800
(Surplus)/ Deficit				

Salaries, wages & related staff cost: The salary figure is **28.28% (R471 912 614)** of the total expenditure. However, not all vacancies have been filled. This has an adverse impact on service delivery. If all positions were to be filled, the salary figure would be closer to 50% of total expenditure. This would clearly be unaffordable to the municipality. However, there are critical positions that would have to be filled. Provision is made for a 8.5% salary increase and then only emergency vacancies are budgeted for. The 2009/10 -2011/12 agreement was used in projections for the 2012/13 MTREF.

Bulk purchases: The supply of bulk services makes **29.36% (R474 791 746)** of the total budget. The following table depicts the projected cost for bulk services. Bulk services suppliers Eskom and Sedibeng will increase their tariffs with 16% and 8.5% respectively. These increases were incorporated in the projections for bulk services expenditure. No adjustments can be performed on bulk purchases as this is fixed cost based on consultation with bulk service providers.

General expenditure: General Expenses relate to operational costs and are therefore inevitable. This makes up **11.13%** of total expenditure. An adjustment may be done with regard to general expenditure, however this is not advisable. A downward adjustment will put strain on administration with respect to service delivery.

Repairs & maintenance: The municipality must ensure the health of our asset base by increasing spending on repairs and maintenance. Repairs and Maintenance relates to service backlogs and upgrading of infrastructure **12.50 %** of total expenditure has been allocated to repair and maintenance.

Depreciation: The municipality expects to adopt the amendments of GRAP 17 for the first time in the 2012 annual financial statements. It is unlikely that the amendment will have a material impact on the annual financial statements of the municipality. The depreciation was calculated on a straight-line method, based on the lifespan of the asset.

1.5 Capital Expenditure

1.6 The Capital Adjustment is as follow:

	Original Budget	Revised Budget
Upgrade of Thabong Community Centre	R2 000 000	R5 000 000
High mast light – Virginia station	200 000	R 200 000
Cactus street sewer	R1 200 000	R 500 000
Upgrading of Welkom Airport	R2 000 000	R2 000 000

Energy efficiency residential load management	R2 800 000	R1 800 000
Electrification X15 (phase 5)	R1 200 000	R1 200 000
CBD facelift – Hennenman	R2 000 000	R1 500 000
CBD facelift – Welkom	R1 000 000	R1 000 000
CBD facelift – Virginia	R2 000 000	R 500 000
CBD facelift – Odendaalsrus	R3 000 000	R2 050 000
CBD facelift – Allanridge	R2 000 000	R1 500 000
Odendaalsrus outfall sewer	R4 200 000	R1 700 000
Urania substation	R8 000 000	R 200 000
Streetlights	R2 000 000	R1 050 000
Energy efficiency street lights	R2 800 000	R1 800 000
CBD electrical upgrade	R2 000 000	R1 000 000
Install and replacement of water meters		R1 000 000
Dustbins		R1 000 000
Procurement of movable assets		R10 000 000
Total	R38 400 000	R35 000 000

1.7 Annual Budget Tables

The following pages present the main budget tables as required in terms of section 21 of the Municipal Budget and Reporting Regulation.

FS184 Matjhabeng - Table B1 Adjustments Budget Summary - 29 January 2013

Description	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
	Original Budget	Prior Adjusted	Acc. um. Funds	Multi- year capital	Unfo- re. Un- void	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial Performance											
Property rates	148 380	-	-	-	-	-	-	-	148 380	160 250	173 070
Service charges	920 923	-	-	-	-	-	-	-	920 923	1 002 994	1 083 234
Investment revenue	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	434 657	-	-	-	-	-	-	-	434 657	408 097	449 844
Other own revenue	113 357	-	-	-	-	-	-	-	113 357	67 762	73 182
Total Revenue (excluding capital transfers and contributions)	1 617 318	-	-	-	-	-	-	-	1 617 318	1 639 103	1 779 330
Employee costs	458 293	-	-	-	-	-	-	-	458 293	519 104	576 517
Remuneration of councillors	13 619	-	-	-	-	-	-	-	13 619	14 709	15 885
Depreciation & asset impairment	4 500	-	-	-	-	-	-	-	4 500	4 500	4 500
Finance charges	-	-	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	474 792	-	-	-	-	-	-	-	474 792	509 468	550 225
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	631 113	-	-	-	-	-	-	-	631 113	567 531	623 548
Total Expenditure	1 582 318	-	-	-	-	-	-	-	1 582 318	1 615 311	1 770 676
Surplus/(Deficit)	35 000	-	-	-	-	-	-	-	35 000	23 792	8 654
Transfers recognised - capital	210 912	-	-	-	-	-	-	-	210 912	216 508	233 036
Contributions recognised - capital & contributed assets	35 000	-	-	-	-	-	(10 000)	(10 000)	25 000	38 500	40 425

