



**DITSOBOTLA LOCAL
MUNICIPALITY**

BUDGET 2023/24 TO 2025/26 MEDIUM TERM REVENUE EXPENDITURE FRAMEWORK

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Lichtenburg, 2740

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PART 1

1. Mayor's Report

To be tabled in Council.

Recommendations

- a) That the draft annual budget and its supporting documents (proposed tariffs, reviewed /draft policies and financial plan) for the MTREF 2023/2024 to 2025/26 be considered.
- b) That the total budget of **R 689 453 000** be considered of which **R646 320 000** is operational and **R43 183 000** is capital as per schedule A1, A4, A5 and A7.
- c) That the total expenditure budget of **R 670 271 000** should be considered against the revenue budget of **R646 320 000**.
- d) That the draft A Schedules (1-10) and supporting schedules should be submitted to Council as part of supporting documents and be approved.
- e) That Council approve the capital expenditure by vote and associated category as well as funding reflected in the budget on schedules A5 and A9.
- f) That Council approve the indicative estimates for the two outer years stipulated in the Schedules.
- g) That the deficit recorded in Table A4 is due to non-cash items.
- h) That the Council acknowledges that its statement of financial performance(A4), has recorded a deficit of **R23 951 000**.
- i) That the approved budget of the Council for the financial year 2023/2024 and the multi –year and single year capital appropriations as set out in accordance with Municipal Budget and Reporting Regulations(MBRR) be approved.
- j) That the Financial Plan be approved and implemented as per the resolution of the adjustment budget 2021/22 FY to improve the collection rate.
- k) That the tariffs proposed in the tariff list be approved.

1.1. Executive Summary

The aim of this report is to present a coherent plan to achieve the vision of the municipality. The intention of this report is to link, integrate and co-ordinate development plans for DLM which is aligned with national, provincial and district development plans and planning requirements binding on the municipality in terms of legislation.

1.2. Purpose of the Report

The purpose is to table this report in terms of section 24 of the MFMA No.56 of 2003 before Municipal Council a report to consider of the Draft Annual Budget and its supporting documents which are amended budget policies, funding plan and tariffs for the 2023/2024 to 2025/26 Medium - Term Revenue and Expenditure Framework.

1.3. Background

The Municipal Finance Management Act No 52. Of 2003 section 16(2) stipulates that an annual budget must be compiled and be tabled in Council by 31 March in terms of section 17(3) by the reviewed Integrated Development Plan, draft Service Delivery Budget Implementation plan. The Municipal Structures Act 117 of 1998 section 56(2) requires the Mayor to recommend to Council strategies, programmes and services to address community priority needs. On the other hand, the Municipal Systems Act 32 of 2000 section 34(a) requires that municipality must review its IDP annually in accordance with its assessment of its performance measurements in terms of section 41

- I. Subsequently, the budget must be made available for public consultation. The Mayor must the consider all the inputs made by all relevant stakeholders including communities, and a final budget must be submitted to Council for consideration a month before the start of the financial year.
- II. A schedule of public participation will be made available to all municipal social media platforms.
- III. A separate report of the public participation will be presented to Council when tabling the final budget

The application of sound financial management principles for the compilation of the Municipality's financial plan is essential and critical to ensure that the Council remains

financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The Municipality's business and service delivery priorities are reviewed on an annual basis as part of the planning and budgeting process. A critical review was also undertaken of expenditures on non-core and 'nice to have' items. The Ditsobotla Local Municipality has adopted a cost containment policy and subsequent to the issuing of MFMA Circular 82. A cost containment policy has been adopted in line with the Cost Containment Regulations.

1.4. Legislative Requirements

This budget has been compiled based on various MFMA Circulars, to name the few recent, Circular 122 and 123 issued by National treasury on 09 December 2022 and 03 March 2023 respectively. The Annual Budget will also take into consideration the inputs made by Provincial Treasury through Municipal Budget and Benchmarking engagements. The key objective is to assist the municipality to table a funded budget as the directive from National Treasury over certain period.

- The MTREF for 2022/23 to 2025/26 were compiled in accordance with the requirements of the relevant legislation, of which the following are the most important:
- The Constitution of the Republic of South Africa, Act 108 of 1996;
- The Municipal Structures Act, Act 117 of 1998;
- The Municipal Systems Act, Act 32 of 2000;
- The Municipal Finance Management Act, Act 56 of 2003;
- The Municipal Budget and Reporting Regulations promulgated on 17 April 2009; and
- The 2023 Division of Revenue Bill.

1.5. Budget Principle Guidelines and Challenges

- a) The following budget principles and guidelines were considered
 - Headline inflation predictions in some of the revenue
 - National Electricity Regulator of South Africa (NERSA) guidelines;
 - The priorities and targets in relation to the key strategic focus areas as determined in the IDP;

- Tariff and property rates revenue stream increases should be affordable and the NT guideline is that it generally should not exceed inflation as measured by the CPI,
- Many input costs in rendering services are beyond the control of the municipality. In addition, tariffs must be cost reflective, and should take into account the need to address infrastructure backlogs; which is not entirely the case in DLM.
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act;
- The implementation of the Financial Plan approved with the Adjustment Budget.
- The need to enhance the municipality's revenue base;
- Cost containment policy considered;
- There will be no external borrowings taken to fund the Capital Budget, in view of financial affordability considerations.
- The implementation of mSCOA version 6.7

b) The main challenges experienced during the compilation of the 2023/2024 budget can be summarised as follows:

- Credibility of data due to financial system migration;
- Electricity disruptions, raw material shortages and rising input costs will continue to limit output in the short to medium term. In contrast, progress on energy reforms poses upside risks to fixed investment and the overall economic outlook;
- The increased of bulk electricity above the CPIx;
- Aging infrastructure for water, roads and electricity;
- Slow implementation of structural reforms continues to weigh on business confidence and private investment.
- Compensation of employees remains a major cost pressure. It remains critical for municipalities to adhere to compensation ceilings, manage headcounts proactively and conduct staff audit to ensure the staff complement is aligned to the approved organogram.

- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- Increased costs of security and legal services;
- The ongoing difficulties of economic growth both Locally and National. Pre and post COVID 19.
- Maintaining revenue collection rates at the targeted levels;

1.6. Consolidated Budget Overview

For the municipality to render quality service delivery to its community, it needs to generate sufficient revenue. In this tough economic conditions of high unemployment and post COVID19 adverse, the municipality is extremely under severe pressure to render quality services due to factors alluded. A strong revenue management is also required and vital to have a sustainable financial sustainability of the municipality. The expenditure to address and or render quality services will always inevitably be higher than the available funding. The municipality will be increasing its budget by the CPI as per MFMA circular no. 123 from National Treasury.