Surplus/(Deficit) after capital transfers & contributions	280 912	-	-	-	-	-	(10 000)	(10 000)	270 912	278 800	282 115
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	280 912	-	-	-	-	-	(10 000)	(10 000)	270 912	278 800	282 115
Capital expenditure & funds sources											
Capital expenditure	236 627	-	-	-	-	-	10 000	10 000	246 627	315 579	414 312
Transfers recognised - capital	211 627	-	-	-	-	-	-	-	211 627	216 508	233 036
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	35 000	-	-	-	-	-	-	-	35 000	38 500	40 425
Total sources of capital funds	246 627	-	-	-	-	-	-	-	246 627	255 008	273 461
Financial position											
Total current assets	196 095	-	-	-	-	-	-	-	196 095	674 855	728 843
Total non current assets	782 559	-	-	-	-	-	-	-	782 559	845 165	912 778
Total current liabilities	486 945	-	-	-	-	-	-	-	486 945	525 901	567 973
Total non current liabilities	55 723	-	-	-	-	-	-	-	55 723	60 180	64 996
Community wealth/Equity	386 201	-	-	-	-	-	-	-	386 201	417 097	450 464
Cash flows											
Net cash from (used) operating	1 073 656	-	-	-	-	-	-	-	1 073 656	1 123 548	1 259 287
Net cash from (used) investing	(29 652)	-	-	-	-	-	-	-	(29 652)	(32 024)	(34 586)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	1 044 004	-	-	-	-	-	-	-	1 044 004	1 091 524	1 224 701
Cash backing/surplus reconciliation											
Cash and investments available	16 088	-	-	-	-	-	-	-	16 088	17 375	18 765
Application of cash and investments	618 687	-	-	-	-	-	187 204	187 204	805 891	870 363	939 991
Balance - surplus (shortfall)	(602 599)	-	-	-	-	-	(187 204)	(187 204)	(789 803)	(852 988)	(921 226)

FS184 Matjhambeng - Table B2 Adjustments Budget Financial Performance (standard classification) - 29 January 2013

Standard Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Standard		675								675	614	672
Governance and administration		974	-	-	-	-	-	-	-	974	055	278
Executive and council	459	280	-	-	-	-	-	-	-	459	434	478
Budget and treasury office	216	691	-	-	-	-	-	-	-	280	690	565
Corporate services		3	-	-	-	-	-	-	-	216	179	193
	72									3	3	3
Community and public safety		261	-	-	-	-	-	-	-	72	78	84
Community and social services	58	401	-	-	-	-	-	-	-	261	041	284
Sport and recreation		77	-	-	-	-	-	-	-	58	63	68
Public safety	1	903	-	-	-	-	-	-	-	401	073	119
Housing	11	880	-	-	-	-	-	-	-	77	82	88
Health										1	2	2
Economic and environmental services										903	056	220
Planning and development										11	12	13
Road transport										880	830	857
Environmental protection												
		862										
Trading services		603	-	-	-	-	-	-	-	862	940	1 015
Electricity	575	954	-	-	-	-	-	-	-	603	009	209
Water	183	017	-	-	-	-	-	-	-	575	645	696
Waste water management	103	633	-	-	-	-	-	-	-	954	069	674
Waste management										183	183	197
	6									017	017	658
Other		480	-	-	-	-	-	-	-	103	111	120
										633	923	877
										6	6	7
										480	998	558

Total Revenue - Standard	2	1 617 318	-	-	-	-	-	-	-	1 617 318	1 639 103	1 779 330
Expenditure - Standard	-											
Governance and administration		247 154	-	-	-	-	-	-	-	247 154	253 660	263 003
Executive and council		114 173	-	-	-	-	-	-	-	114 173	124 454	120 354
Budget and treasury office		82 842	-	-	-	-	-	-	-	82 842	74 833	84 058
Corporate services		50 139	-	-	-	-	-	-	-	50 139	54 373	58 591
Community and public safety		310 267	-	-	-	-	-	-	-	310 267	326 322	351 043
Community and social services		122 782	-	-	-	-	-	-	-	122 782	123 354	133 885
Sport and recreation		71 358	-	-	-	-	-	-	-	71 358	77 750	83 566
Public safety		97 256	-	-	-	-	-	-	-	97 256	105 780	113 804
Housing		18 871	-	-	-	-	-	-	-	18 871	19 438	19 788
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		71 902	-	-	-	-	-	-	-	71 902	76 487	99 806
Planning and development		24 132	-	-	-	-	-	-	-	24 132	25 365	44 645
Road transport		47 770	-	-	-	-	-	-	-	47 770	51 122	55 161
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		985 063	-	-	-	-	-	-	-	985 063	979 445	1 062 047
Electricity		549 206	-	-	-	-	-	-	-	549 206	512 901	569 453
Water		312 259	-	-	-	-	-	-	-	312 259	331 798	341 121
Waste water management		123 598	-	-	-	-	-	-	-	123 598	134 746	151 473
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		2 931	-	-	-	-	-	-	-	2 931	3 189	3 430
Total Expenditure - Standard	3	1 617 317	-	-	-	-	-	-	-	1 617 317	1 639 103	1 779 329
Surplus/ (Deficit) for the year		1	-	-	-	-	-	-	-	1	(0)	1

FS184 Matjhabeng - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 29 January 2013

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - COUNCIL GENERAL		434	-	-	-	-	-	-	-	434	408	449
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		657 24 623	-	-	-	-	-	-	-	657 24 623	097 26 593	844 28 721
Vote 3 - OFFICE OF THE SPEAKER Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		- -	-	-	-	-	-	-	-	- -	- -	- -
Vote 5 - CORPORATE SERVICES		81	-	-	-	-	-	-	-	81	88	95
Vote 6 - FINANCE		223 174	-	-	-	-	-	-	-	223 174	186 363	201 271
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES Vote 9 - PUBLIC SAFETY AND TRANSPORT		58 396 1 903	-	-	-	-	-	-	-	58 396 1 903	63 068 2 056	68 112 2 220
Vote 10 - ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - ENGINEERING SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - WATER/SEWERAGE		286 650	-	-	-	-	-	-	-	286 650	294 940	318 535
Vote 13 - ELECTRICITY		575 954	-	-	-	-	-	-	-	575 954	645 069	696 674

Vote 14 - HOUSING		880	-	-	-	-	-	-	-	880	830	857
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1 617 318	-	-	-	-	-	-	-	1 617 318	1 639 104	1 779 329
Expenditure by Vote	1											
Vote 1 - COUNCIL GENERAL		55	-	-	-	-	-	-	-	55	60	51
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		243	-	-	-	-	-	-	-	243	333	384
Vote 3 - OFFICE OF THE SPEAKER		15	-	-	-	-	-	-	-	15	16	17
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		188	-	-	-	-	-	-	-	188	476	751
Vote 5 - CORPORATE SERVICES		16	-	-	-	-	-	-	-	16	18	19
Vote 6 - FINANCE		667	-	-	-	-	-	-	-	667	171	524
Vote 7 - HUMAN RESOURCES		43	-	-	-	-	-	-	-	43	46	50
Vote 8 - COMMUNITY SERVICES		242	-	-	-	-	-	-	-	242	963	567
Vote 9 - PUBLIC SAFETY AND TRANSPORT		47	-	-	-	-	-	-	-	47	51	55
Vote 10 - ECONOMIC DEVELOPMENT		441	-	-	-	-	-	-	-	441	582	504
Vote 11 - ENGINEERING SERVICES		86	-	-	-	-	-	-	-	86	79	88
Vote 12 - WATER/SEWERAGE		997	-	-	-	-	-	-	-	997	343	916
Vote 13 - ELECTRICITY		10	-	-	-	-	-	-	-	10	11	12
Vote 14 - HOUSING		930	-	-	-	-	-	-	-	930	896	793
Vote 15 - [NAME OF VOTE 15]		168	-	-	-	-	-	-	-	168	173	187
		516	-	-	-	-	-	-	-	516	187	445
		98	-	-	-	-	-	-	-	98	106	114
		054	-	-	-	-	-	-	-	054	696	760
		14	-	-	-	-	-	-	-	14	15	33
		772	-	-	-	-	-	-	-	772	206	714
		134	-	-	-	-	-	-	-	134	145	156
		907	-	-	-	-	-	-	-	907	837	905
		400	-	-	-	-	-	-	-	400	428	451
		977	-	-	-	-	-	-	-	977	718	833
		505	-	-	-	-	-	-	-	505	465	518
		510	-	-	-	-	-	-	-	510	253	441
		18	-	-	-	-	-	-	-	18	19	19
		873	-	-	-	-	-	-	-	873	441	788
		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1 617 317	-	-	-	-	-	-	-	1 617 317	1 639 102	1 779 325
Surplus/ (Deficit) for the year	2	1	-	-	-	-	-	-	-	1	2	4

FS184 Matjhabeng - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 29 January 2013

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoi d.	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	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	148	-	-	-	-	-	-	-	148	160	173
Property rates - penalties & collection charges		380	-	-	-	-	-	-	-	380	250	070
Service charges - electricity revenue	2	575	-	-	-	-	-	-	-	575	645	696
Service charges - water revenue	2	954	-	-	-	-	-	-	-	954	069	674
Service charges - sanitation revenue	2	183	-	-	-	-	-	-	-	183	183	197
Service charges - refuse revenue	2	017	-	-	-	-	-	-	-	017	017	658
Service charges - other	2	103	-	-	-	-	-	-	-	103	111	120
Rental of facilities and equipment	2	633	-	-	-	-	-	-	-	633	923	877
Interest earned - external investments		58	-	-	-	-	-	-	-	58	62	68
Interest earned - outstanding debtors	2	320	-	-	-	-	-	-	-	320	986	024
Dividends received		11	-	-	-	-	-	-	-	11	12	13
Fines		800	-	-	-	-	-	-	-	800	830	857
Licences and permits		65	-	-	-	-	-	-	-	65	13	14
Agency services		573	-	-	-	-	-	-	-	573	763	864
Transfers recognised - operating		434	-	-	-	-	-	-	-	434	408	449
Other revenue	2	657	-	-	-	-	-	-	-	657	097	844
		35	-	-	-	-	-	-	-	35	41	44
		984	-	-	-	-	-	-	-	984	168	462

Gains on disposal of PPE												
Total Revenue (excluding capital transfers and contributions)		1 617 318	-	-	-	-	-	-	-	1 617 318	1 639 103	1 779 330
Expenditure By Type												
Employee related costs		458 293	-	-	-	-	-	-	-	458 293	519 104	576 517
Remuneration of councillors		13 619								13 619	14 709	15 885
Debt impairment		325 122								325 122	228 696	257 605
Depreciation & asset impairment		4 500								4 500	4 500	4 500
Finance charges												
Bulk purchases		474 792								474 792	509 468	550 225
Other materials												
Contracted services												
Transfers and grants												
Other expenditure		305 991								305 991	338 836	365 942
Loss on disposal of PPE												
Total Expenditure		1 582 318	-	-	-	-	-	-	-	1 582 318	1 615 311	1 770 676
Surplus/(Deficit)		35 000								35 000	23 792	8 654
Transfers recognised - capital		210 912								210 912	216 508	233 036
Contributions		35 000					(10 000)	(10 000)		25 000	38 500	40 425
Contributed assets												
Surplus/(Deficit) before taxation		280 912					(10 000)	(10 000)		270 912	278 800	282 115
Taxation												
Surplus/(Deficit) after taxation		280 912					(10 000)	(10 000)		270 912	278 800	282 115
Attributable to minorities												
Surplus/(Deficit) attributable to municipality		280 912					(10 000)	(10 000)		270 912	278 800	282 115
Share of surplus/ (deficit) of associate												
Surplus/ (Deficit) for the year		280 912					(10 000)	(10 000)		270 912	278 800	282 115