1.6.1. The table below outlines the budget Overview

The following macro-economic forecasts were considered when preparing the 2023/24 MTREF municipal budgets.

Table 1: Macroeconomic performance and projections, 2021 - 2026

Fiscal year	2021/22	2022/23	2023/24	2024/25	2025/26
	Actual	Estimate	Forecast		
CPI Inflation	4.9%	6.9%	5.3%	4.9%	4.7%

Source: Budget Review 2023.

The information below gives a detailed analysis of the cash position of the municipality.

Table 2: Budget Overview

Description	Budget Year +1 23/24	Budget Year +2 24/25	Budget Year +3 25/26
R thousands			
Total revenue excluding capital transfers	646 320	693 296	754 502
<i>plus Capital Transfers</i>	43 133	44 982	46 909
Total Budget for the year	689 453	738 278	801 411
Total budget	689 453	738 278	801 411
<i>minus Total expenditure inclusive grants</i>	(713 404)	(741 815)	(796 387)
Total Budget: surplus(deficit)	(23 951)	(3 537)	5 024

- I. The overall budget disclosed in the table 2 indicates that the municipal budget without capital budget is estimated at **R646 million**, with the grant received amounting to **R43million**. The projected revenue and income amount to **R689 million**.
- II. Should the municipality collect 100 % of its billed revenue, then the municipality will be able to finance its operational costs projected at R503 351 million exclusive of non-cash items(Provisions). However, given the economic conditions and challenges highlighted in 2.4(b), the municipality’s financial situation is in the red with deficit of R23 million. This will be discussed in detail under the financial performance.
- III. Capital expenditure amount will be discussed in detail under the capital budget heading.
- IV. The depreciation and debt impairment are non-cash items because they are provisions made in the budget to effect the accounting entries which does not affect **cash in the bank such** that the write off obsolete assets/de-recognition and irrecoverable debts.
- V. The net effect of including the non-cash items into the budget as required by circulars from National Treasury, result the budget to have a deficit of **R 23 million**.
- VI. With the implementation of the Financial Plan, the deficit over the MTREF will be reduced.
- VII. The current challenge facing the Municipality is managing the gap between cost drivers and tariffs levied, as any shortfall must be made up by either operational efficiency gains or service level reductions. The following table represent the tariff increase in terms of percentage:

Description	Proposed tariff %
Water	5.3%
Electricity	18.7%
Refuse removal	5.3%
Water waste	5.3%
Miscellaneous	5.3%

Table 3: Statement of Financial Performance: Billing vs Expenditure

Ditsobotla: Statement of Financial Performance: Billing					
Description	Current projection 21/22	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25	Budget Year +3 25/26
			5.3% increase	4.9% increase	4.7% increase
R thousands					
Revenue By Source					
Property rates	71 455 642	76 700	80 765	84 723	88 705
Service charges - electricity revenue	197 831 831	189 380	224 794	253 343	298 185
Service charges - water revenue	76 101 719	69 422	73 102	72 824	76 247
Service charges - sanitation revenue	44 235 827	44 404	46 757	46 580	48 769
Service charges - refuse revenue	21 935 053	22 988	24 206	24 114	25 248
Rental of facilities and equipment	0	-	100	105	110
Interest earned - external investments	0	488	509	512	536
Interest earned - outstanding debtors	477 221	479	500	502	526
Dividends received	0	-	-	-	-
Fines, penalties and forfeits	4 156 156	4 172	4 356	4 376	4 582
Licences and permits	8 855 198	8 889	9 280	9 325	9 763
Agency services	3 263 329	3 276	3 420	3 437	3 598
Transfers and subsidies	151 204 200	164 467	178 308	193 224	197 993
Other revenue	221 358	222	222	232	242
Gains		-			
Total Revenue (excluding capital transfers and contributions)	579 738	584 887	646 320	693 296	754 502

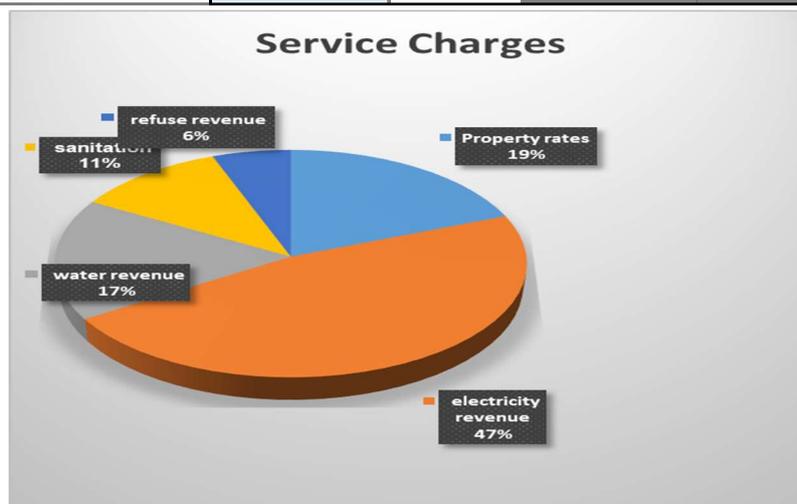


Figure 1: Operating Revenue Service Charges for the 2023/24 Financial Year

I. Table above gives a detail revenue by source how the municipality funds its expenditure. It must be noted that the information disclosed in the table above, was

based on the budgeted figures for 2022FY. This is purely attributed to unavailable actual performance data for the current FY (2022/23). Therefore, the 2021/22 FY data could not be considered because figures are unaudited.

- II. **Property rates:** The projected bill is amounting to R76,7 million on property rates. This is attributed the following:
 - The R80 million was projected based on the CPI of 5.3%
 - After thorough assessment of valuation, it was discovered that there are houses that were not billed in the financial system, a further R5 million will be added.
 - The valuation roll of the municipality in the financial system is still under correction phase which will be finalised in the start of the new financial year. It must be noted that the valuer has been appointed to start the new generation of the valuation roll.
- III. **Electricity:** The projected revenue for electricity is R224 million. There is a significant increase of 18.7% factored to the component.
- IV. **Water and sanitation services:** The projected revenue for water and sanitation is R72 million and R46 million respectively.
- V. **Refuse removal:** The projected revenue amounts to R24 million.
- VI. **Fines, traffic fines, rental of facilities, agency fees and interest earned on arrear debt:** This secondary class of revenue contributes 3% of the total revenue budget.
- VII. **Transfers and subsidies:** The grants and subsidies disclosed in this budget, were gazetted in the Division of Revenue Bill published in February 2023 as well as the Provincial gazette.