FS184 Matjhabeng - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 29 January 2013

Description	Ref	Budget Year 2012/13									Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoi d.	Nat. or Prov. Govt	Other Adjus. s.	Total Adjus. s.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - COUNCIL GENERAL		2 341	-	-	-	-	-	10 000	10 000	12 341	2 341	2 341
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - FINANCE		1 500	-	-	-	-	-	-	500	1 500	-	-
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES		40 203	-	-	-	-	-	-	40 203	40 203	22 500	46 541
Vote 9 - PUBLIC SAFETY AND TRANSPORT		-	-	-	-	-	-	-	-	-	-	-

Vote 10 - ECONOMIC DEVELOPMENT		8	-	-	-	-	-	-	8	43	50	
		191	-	-	-	-	-	-	191	257	166	
Vote 11 - ENGINEERING SERVICES		104	-	-	-	-	-	-	104	67	114	
		907	-	-	-	-	-	-	907	713	636	
Vote 12 - WATER/SEWERAGE		79	-	-	-	-	-	-	79	172	200	
		485	-	-	-	-	-	-	485	564	628	
Vote 13 - ELECTRICITY		-	-	-	-	-	-	-	-	7	-	
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	203	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	
Capital multi-year expenditure sub-total	3	236 627	-	-	-	-	-	10 000	10 000	246 627	315 579	414 312
Single-year expenditure to be adjusted	2											
Vote 1 - COUNCIL GENERAL		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - FINANCE		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - PUBLIC SAFETY AND TRANSPORT		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - ENGINEERING SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - WATER/SEWERAGE		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - ELECTRICITY		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		236 627	-	-	-	-	-	10 000	10 000	246 627	315 579	414 312
Capital Expenditure - Standard												
Governance and administration		2 341	-	-	-	-	-	10 000	10 000	12 341	2 341	2 341
Executive and council		2 341						10 000	10 000	12 341	2 341	2 341
Budget and treasury office												
Corporate services												
Community and public safety		40 203	-	-	-	-	-	-	-	40 203	22 500	46 541
Community and social services												
Sport and recreation		40 203								40 203	22 500	46 541
Public safety												
Housing												
Health												
Economic and environmental services		8 191	-	-	-	-	-	-	-	8 191	43 257	50 166
Planning and development		8 191								8 191	43 257	50 166
Road transport												
Environmental protection												
Trading services		79 485	-	-	-	-	-	-	-	79 485	179 768	200 628
Electricity											7	
Water		4 990								4 990	23 134	56 265
Waste water management		74 495								74 495	149 431	144 363
Waste management												
Other		116 407						(10) 000	(10) 000	106 407	67 713	114 636
Total Capital Expenditure - Standard	3	246 627	-	-	-	-	-	-	-	246 627	315 579	414 312

Funded by:													
National Government		200							-	-	200	211	223
Provincial Government		030							-	030	008	208	
District Municipality		11							-	11	5	9	
Other transfers and grants		597							-	597	500	828	
Total Capital transfers recognised	4	211								211	216	233	
Public contributions & donations		627								627	508	036	
Borrowing													
Internally generated funds		35								35	38	40	
		000								000	500	425	
Total Capital Funding		246								246	255	273	
		627								627	008	461	

FS184 Matjhabeng - Table B6 Adjustments Budget Financial Position - 29 January 2013

Description	Ref	Budget Year 2012/13									Budget Year +1	Budget Year +2	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid .	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
R thousands													
ASSETS													
Current assets													
Cash		16							-	-	16	17	18
Call investment deposits	1	088	-	-	-	-	-	-	-	088	375	765	
Consumer debtors	1	180	-	-	-	-	-	-	-	180	657	710	
Other debtors		007	-	-	-	-	-	-	-	007	480	078	
Current portion of long-term receivables													
Inventory													
Total current assets		196								196	674	728	
		095								095	855	843	
Non current assets													

Long-term receivables									-	-		
Investments									-	-		
Investment property									-	-		
Investment in Associate									-	-		
Property, plant and equipment	1	782 559	-	-	-	-	-	-	-	782 559	845 165	912 778
Agricultural									-	-		
Biological									-	-		
Intangible									-	-		
Other non-current assets									-	-		
Total non current assets		782 559	-	-	-	-	-	-	-	782 559	845 165	912 778
TOTAL ASSETS		978 654	-	-	-	-	-	-	-	978 654	1 520 020	1 641 621
LIABILITIES												
Current liabilities												
Bank overdraft									-	-		
Borrowing		37 727	-	-	-	-	-	-	-	37 727	40 745	44 005
Consumer deposits									-	-		
Trade and other payables		449 218	-	-	-	-	-	-	-	449 218	485 156	523 968
Provisions									-	-		
Total current liabilities		486 945	-	-	-	-	-	-	-	486 945	525 901	567 973
Non current liabilities												
Borrowing	1	52 897	-	-	-	-	-	-	-	52 897	57 128	61 699
Provisions	1	2 826	-	-	-	-	-	-	-	2 826	3 052	3 297
Total non current liabilities		55 723	-	-	-	-	-	-	-	55 723	60 180	64 996
TOTAL LIABILITIES		542 668	-	-	-	-	-	-	-	542 668	586 081	632 969
NET ASSETS	2	435 986	-	-	-	-	-	-	-	435 986	933 939	1 008 652
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		29 528	-	-	-	-	-	-	-	29 528	31 890	34 441
Reserves		356 673	-	-	-	-	-	-	-	356 673	385 207	416 023
TOTAL COMMUNITY WEALTH/EQUITY		386 201	-	-	-	-	-	-	-	386 201	417 097	450 464

FS184 Matjhabeng - Table B7 Adjustments Budget Cash Flows - 29 January 2013

Description	Ref	Budget Year 2012/13									Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts	Total Adjusts	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Ratepayers and other		1 161 753								1 161 753	1 254 693	1 355 068
Government - operating	1	424 331								424 331	458 277	494 940
Government - capital	1	211 627								211 627	228 557	246 842
Interest		54 000								54 000	58 320	62 986
Dividends												
Payments												

Suppliers and employees		(775 065)							-	(775 065)	(873 070)	(904 036)
Finance charges		(2 990)							-	(2 990)	(3 229)	3 487
Transfers and Grants	1								-			
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 073 656	-	-	-	-	-	-	-	1 073 656	1 123 548	1 259 287
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		(29 652)							-	(29 652)	(32 024)	(34 586)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(29 652)	-	-	-	-	-	-	-	(29 652)	(32 024)	(34 586)
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		1 044 004	-	-	-	-	-	-	-	1 044 004	1 091 524	1 224 701
Cash/cash equivalents at the year begin:	2								-			
Cash/cash equivalents at the year end:	2	1 044 004	-	-	-	-	-	-		1 044 004	1 091 524	1 224 701

Part 2 – Supporting documentation

FS184 Matjhabeng - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 29 January 2013

Description	R ef	Budget Year 2012/13								Budg et Year +1 2013/1 4	Budg et Year +2 2014/1 5	
		Original Budget t	Prior Adjus ted 6	Accu m. Funds 7	Multi- year capita l 8	Unfor e. Unav oid. 9	Nat. or Prov. Govt 10	Other Adjust s. 11	Total Adjust s. 12	Adjus ted Budg et 13	Adjus ted Budg et	Adjus ted Budg et
R thousands		A	A1	B	C	D	E	F	G	H		
REVENUE ITEMS												
Property rates												
Total Property Rates		196 455							-	196 455	212 171	229 145
<i>less Revenue Foregone</i>		48 075							-	48 075	51 921	56 075
Net Property Rates		148 380	-	-	-	-	-	-	-	148 380	160 250	173 070
Service charges - electricity revenue												
Total Service charges - electricity revenue		575 954							-	575 954	645 069	696 674
<i>less Revenue Foregone</i>									-			
Net Service charges - electricity revenue		575 954	-	-	-	-	-	-	-	575 954	645 069	696 674
Service charges - water revenue												
Total Service charges - water revenue		183 017							-	183 017	183 017	197 658
<i>less Revenue Foregone</i>									-			
Net Service charges - water revenue		183 017	-	-	-	-	-	-	-	183 017	183 017	197 658
Service charges - sanitation												

revenue												
Total Service charges - sanitation revenue		103 633								103 633	111 923	120 877
<i>less Revenue Foregone</i>										-		
Net Service charges - sanitation revenue		103 633	-	-	-	-	-	-	-	103 633	111 923	120 877
Service charges - refuse revenue												
Total refuse removal revenue		58 320								58 320	62 986	68 024
Total landfill revenue										-		
<i>less Revenue Foregone</i>										-		
Net Service charges - refuse revenue		58 320	-	-	-	-	-	-	-	58 320	62 986	68 024
-												
Other Revenue By Source												
Fuel levy										-		
Other revenue	3	35 984								35 984	41 168	44 462
Total 'Other' Revenue	1	35 984	-	-	-	-	-	-	-	35 984	41 168	44 462
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		291 930								291 930	339 432	382 471
Pension and UIF Contributions		45 541								45 541	49 185	53 119
Medical Aid Contributions		25 905								25 905	27 977	30 216
Overtime		48 089								48 089	51 936	56 091
Performance Bonus										-	-	-
Motor Vehicle Allowance		12 322								12 322	13 308	14 373
Cellphone Allowance		1 061								1 061	1 146	1 238
Housing Allowances		2 179								2 179	2 353	2 541
Other benefits and allowances		9 447								9 447	10 203	11 019
Payments in lieu of leave		21 819								21 819	23 564	25 450
Long service awards										-	-	-
Post-retirement benefit obligations	4									-	-	-
sub-total		458 293	-	-	-	-	-	-	-	458 293	519 104	576 517
<i>Less: Employees costs capitalised to PPE</i>										-		
Total Employee related costs	1	458 293	-	-	-	-	-	-	-	458 293	519 104	576 517
Contributions recognised - capital												
<i>List contributions by contract</i>		35 000					(10 000)	(10 000)		25 000	38 500	40 425

Total Contributions recognised - capital								(10 000)	(10 000)	25 000	38 500	40 425
<u>Depreciation & asset impairment</u>												
Depreciation of Property, Plant & Equipment										4 500	4 500	4 500
Lease amortisation												
Capital asset impairment												
Depreciation resulting from revaluation of PPE												
Total Depreciation & asset impairment	1									4 500	4 500	4 500
<u>Bulk purchases</u>												
Electricity										260	278	300
										488	019	261
Water										214	231	249
										304	448	964
Total bulk purchases	1									474 792	509 468	550 225
<u>Contracted services</u>												
<i>List services provided by contract</i>												
<i>sub-total</i>	1											
Allocations to organs of state:												
Electricity												
Water												
Sanitation												
Other												
Total contracted services												
<u>Other Expenditure By Type</u>												
Repairs and maintenance										161 889	182 529	197 131
Collection costs												
Contributions to 'other' provisions												
Consultant fees												
Audit fees												
General expenses	3, 5									144 101	156 307	168 811
Total Other Expenditure	1									305 991	338 836	365 942