Table 4: Expenditure by type

Ditsobotla: Statement of Financial Performance: Billing					
Description	Current projection 21/22	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25	Budget Year +3 25/26
R thousands					
Expenditure By Type					
Employee related costs		205 779	217 960	228 422	239 386
Remuneration of councillors		18 000	18 972	18 792	19 638
Debt impairment		134 000	134 000	134 000	134 000
Depreciation & asset impairment		32 740	32 740	32 740	32 740
Finance charges		11 000	11 000	1 000	1 000
Bulk purchases - electricity		150 000	200 000	225 400	265 296
Inventory consumed		10 000	10 000	10 440	10 910
Contracted services		35 599	35 599	35 599	35 599
Transfers and subsidies		-	-	-	-
Other expenditure		10 000	10 000	10 440	10 910
Losses		-	-	-	-
Total Expenditure		607 118	670 271	696 833	749 478

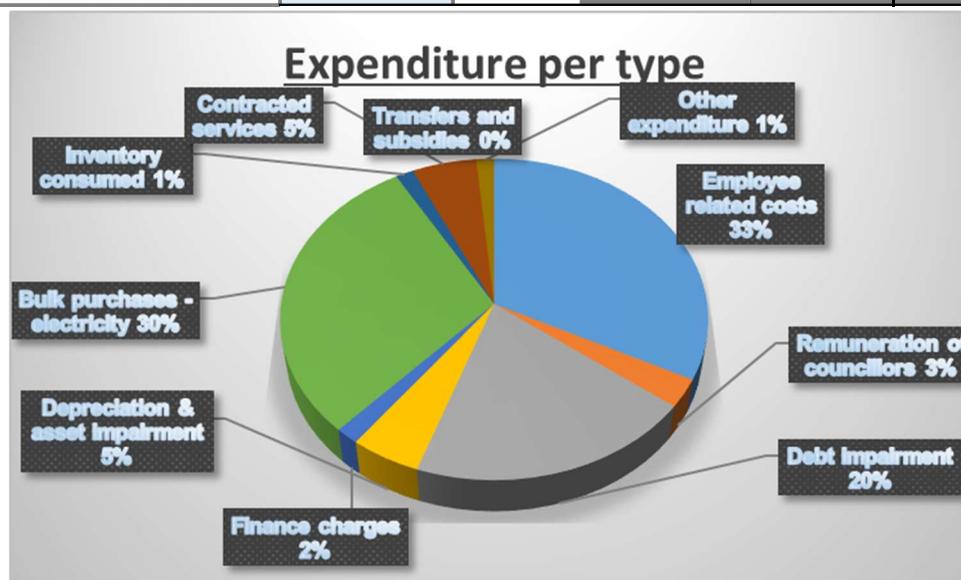


Figure 2: Operating Expenditure by type for the 2023/24 Financial Year

- I. **Employee related cost:** This component is one of the main contributing costs of the opex. The budgeted allocation for salaries and allowances for the 2023/24 financial year totals R217 million, which equals 33.7% of the total operating budget. Salary increases have been factored into this budget at a percentage increase of 5.4% for

municipal staff and senior managers. As part of the Municipality's cost reprioritisation and cash management strategy non-critical vacancies have been frozen for the MTREF period.

- II. **Remuneration of councillors** has been increased by 5.3%. The cost associated with the remuneration of councillors is determined by the Minister of Cooperative 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 budget.
- III. The second largest cost in the budget is the **bulk purchase**. The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. In January 2023, NERSA approved tariff increases of 18.7 per cent in 2023/24
 - I. **Contracted services** remained the same. This line item includes all the services outsourced by the municipality such as consultant fees, security services, etc. It must be noted that all contracts of the municipality have lapsed.
 - II. **Inventory consumed** and **other expenditure** components had decrease as result of cost containment measures.
 - III. A provision of R11 million is made for **finance charges** to cater for interest charged on overdue creditors of the municipality.

Table 5: Cashflow Budget

Ditsobotla: Statement of Financial Performance: Cashflow					
Description	Budget Year 2021/22		Audited 20/21	Budget Year +1 2023/24	Collection 60%
	Original Budget	Adjusted Budget		5.3% increase	
R thousands					
Revenue By Source					
Property rates	68 165	68 165	68 444 102	80 765	48 459
Service charges - electricity revenue	170 634	170 634	189 494	224 794	168 595 732
Service charges - water revenue	65 700	65 700	72 894	73 102	36 551
Service charges - sanitation revenue	36 200	36 200	42 371	46 757	23 379
Service charges - refuse revenue	42 657	42 657	21 011	24 206	14 524
Rental of facilities and equipment	565	565	-	100	100
Interest earned - external investments	3 000	3 000	-	509	509
Interest earned - outstanding debtors	66 286	66 286	457	500	500
Dividends received	-	-	-	-	-
Fines, penalties and forfeits	2 400	2 400	3 981	4 356	4 356
Licences and permits	2 860	2 860	8 481 990	9 280	9 280
Agency services	8 105	8 105	3 125 794	3 420	3 420
Transfers and subsidies	151 204	151 204	204 357	178 308	178 308
Other revenue	11 436	11 436	212	222	222
Gains	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	629 212	629 212	614 829	646 320	488 203
Expenditure By Type					
Employee related costs	187 361	187 361	196 956	217 960	
Remuneration of councillors	18 883	18 883	17 127	18 792	
Debt impairment	163 600	163 600	108 739	-	
Depreciation & asset impairment	32 785	32 785	32 740	-	
Finance charges	11 782	11 782	19 149	11 000	
Bulk purchases - electricity	145 694	145 694	151 462	200 000	
Inventory consumed	10 856	10 856		10 000	
Contracted services	34 517	35 599	35 599	35 599	
Transfers and subsidies	-	-	-	-	
Other expenditure	12 057	10 975	58 196	10 000	
Losses	-	-	-	-	
Total Expenditure	617 536	617 536		503 351	
				Net effect =	(15 148) deficit

- I. The cash-flow budget gives the true projections of the municipal revenue and expenditure. It accommodates the arrear payments by the municipality(expenditure)
- II. The projected collection rate for the 2023/2024 FY is sitting at 60%.

- III. Information contained in Table 5 indicates slightly a different picture compared to Tables 3 and 4. This is attributed to the following:
- The revenue budget of the municipality has decreased from R646 million to R503 million. The decrease is as a result of the 65% collection rate anticipated.
 - The expenditure component does not include the non-cash items therefore, there is a decrease in expenditure.
 - A provision of R200 million on Bulk purchases has been made. The budgeted amount will cater the current account of Eskom. The municipality's payment plan was rejected by Eskom therefore there is no legal agreement or payment plan in place. However, through the implementation of activities outlined in the Financial Plan as well as the Revenue Enhancement Strategy, the additional revenue anticipated will service the arrear debt. An adjustment will be made through the adjustment budget process to cater for this expenditure.
 - The net effect of the revenue expected versus the expenditure result a deficit of R15 million. Therefore, the municipality's budget is not funded on the cash flow. It must be noted that there is a deficit on statement of financial performance (A4) amounting to R23 million.
- IV. The following measures **should** be put in place to improve the collection of revenue subsequently to have a funded budget:
- The revised Financial Plan should be implemented in accordance with Council resolution **A11 subsection(g)**.
 - Billing module challenges be resolved by 30 June 2023.
 - Credit control and debt collection be implemented fully.
 - Data cleansing (billing and valuation roll) be completed by end June 2023.

1.6.2. Grant Received

The table below details the grants to be received by DLM for the MTREF. The grants are divided into two categories, namely; operational grants (Equitable Share, Library and FMG) and Capital grants. The PIG is not disclosed as yet. The estimated amount to be rolled over to the 2023/2024 FY will be calculated at the end of the current year (2022/23).

It must be further noted that due to the slow and or non-spending of grants, the allocation is significantly reducing. Further to note is that the Expanded Public Works Program grant will not be received for the 2023/24 FY.

Table 6: Grant Received DoRB and Provincial Gazette

Description	Budget Year 23/24	Budget Year24/25	Budget Year25/26
Equitble share	174 108 000	188 974 000	193 551 000
FMG	3 100 000	3 100 000	3 238 000
EPWP	-	-	-
Library	1 100 000	1 149 500	1 203 527
	178 308 000	193 223 500	197 992 527
MIG	43 133 000	44982000	46909000
Total grant allocation	221 441 000	238 205 500	244 901 527

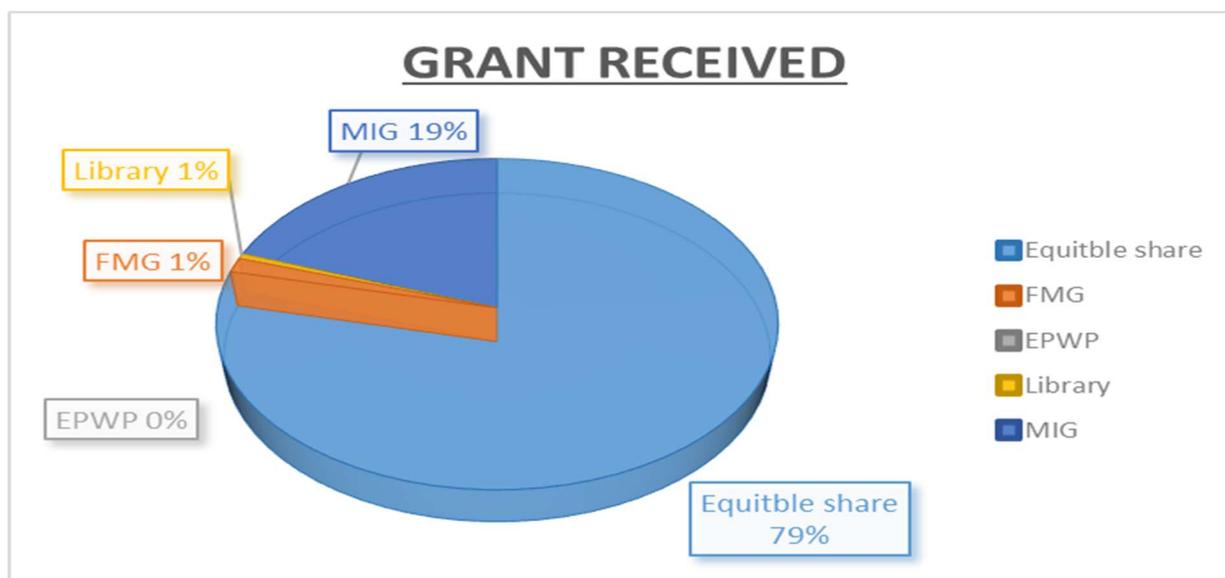


Figure 3: Grant Received for the 2023/24 Financial Year

Capital Projects (2022/23) not been completed which will be completed in 2023/2024 FY

MIS Form ID	Nat/ Prov Project Registration Number (as on the registration letter)	Project Title	MIG Category (B,P or E)	Project Type (water, sanitation etc)	Total Project Cost	Date: Project to be completed yy-mm-dd	Total planned expenditure on MIG funds for 2022/23	Total planned expenditure on MIG for 2023/24	Total planned expenditure on MIG for 2024/25
421803	REGISTRATION	CONSTRUCTION OF COMMUNITY HALL IN ITEKENG	P	COMMUNITY FACILITY	R 8 498 795.83	2023/02/24	R 4 000 000.00	R 4 498 795.00	R 0.00
422605	REGISTRATION	UPGRADING OF BOIKHUTSO STORM WATER NETWORK	B	ROADS	R 15 999 662.49	2023/05/27	R 3 800 000.00	R 5 000 000.00	R 6 000 000.00
422752	REGISTRATION	FENCING OF CEMETERY IN BLYDEVILLE	P	COMMUNITY FACILITY	R 1 200 000.00	2022/07/29	R 1 200 000.00	R 0.00	R 0.00
249055	MIG/NW2287/R,ST/16/17	UPGRADING OF ROADS AND STORMWATER IN ITSOSANG PHASE-2	B	ROADS	R 21 899 000.00	2022/11/30	R 4 000 000.00	R 3 500 000.00	R 0.00
244244	MIG/NW2277/R,ST/16/17	CONSTRUCTION OF ROADS AND STORMWATER IN TLHABOLOGANG	B	ROADS	R 4 252 286.91	2022/11/30	R 2 500 000.00	R 2 600 000.00	R 0.00
310217	MIG/NW2607/CF/19/20	REHABILITATION OF BLYDERVILLE COMMUNITY HALL	P	COMMUNITY FACILITY	R 5 500 000.00	2022/10/28	R 1 923 800.00	R 2 500 000.00	R 0.00
318980	CS/NW/16185/19/20	CONSTRUCTION OF SPRINGBOKPAN HALL	P	COMMUNITY FACILITY	R 6 500 000.00	2022/03/31	R 1 500 000.00	R 1 528 151.67	R 0.00
318072	CS/NW/16182/19/21	CONSTRUCTION OF PUTFONTEIN HALL	P	COMMUNITY FACILITY	R 6 500 000.00	2022/03/31	R 2 200 500.00	R 3 800 000.00	R 0.00
421569	REGISTRATION	CONSTRUCTION OF COMMUNITY HALL IN TLHABOLOGANG PHASE 2	P	COMMUNITY FACILITY	R 3 219 836.91	2021/07/30	R 1 900 000.00	R 1 700 000.00	R 0.00
383099	MIG/NW2740/CL/21/22	BOIKHUTSO HIGH MAST LIGHTS EXT 1,2 & 3	P	COMMUNITY FACILITY	R 9 970 500.00	2022/06/30	R 1 300 000.00	R 1 898 500.00	R 3 898 500.00
382881	MIG/NW2739/R/21/22	BOIKHUTSO ROADS NETWORK WARD 3	B	ROADS	R 23 278 513.44	2023/05/27	R 4 000 000.00	R 4 228 151.67	R 7 800 000.00
382842	MIG/NW2748/CL/21/22	BODIBE HIGH MAST LIGHTS	P	COMMUNITY FACILITY	R 9 970 500.00	2022/11/30	R 1 500 000.00	R 4 500 250.00	R 4 500 250.00
383228	MIG/NW2738/R/21/22	BLYDEVILLE ROADS NETWORK	B	ROADS	R 23 278 513.44	2023/05/27	R 4 000 000.00	R 4 028 151.66	R 8 000 000.00
383061	MIG/NW2749/CL/21/22	SHEILA HIGH MAST LIGHTS	P	COMMUNITY FACILITY	R 4 000 000.00	2022/03/31	R 1 300 000.00	R 1 400 000.00	R 0.00
382880	MIG/NW2741/CL/21/22	PUTFONTEIN HIGH MAST LIGHTS	P	COMMUNITY FACILITY	R 3 000 000.00	2022/03/31	R 1 500 000.00	R 1 200 000.00	R 0.00
422621	REGISTRATION	FENCING OF CEMETERY IN ITEKENG	P	COMMUNITY FACILITY	R 1 200 000.00	2022/07/29	R 1 200 000.00	R 0.00	
422645	REGISTRATION	GA-MOTLATLA HIGH MAST LIGHTS	P	COMMUNITY FACILITY	R 3 000 000.00	2022/11/30	R 1 500 000.00	R 1 500 000.00	
		PMU Administration			R 1 544 300.00		R 2 069 700.00	R 0.00	R 0.00
		Total			R 152 811 909.02		R 41 394 000.00	R 43 882 000.00	R 30 198 750.00