FS184 Matjhabeng - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 29 January 2013

Description	Ref	Budget Year 2012/13						Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget A	Prior Adjusted 7 A1	Multi-year capital 8 B	Nat. or Prov. Govt 9 C	Other Adjusts. 10 D	Total Adjusts. 11 E	Adjusted Budget 12 F	Adjusted Budget
R thousands									
RECEIPTS:	1, 2								
- Operating Transfers and Grants		434					434	465	500
National Government:		657	-	-	-	-	657	581	315
Local Government Equitable Share		432					432	463	497
Finance Management	3	357				-	357	211	815
Municipal Systems Improvement		500				-	500	500	550
		800				-	800	870	950
Other transfers and grants [insert description]						-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-
	4					-	-	-	-
Other transfers and grants [insert description]	5					-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-
[insert description]						-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-

<i>[insert description]</i>								-	-		
								-	-		
Total Operating Transfers and Grants	6	434 657	-	-	-	-	-	-	434 657	465 581	500 315
Capital Transfers and Grants											
National Government:		200 030	-	-	-	-	-	-	200 030	211 008	223 208
Municipal Infrastructure Grant (MIG)		200 030							200 030	211 008	223 208
Other capital transfers <i>[insert description]</i>											
Provincial Government:		11 597	-	-	-	-	-	-	11 597	5 500	9 828
<i>[insert description]</i>		11 597							11 597	5 500	9 828
District Municipality:											
<i>[insert description]</i>											
Other grant providers:											
<i>[insert description]</i>											
Total Capital Transfers and Grants	6	211 627	-	-	-	-	-	-	211 627	216 508	233 036
TOTAL RECEIPTS OF TRANSFERS & GRANTS		646 284	-	-	-	-	-	-	646 284	682 089	733 351

FS184 Matjhabeng - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 29 January 2013

Description	Ref	Budget Year 2012/13							Budget Year +1 2013/14	Budget Year +2 2014/15
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	2 A1	3 B	4 C	5 D	6 E	7 F		
R thousands										
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		434 657	-	-	-	-	-	434 657	465 581	500 315
Local Government Equitable Share		432 357						432 357	463 211	497 815

Finance Management	500	1						-	1 500	1 500	1 550
Municipal Systems Improvement	800							-	800	870	950
								-	-		
								-	-		
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:	434 657	-	-	-	-	-	-	-	434 657	465 581	500 315
Capital expenditure of Transfers and Grants											
National Government:	200 030	-	-	-	-	-	-	-	200 030	211 008	223 208
Municipal Infrastructure Grant (MIG)	200 030							-	200 030	211 008	223 208
								-	-		
Other capital transfers [insert description]								-	-		
Provincial Government:	11 597	-	-	-	-	-	-	-	11 597	5 500	9 828
	11 597							-	11 597	5 500	9 828
[insert description]								-	-		
District Municipality:	-	-	-	-	-	-	-	-	-	-	-
[insert description]								-	-		
Other grant providers:								-	-		

		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
							-	-		
Total capital expenditure of Transfers and Grants		211 627	-	-	-	-	-	211 627	216 508	233 036
Total capital expenditure of Transfers and Grants		646 284	-	-	-	-	-	646 284	682 089	733 351

FS184 Matjhabeng - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds - 29 January 2013

Description	Ref	Budget Year 2012/13						Budget Year +1 2013/14	Budget Year +2 2014/15	
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	
R thousands		A	2 A1	3 B	4 C	5 D	6 E	7 F		
Operating transfers and grants:										
National Government:										
Balance unspent at beginning of the year		-					-	-		
Current year receipts		434 657						434 657	465 581	500 315
Conditions met - transferred to revenue		434 657						434 657	465 581	500 315
Conditions still to be met - transferred to liabilities										
Provincial Government:										
Balance unspent at beginning of the year							-	-		
Current year receipts							-	-		
Conditions met - transferred to revenue										
Conditions still to be met - transferred to liabilities										
District Municipality:										
Balance unspent at beginning of the year							-	-		
Current year 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 year receipts							-	-		
Conditions met - transferred to revenue							-	-	-	-
Conditions still to be met - transferred to liabilities							-	-		
Total operating transfers and grants revenue		434						434	465	500
		657	-	-	-	-	-	657	581	315
Total operating transfers and grants - CTBM	2	-	-	-	-	-	-	-	-	-
Capital transfers and grants:										
National Government:										
Balance unspent at beginning of the year							-	-		
Current year receipts		211						211	216	233
Conditions met - transferred to revenue		627						627	508	036
Conditions still to be met - transferred to liabilities		211						211	216	233
		627	-	-	-	-	-	627	508	036
Provincial Government:										
Balance unspent at beginning of the year							-	-		
Current year receipts							-	-		
Conditions met - transferred to revenue							-	-		
Conditions still to be met - transferred to liabilities							-	-		
District Municipality:										
Balance unspent at beginning of the year							-	-		
Current year 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 year receipts							-	-		
Conditions met - transferred to revenue							-	-		
Conditions still to be met - transferred to liabilities							-	-		
Total capital transfers and grants revenue		211						211	216	233
		627	-	-	-	-	-	627	508	036
Total capital transfers and grants - CTBM										
TOTAL TRANSFERS AND GRANTS REVENUE		646						646	682	733
		284	-	-	-	-	-	284	089	351
TOTAL TRANSFERS AND GRANTS - CTBM										