1.6.3. Annual Tables

The following pages present the ten main budget tables and supporting as required in terms of section 8 of the Municipal Budget and Reporting Regulations.

0 - Table A1 Budget Summary

Description	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousands										
Financial Performance										
Property rates	(66 133)	(97 557)	(104 440)	71 700	77 770	77 770	77 770	80 765	84 723	88 705
Service charges	(347 328)	(369 974)	(215 638)	342 161	353 733	353 733	353 733	368 860	396 861	448 448
Investment revenue	(956)	(419)	(713)	-	2 967	2 967	(327)	2 545	2 560	2 680
Transfer and subsidies - Operational	(132 370)	(151 063)	(97 694)	164 467	161 689	161 689	(20 526)	178 308	197 838	202 824
Other own revenue	(43 914)	(15 720)	(3 722)	17 038	97 760	97 760	(767)	19 890	20 024	20 965
Total Revenue (excluding capital transfers and contributions)	(590 701)	(634 733)	(422 208)	595 366	693 919	693 919	409 883	650 368	702 006	763 622
Employee costs	121 505	195 567	254 259	245 232	198 550	198 550	213 897	217 960	228 422	239 386
Remuneration of councillors	16 282	17 127	17 152	18 000	20 111	20 111	10 354	18 972	18 792	19 638
Depreciation and amortisation	-	32 740	-	32 739	17 333	17 333	-	32 739	32 739	32 739
Finance charges	61 235	19 149	38 461	11 000	459	459	38 152	-	-	-
Inventory consumed and bulk purchases	-	146 673	188 318	160 000	171 414	171 414	112 453	210 000	235 840	276 206
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-
Other expenditure	428 407	189 800	79 477	189 599	218 419	218 419	16 951	145 661	207 964	214 489
Total Expenditure	627 430	601 057	577 668	656 570	626 285	626 285	391 808	625 333	723 757	782 458
Surplus/(Deficit)	(1 218 131)	(1 235 790)	(999 875)	(61 204)	67 633	67 633	18 075	25 035	(21 751)	(18 836)
Transfers and subsidies - capital (monetary allocations)	(36 540)	(53 641)	2 399	41 395	49 219	49 219	-	43 133	44 982	46 909
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073
Capital expenditure & funds sources										
Capital expenditure	34 094	91 786	124 887	41 395	47 219	47 219	132 447	43 133	44 982	46 909
Transfers recognised - capital	78 937	45 837	78 937	41 395	47 219	47 219	86 497	32 351	33 737	37 527
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	4	4	4	-	-	-	4	10 782	11 246	9 382
Total sources of capital funds	78 941	45 841	78 941	41 395	47 219	47 219	86 501	43 133	44 982	46 909
Financial position										
Total current assets	390 860	487 041	353 364	426 616	90 946	90 946	250 488	115 359	29 610	39 900
Total non current assets	2 665 423	1 034 931	1 068 426	1 515 346	1 616 166	1 616 166	1 075 986	10 394	12 243	14 170
Total current liabilities	(1 087 669)	(1 108 090)	(1 418 922)	342 888	(141 146)	(141 146)	1 607 668	57 584	18 622	25 996
Total non current liabilities	-	(12 416)	(12 416)	12 416	34 888	34 888	12 416	-	-	-
Community wealth/Equity	(622 744)	(351 873)	(189 108)	1 605 969	1 698 191	1 698 191	(51 636)	68 168	23 231	28 073
Cash flows										
Net cash from (used) operating	138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(551 600)	(645 391)	(707 809)
Net cash from (used) investing	-	-	-	-	-	-	-	(49 603)	(51 729)	(53 945)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(601 203)	(1 298 323)	(2 060 077)
Cash banking/surplus reconciliation										
Cash and investments available	2 672 192	1 032 650	849 116	1 354 753	1 340 269	1 340 269	716 592	324 979	226 932	246 105
Application of cash and investments	(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 484 544	61 049	20 660	19 670
Balance - surplus (shortfall)	3 647 285	2 024 014	2 145 722	1 027 781	1 519 470	1 519 470	(767 952)	263 930	206 272	226 435
Asset management										
Asset register summary (W/DV)	918 630	927 620	961 116	1 403 629	1 492 057	1 492 057	10 394	12 243	14 170	-
Depreciation	34 025	32 740	-	32 739	17 333	17 333	32 739	32 739	32 739	-
Renewal and Upgrading of Existing Assets	-	522	522	-	-	-	-	-	-	-
Repairs and Maintenance	4 404	4 698	8 862	4 600	4 848	4 848	4 600	4 330	4 454	-
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	14 556	18 145	-	-	-	-	-	-	-
Households below minimum service level										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

0 - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		235 610	235 610	235 610	235 610	307 311	307 311	261 984	280 869	289 756
Executive and council		1 091	1 091	1 091	1 091	11	11	-	-	-
Finance and administration		234 519	234 519	234 519	234 519	307 300	307 300	261 984	280 869	289 756
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 251	1 251	1 251	1 251	1 395	1 395	1 100	5 764	6 035
Community and social services		1 251	1 251	1 251	1 251	1 395	1 395	1 100	5 764	6 035
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		57 740	57 740	57 740	57 740	56 647	56 647	61 557	63 494	66 292
Planning and development		50 286	50 286	50 286	50 286	51 601	51 601	52 413	54 307	56 672
Road transport		7 453	7 453	7 453	7 453	5 046	5 046	9 144	9 187	9 620
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		342 161	342 161	342 161	342 161	355 482	355 482	368 860	396 861	448 448
Energy sources		199 348	199 348	199 348	199 348	200 809	200 809	224 795	253 343	298 184
Water management		76 390	76 390	76 390	76 390	86 016	86 016	73 102	72 824	76 247
Waste water management		44 404	44 404	44 404	44 404	44 867	44 867	46 757	46 580	48 769
Waste management		22 019	22 019	22 019	22 019	23 789	23 789	24 206	24 114	25 248
<i>Other</i>	4	-	-	-	-	22 303	22 303	-	-	-
Total Revenue - Functional	2	636 761	636 761	636 761	636 761	743 138	743 138	693 501	746 988	810 531
Expenditure - Functional										
<i>Governance and administration</i>		(328 139)	(328 139)	(328 139)	328 139	307 301	307 301	255 404	307 715	317 375
Executive and council		(35 012)	(35 012)	(35 012)	35 012	38 543	38 543	55 243	55 369	58 287
Finance and administration		(293 128)	(293 128)	(293 128)	293 128	268 758	268 758	200 161	252 346	259 088
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		(78 475)	(78 475)	(78 475)	78 475	67 555	67 555	74 348	79 681	83 861
Community and social services		(22 814)	(22 814)	(22 814)	22 814	27 450	27 450	60 863	65 762	69 405
Sport and recreation		(18 026)	(18 026)	(18 026)	18 026	12 582	12 582	3 732	3 776	3 908
Public safety		(33 369)	(33 369)	(33 369)	33 369	22 250	22 250	16	16	17
Housing		(4 266)	(4 266)	(4 266)	4 266	5 273	5 273	9 737	10 127	10 532
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		(61 128)	(61 128)	(61 128)	61 128	53 724	53 724	29 267	37 033	38 270
Planning and development		(14 183)	(14 183)	(14 183)	14 183	11 178	11 178	13 529	21 070	21 871
Road transport		(46 945)	(46 945)	(46 945)	46 945	41 709	41 709	15 623	15 582	16 003
Environmental protection		-	-	-	-	837	837	115	381	397
<i>Trading services</i>		(188 329)	(188 329)	(188 329)	188 329	204 130	204 130	266 313	299 328	342 952
Energy sources		(163 640)	(163 640)	(163 640)	163 640	181 557	181 557	232 916	264 414	306 324
Water management		(17 038)	(17 038)	(17 038)	17 038	15 828	15 828	26 579	27 976	29 407
Waste water management		(7 400)	(7 400)	(7 400)	7 400	6 210	6 210	3 945	4 104	4 270
Waste management		(250)	(250)	(250)	250	534	534	2 873	2 834	2 950
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	(656 071)	(656 071)	(656 071)	656 071	632 710	632 710	625 333	723 757	782 458
Surplus/(Deficit) for the year		1 292 832	1 292 832	1 292 832	(19 310)	110 428	110 428	68 168	23 231	28 073

0 - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand										
Revenue by Vote	1									
Vote 1 - Executive & Council		(1 922)	(2 113)	-	1 091	11	11	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		(229 657)	(207 207)	(117 938)	234 519	307 300	307 300	258 884	277 769	286 518
Vote 4 - Corporate Support Services		-	(348)	(20 091)	-	-	-	3 100	3 100	3 238
Vote 5 - Planning and LED		-	-	21	8 891	2	2	9 280	9 325	9 763
Vote 6 - Community Services		(9 304)	(7 963)	9	8 502	6 102	6 102	10 244	14 951	15 655
Vote 7 - Technical and Infrastructure Services		(209 709)	(296 643)	(141 978)	240 748	252 414	252 414	267 928	298 325	345 093
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	(450 592)	(514 274)	(279 977)	493 751	565 829	565 829	549 436	603 470	660 267
Expenditure by Vote to be appropriated	1									
Vote 1 - Executive & Council		19 318	30 605	40 176	28 052	32 406	32 406	45 152	44 374	46 537
Vote 2 - Municipal Manager		2 247	65 608	93 153	6 959	6 137	6 137	11 412	12 375	13 193
Vote 3 - Finance		729 960	187 207	50 527	252 108	225 460	225 460	159 148	209 226	214 440
Vote 4 - Corporate Support Services		23 640	69 777	73 063	37 316	39 595	39 595	37 227	39 177	40 540
Vote 5 - Planning and LED		2 415	6 183	3 509	11 066	8 576	8 576	14 716	22 299	23 145
Vote 6 - Community Services		493	1 295	1 001	48 642	40 825	40 825	8 208	7 967	8 287
Vote 7 - Technical and Infrastructure Services		134 692	177 706	236 573	187 463	212 271	212 271	298 765	335 270	380 837
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	912 764	538 382	498 002	571 607	565 269	565 269	574 629	670 688	726 978
Surplus/(Deficit) for the year	2	(1 363 356)	(1 052 656)	(777 979)	(77 856)	560	560	(25 193)	(67 218)	(66 711)
References										
1. Insert 'Vote'; e.g. department, if different to functional classification structure										
2. Must reconcile to Budgeted Financial Performance (revenue and expenditure)										
3. Assign share in 'associate' to relevant Vote										