FS184 Matjhabeng - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 29 January 2013

Description	Ref	Budget Year 2012/13											Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue by Vote																
Vote 1 - COUNCIL GENERAL		36 221	36 221	36 221	36 221	36 221	36 221	36 221	36 221	36 221	36 221	36 221	36 226	434 657	408 097	449 844
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR													24 623	24 623	26 593	28 721
Vote 3 - OFFICE OF THE SPEAKER													-	-	-	-

Vote 4 - OFFICE OF THE MUNICIPAL MANAGER	2 052	2 052	2 052	2 052	2 052	2 052	2 052	2 052	2 052	2 052	2 052	(22 572)	-	-	-
Vote 5 - CORPORATE SERVICES	7	7	7	7	7	7	7	7	7	7	7	4	81	88	95
Vote 6 - FINANCE	18 823	18 823	18 823	18 823	18 823	18 823	18 823	18 823	18 823	18 823	18 823	16 121	223 174	186 363	201 271
Vote 7 - HUMAN RESOURCES												-	-	-	-
Vote 8 - COMMUNITY SERVICES	4 866	4 866	4 866	4 866	4 866	4 866	4 866	4 866	4 866	4 866	4 866	4 870	58 396	63 068	68 112
Vote 9 - PUBLIC SAFETY AND TRANSPORT	159	159	159	159	159	159	159	159	159	159	159	154	1 903	2 056	2 220
Vote 10 - ECONOMIC DEVELOPMENT												-	-	-	-
Vote 11 - ENGINEERING SERVICES												-	-	-	-
Vote 12 - WATER/SEWERAGE	23 887	23 887	23 887	23 887	23 887	23 887	23 887	23 887	23 887	23 887	23 887	23 893	286 650	294 940	318 535
Vote 13 - ELECTRICITY	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 998	575 954	645 069	696 674
Vote 14 - HOUSING	990	990	990	990	990	990	990	990	990	990	990	990	11 880	12 830	13 857
Vote 15 - [NAME OF VOTE 15]												-	-	-	-
Total Revenue by Vote	135 001	135 001	135 001	135 001	135 001	135 001	135 001	135 001	135 001	135 001	135 001	132 307	617 318	639 104	779 329
Expenditure by Vote															
Vote 1 - COUNCIL GENERAL	4 604	4 604	4 604	4 604	4 604	4 604	4 604	4 604	4 604	4 604	4 604	4 599	55 243	60 333	51 384
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 262	15 188	16 476	17 751
Vote 3 - OFFICE OF THE SPEAKER	1 160	1 160	1 160	1 160	1 160	1 160	1 160	1 160	1 160	1 160	1 160	3 907	16 667	18 171	19 524
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER	3 604	3 604	3 604	3 604	3 604	3 604	3 604	3 604	3 604	3 604	3 604	3 598	43 242	46 963	50 567
Vote 5 - CORPORATE SERVICES	3 953	3 953	3 953	3 953	3 953	3 953	3 953	3 953	3 953	3 953	3 953	3 958	47 441	51 582	55 504
Vote 6 - FINANCE	7 250	7 250	7 250	7 250	7 250	7 250	7 250	7 250	7 250	7 250	7 250	7 247	86 997	79 343	88 916
Vote 7 - HUMAN RESOURCES	911	911	911	911	911	911	911	911	911	911	911	909	10 930	11 896	12 793
Vote 8 - COMMUNITY SERVICES	14 043	14 043	14 043	14 043	14 043	14 043	14 043	14 043	14 043	14 043	14 043	14 043	168 516	173 187	187 445
Vote 9 - PUBLIC SAFETY AND TRANSPORT	7 633	7 633	7 633	7 633	7 633	7 633	7 633	7 633	7 633	7 633	7 633	14 091	98 054	106 696	114 760
Vote 10 - ECONOMIC	1	1	1	1	1	1	1	1	1	1	1	1	14	15	33

DEVELOPMENT	231	231	231	231	231	231	231	231	231	231	231	231	231	206	714	
Vote 11 - ENGINEERING SERVICES	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 242	11 245	134 907	145 837	156 905
Vote 12 - WATER/SEWERAGE	42 126	42 126	42 126	42 126	42 126	42 126	42 126	42 126	42 126	42 126	42 126	42 126	(62 409)	400 977	428 718	451 833
Vote 13 - ELECTRICITY	538	538	538	538	538	538	538	538	538	538	538	538	499 592	505 510	465 253	518 441
Vote 14 - HOUSING	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 570	18 873	19 441	19 788
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Total Expenditure by Vote	101 134	101 134	101 134	101 134	101 134	101 134	101 134	101 134	101 134	101 134	101 134	101 134	504 843	617 317	1 639 102	1 779 325
Surplus/ (Deficit)	33 867	33 867	33 867	33 867	33 867	33 867	33 867	33 867	33 867	33 867	33 867	33 867	(372 536)	1	2	4

FS184 Matjhabeng - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (standard classification) - 29 January 2013