0 - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Revenue											
Exchange Revenue											
Service charges - Electricity	2	(173 154)	(233 697)	(132 036)	199 348	200 809	200 809	200 809	224 795	253 343	298 184
Service charges - Water	2	(122 451)	(72 894)	(33 593)	76 390	85 141	85 141	85 141	73 102	72 824	76 247
Service charges - Waste Water Management	2	(42 923)	(42 371)	(27 734)	44 404	43 992	43 992	43 992	46 757	46 580	48 769
Service charges - Waste Management	2	(8 800)	(21 011)	(22 274)	22 019	23 789	23 789	23 789	24 206	24 114	25 248
Sale of Goods and Rendering of Services		(605)	(303)	(307)	222	360	360	(278)	-	-	-
Agency services		(506)	(3 126)	(41)	3 276	4 010	4 010	-	4 788	4 811	5 038
Interest		-	(0)	-	-	-	-	-	-	-	-
Interest earned from Receivables		(21 112)	(38)	(16)	479	65 633	65 633	(36)	500	502	526
Interest earned from Current and Non Current As		(956)	(419)	(713)	-	2 967	2 967	(327)	2 545	2 560	2 680
Dividends		-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		(1 493)	-	15	-	1 188	1 188	10	300	315	329
Licence and permits		-	-	43	8 889	-	-	-	9 280	9 325	9 763
Operational Revenue		(95)	210	(3 242)	-	3 237	3 237	508	666	695	727
Non-Exchange Revenue											
Property rates	2	(66 133)	(97 557)	(104 440)	71 700	77 770	77 770	77 770	80 765	84 723	88 705
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		(8 605)	(3 981)	(1)	4 172	1 031	1 031	(19)	4 356	4 376	4 582
Licences or permits		(1 326)	(8 482)	(172)	-	22 303	22 303	(951)	-	-	-
Transfer and subsidies - Operational		(132 370)	(151 063)	(97 694)	164 467	161 689	161 689	(20 526)	178 308	197 838	202 824
Interest		-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		(10 174)	-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		(590 701)	(634 733)	(422 208)	595 366	693 919	693 919	409 883	650 368	702 006	763 622
Expenditure											
Employee related costs	2	121 505	195 567	254 259	245 232	198 550	198 550	213 897	217 960	228 422	239 386
Remuneration of councillors		16 282	17 127	17 152	18 000	20 111	20 111	10 354	18 972	18 792	19 638
Bulk purchases - electricity	2	-	146 673	188 318	150 000	171 414	171 414	112 453	200 000	225 400	265 296
Inventory consumed	8	-	-	-	10 000	-	-	-	10 000	10 440	10 910
Debt impairment	3	392 805	108 739	-	-	401	401	-	-	-	-
Depreciation and amortisation		-	32 740	-	32 739	17 333	17 333	-	32 739	32 739	32 739
Interest		61 235	19 149	38 461	11 000	459	459	38 152	-	-	-
Contracted services		-	53 987	68 262	35 599	38 630	38 630	12 895	38 799	100 533	106 475
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		-	-	-	144 000	160 158	160 158	1 349	(40 200)	(40 200)	(40 200)
Operational costs		-	24 885	11 216	10 000	19 230	19 230	2 707	147 062	147 630	148 214
Losses on disposal of Assets		17 578	2 189	-	-	-	-	-	-	-	-
Other Losses		18 024	-	-	-	-	-	-	-	-	-
Total Expenditure		627 430	601 057	577 668	656 570	626 285	626 285	391 808	625 333	723 757	782 458
Surplus/(Deficit)		(1 218 131)	(1 235 790)	(999 875)	(61 204)	67 633	67 633	18 075	25 035	(21 751)	(18 836)
Transfers and subsidies - capital (monetary)	6	(36 540)	(53 641)	2 399	41 395	49 219	49 219	-	43 133	44 982	46 909
Transfers and subsidies - capital (in-kind)	6	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073
Income Tax		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073
Share of Surplus/Deficit attributable to Associate	7	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	1	(1 254 671)	(1 289 431)	(997 476)	(19 809)	116 852	116 852	18 075	68 168	23 231	28 073

Vote Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 3 - Finance		-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Support Services		-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and LED		-	-	-	-	-	-	-	-	-	-
Vote 6 - Community Services		-	-	-	-	-	-	-	-	-	-
Vote 7 - Technical and Infrastructure Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 3 - Finance		24 963	45 945	45 945	-	-	-	45 945	-	-	-
Vote 4 - Corporate Support Services		-	-	-	-	-	-	-	-	-	-
Vote 5 - Planning and LED		-	-	-	-	-	-	-	-	-	-
Vote 6 - Community Services		-	4	4	-	-	-	4	10 782	11 246	9 382
Vote 7 - Technical and Infrastructure Services		9 131	45 837	78 937	41 395	47 219	47 219	86 497	32 351	33 737	37 527
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		34 094	91 786	124 887	41 395	47 219	47 219	132 447	43 133	44 982	46 909
Total Capital Expenditure - Vote		34 094	91 786	124 887	41 395	47 219	47 219	132 447	43 133	44 982	46 909
Capital Expenditure - Functional											
Governance and administration		24 963	45 945	45 945	-	-	-	45 945	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-	-
Finance and administration		24 963	45 945	45 945	-	-	-	45 945	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	1 000	1 000	(1)	-	-	-
Community and social services		-	-	-	-	1 000	1 000	(1)	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		9 131	44 854	75 859	-	35 219	35 219	83 421	30 301	31 237	28 145
Planning and development		9 131	45 289	76 295	-	35 219	35 219	83 398	19 519	19 991	18 764
Road transport		-	(435)	(435)	-	-	-	22	10 782	11 246	9 382
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		-	987	3 082	41 395	11 000	11 000	3 082	12 832	13 746	18 764
Energy sources		-	987	3 082	41 395	11 000	11 000	3 082	12 832	13 746	18 764
Water management		-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	34 094	91 786	124 887	41 395	47 219	47 219	132 447	43 133	44 982	46 909
Funded by:											
National Government		69 254	45 837	69 254	41 395	47 219	47 219	76 814	32 351	33 737	37 527
Provincial Government		9 683	0	9 683	-	-	-	9 683	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	78 937	45 837	78 937	41 395	47 219	47 219	86 497	32 351	33 737	37 527
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		4	4	4	-	-	-	4	10 782	11 246	9 382
Total Capital Funding	7	78 941	45 841	78 941	41 395	47 219	47 219	86 501	43 133	44 982	46 909