Description - Standard classification	Ref	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework	Budget Year +1 2013 /14	Budget Year +2 2014 /15	
		July	August	Sept.	October	November	December	January	February	March	April	May	June				
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget				Adjusted Budget
R thousands																	
Revenue - Standard																	
Governance and administration		56 331	56 331	56 331	56 331	56 331	56 331	56 331	56 331	56 331	56 331	56 331	56 333	675 974	614 055	672 278	
Executive and council		38 273	38 273	38 273	38 273	38 273	38 273	38 273	38 273	38 273	38 273	38 273	38 277	459 280	434 690	478 565	
Budget and treasury office		18 058	18 058	18 058	18 058	18 058	18 058	18 058	18 058	18 058	18 058	18 058	18 053	216 691	179 362	193 710	
Corporate services		-	-	-	-	-	-	-	-	-	-	-	3	3	3	3	
Community and public safety		6 022	6 022	6 022	6 022	6 022	6 022	6 022	6 022	6 022	6 022	6 022	6 019	72 261	78 041	84 284	
Community and social services		4 867	4 867	4 867	4 867	4 867	4 867	4 867	4 867	4 867	4 867	4 867	4 864	58 401	63 073	68 119	
Sport and recreation		6	6	6	6	6	6	6	6	6	6	6	11	77	82	88	

Public safety	159	159	159	159	159	159	159	159	159	159	159	154	1 903	2 056	2 220
Housing	990	990	990	990	990	990	990	990	990	990	990	990	11 880	12 830	13 857
Health												-	-	-	-
Economic and environmental services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Planning and development												-	-	-	-
Road transport												-	-	-	-
Environmental protection												-	-	-	-
Trading services	71 883	71 883	71 883	71 883	71 883	71 883	71 883	71 883	71 883	71 883	71 883	71 890	862 603	940 009	1 015 209
Electricity	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 996	47 998	575 954	645 069	696 674
Water	15 251	15 251	15 251	15 251	15 251	15 251	15 251	15 251	15 251	15 251	15 251	15 256	183 017	183 017	197 658
Waste water management	8 636	8 636	8 636	8 636	8 636	8 636	8 636	8 636	8 636	8 636	8 636	8 637	103 633	111 923	120 877
Waste management												-	-	-	-
Other	540	540	540	540	540	540	540	540	540	540	540	540	6 480	6 998	7 558
Total Revenue - Standard	134 776	134 776	134 776	134 776	134 776	134 776	134 776	134 776	134 776	134 776	134 776	134 782	1 617 318	1 639 103	1 779 330
Expenditure - Standard															
Governance and administration	20 596	20 596	20 596	20 596	20 596	20 596	20 596	20 596	20 596	20 596	20 596	20 598	247 154	253 660	263 003
Executive and council	9 514	9 514	9 514	9 514	9 514	9 514	9 514	9 514	9 514	9 514	9 514	9 519	114 173	124 454	120 354
Budget and treasury office	6 904	6 904	6 904	6 904	6 904	6 904	6 904	6 904	6 904	6 904	6 904	6 898	82 842	74 833	84 058
Corporate services	4 178	4 178	4 178	4 178	4 178	4 178	4 178	4 178	4 178	4 178	4 178	4 181	50 139	54 373	58 591
Community and public safety	25 857	25 857	25 857	25 857	25 857	25 857	25 857	25 857	25 857	25 857	25 857	25 840	310 267	326 322	351 043
Community and social services	10 232	10 232	10 232	10 232	10 232	10 232	10 232	10 232	10 232	10 232	10 232	10 230	122 782	123 354	133 885
Sport and recreation	5 947	5 947	5 947	5 947	5 947	5 947	5 947	5 947	5 947	5 947	5 947	5 941	71 358	77 750	83 566
Public safety	8 105	8 105	8 105	8 105	8 105	8 105	8 105	8 105	8 105	8 105	8 105	8 101	97 256	105 780	113 804
Housing	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 568	18 871	19 438	19 788
Health												-	-	-	-
Economic and	5	5	5	5	5	5	5	5	5	5	5	5	71	76	99

environmental services	992	992	992	992	992	992	992	992	992	992	992	990	902	487	806
Planning and development	2 011	2 011	2 011	2 011	2 011	2 011	2 011	2 011	2 011	2 011	2 011	2 011	24 132	25 365	44 645
Road transport	3 981	3 981	3 981	3 981	3 981	3 981	3 981	3 981	3 981	3 981	3 981	3 979	47 770	51 122	55 161
Environmental protection												-	-	-	-
Trading services	82 089	82 089	82 089	82 089	82 089	82 089	82 089	82 089	82 089	82 089	82 089	82 084	985 063	979 445	062 047
Electricity	45 767	45 767	45 767	45 767	45 767	45 767	45 767	45 767	45 767	45 767	45 767	45 769	549 206	512 901	569 453
Water	26 022	26 022	26 022	26 022	26 022	26 022	26 022	26 022	26 022	26 022	26 022	26 017	312 259	331 798	341 121
Waste water management	10 300	10 300	10 300	10 300	10 300	10 300	10 300	10 300	10 300	10 300	10 300	10 298	123 598	134 746	151 473
Waste management												-	-	-	-
Other												2 931	2 931	3 189	3 430
Total Expenditure - Standard	134 534	134 534	134 534	134 534	134 534	134 534	134 534	134 534	134 534	134 534	134 534	137 443	617 317	639 103	779 329
Surplus/ (Deficit) 1.	242	242	242	242	242	242	242	242	242	242	242	(2 661)	1	(0)	1

Quality certificate

I,, municipal manager of Matjhabeng Local Municipality FS 184, hereby certifies that the adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustment budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print name: _____

Municipal Manager of Matjhabeng Local Municipality FS184

Signature: _____

Date: 29 January 2013