0 - Table A6 Budgeted Financial Position											
Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
					Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome
ASSETS											
Current assets											
Cash and cash equivalents		(25 042)	(58 908)	(172 819)	55 714	(47 219)	(47 219)	(297 999)	825 209	740 443	782 405
Trade and other receivables from exchange transactions	1	155 169	179 985	76 867	(21)	-	-	61 962	(510 624)	(525 754)	(550 470)
Receivables from non-exchange transactions	1	152 497	220 606	289 077	212 993	97 660	97 660	321 224	(293 408)	(292 300)	(306 032)
Current portion of non-current receivables		-	(26)	-	156 133	2 451	2 451	-	-	-	-
Inventory	2	2 802	3 023	3 023	(6 551)	1 920	1 920	3 023	(10 000)	(10 440)	(10 910)
VAT		105 350	142 278	157 159	8 348	36 134	36 134	162 218	104 182	117 661	124 907
Other current assets		84	84	84	-	-	-	84	-	-	-
Total current assets		390 860	487 041	353 364	426 816	90 946	90 946	250 488	115 359	29 810	39 980
Non current assets											
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		122 852	122 852	122 852 004.00	104 569	104 569	104 569	122 852	-	-	-
Property, plant and equipment	3	2 542 064	911 572	945 068	1 299 060	1 387 488	1 387 488	952 628	10 394	12 243	14 170
Biological assets		-	-	-	-	-	-	-	-	-	-
Living and non-living resources		-	-	-	-	-	-	-	-	-	-
Heritage assets		507	507	507	-	-	-	507	-	-	-
Intangible assets		-	-	-	-	-	-	-	-	-	-
Trade and other receivables from exchange transactions		-	-	-	111 718	124 109	124 109	-	-	-	-
Non-current receivables from non-exchange transactions		-	-	-	-	-	-	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		2 665 423	1 034 931	1 068 426	1 515 348	1 616 166	1 616 166	1 075 986	10 394	12 243	14 170
TOTAL ASSETS		3 056 283	1 521 973	1 421 791	1 941 963	1 707 112	1 707 112	1 326 474	125 753	41 853	54 069
LIABILITIES											
Current liabilities											
Bank overdraft		-	-	-	-	-	-	-	-	-	-
Financial liabilities		-	-	-	-	-	-	-	-	-	-
Consumer deposits		(3 583)	(3 587)	4 317	3 500	3 168	3 168	(5 077)	-	-	-
Trade and other payables from exchange transactions	4	(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 484 544	-	(43 179)	(43 649)
Trade and other payables from non-exchange transactions	5	(13 882)	(4 901)	(9 085)	-	-	-	9 356	-	-	-
Provision		(33 521)	(41 194)	(41 194)	12 416	34 888	34 888	41 194	-	-	-
VAT		(41 790)	(67 043)	(76 353)	-	-	-	77 651	57 584	61 801	69 646
Other current liabilities		-	-	-	-	-	-	-	-	-	-
Total current liabilities		(1 087 669)	(1 108 990)	(1 418 922)	342 888	(141 146)	(141 146)	1 607 688	57 584	18 622	25 996
Non current liabilities											
Financial liabilities	6	-	-	-	-	-	-	-	-	-	-
Provision	7	-	(12 416)	(12 416)	12 416	34 888	34 888	12 416	-	-	-
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		-	-	-	-	-	-	-	-	-	-
Total non current liabilities		-	(12 416)	(12 416)	12 416	34 888	34 888	12 416	-	-	-
TOTAL LIABILITIES		(1 087 669)	(1 120 596)	(1 431 338)	355 304	(106 258)	(106 258)	1 620 084	57 584	18 622	25 996
NET ASSETS		4 143 952	2 642 478	2 853 129	1 586 659	1 813 370	1 813 370	(293 610)	68 168	23 231	28 073
COMMUNITY WEALTH/EQUITY											
Accumulated surplus/(deficit)	8	(593 968)	(323 605)	(160 840)	1 605 969	1 698 191	1 698 191	(33 368)	68 168	23 231	28 073
Reserves and funds	9	(28 775)	(28 268)	-	-	-	-	(28 268)	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	10	(622 744)	(351 873)	(189 108)	1 605 969	1 698 191	1 698 191	(61 636)	68 168	23 231	28 073

0 - Table A7 Budgeted Cash Flows											
Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
					Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		-	-	-	-	-	-	-	178 308	197 830	202 815
Service charges		-	-	-	-	-	-	-	-	-	-
Other revenue		-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Operational	1	-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Capital	1	-	-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(729 908)	(843 221)	(910 625)
Finance charges		-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies	1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(551 600)	(645 391)	(707 809)
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-
Payments											
Capital assets		-	-	-	-	-	-	-	(49 603)	(51 729)	(53 945)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	-	-	-	-	-	-	(49 603)	(51 729)	(53 945)
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		138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(601 203)	(697 120)	(761 755)
Cash/cash equivalents at the year begin:	2	-	-	-	-	-	-	-	-	(601 203)	(1 298 323)
Cash/cash equivalents at the year end:	2	138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(601 203)	(1 298 323)	(2 060 077)
References											
1. Local/District municipalities to include transfers from/to District/Local Municipalities											
2. Cash equivalents includes investments with maturities of 3 months or less											
3. The MTREF is populated directly from SA30.											
Total receipts		-	-	-	-	-	-	-	178 308	197 830	202 815
Total payments		138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(779 511)	(894 950)	(964 570)
Borrowings & investments & c.deposits		-	-	-	-	-	-	-	(601 203)	(697 120)	(761 755)
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-
		138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(601 203)	(697 120)	(761 755)

0 - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(601 203)	(1 298 323)	(2 060 077)
Other current investments > 90 days		(8 728)	111 372	168 238	382 960	409 141	409 141	(725 470)	915 788	1 513 012	2 292 012
Investments - Property, plant and equipment	1	2 542 064	911 572	945 068	1 299 060	1 387 488	1 387 488	952 628	10 394	12 243	14 170
Cash and investments available:		2 672 192	1 032 650	849 116	1 354 753	1 340 269	1 340 269	716 592	324 979	226 932	246 105
Application of cash and investments											
Trade payables from Non-exchange transactions: Other		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 484 544	61 049	20 660	19 670
Other provisions	4										
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 484 544	61 049	20 660	19 670
Surplus(shortfall)		3 647 285	2 024 014	2 145 722	1 027 781	1 519 470	1 519 470	(767 952)	263 930	206 272	226 435

0 - Table A9 Asset Management

Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
R thousand											
CAPITAL EXPENDITURE											
Total New Assets	1	9 131	45 319	78 419	41 395	47 219	47 219	43 133	44 982	46 909	
Roads Infrastructure		-	23 101	33 437	-	14 506	14 506	-	-	-	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		-	987	3 199	41 395	11 000	11 000	21 569	22 491	28 145	
Water Supply Infrastructure		0	0	1 921	-	-	-	-	-	-	
Sanitation Infrastructure		-	-	7 761	-	-	-	-	-	-	
Solid Waste Infrastructure		-	-	-	-	5 879	5 879	-	-	-	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	
Infrastructure		0	24 088	46 318	41 395	31 385	31 385	21 569	22 491	28 145	
Community Facilities		9 131	21 122	29 811	-	13 634	13 634	-	-	-	
Sport and Recreation Facilities		-	-	2 309	-	2 000	2 000	-	-	-	
Community Assets		9 131	21 122	32 120	-	15 634	15 634	-	-	-	
Heritage Assets		-	-	-	-	-	-	-	-	-	
Revenue Generating		-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	
Investment properties		-	-	-	-	-	-	-	-	-	
Operational Buildings		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Other Assets		-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	
Servitudes		-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	-	-	-	-	-	-	-	
Computer Equipment		-	105	(23)	-	200	200	10 782	11 246	9 382	
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	
Machinery and Equipment		-	4	4	-	-	-	10 782	11 246	9 382	
Transport Assets		-	-	-	-	-	-	-	-	-	
Land		-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	
Mature		-	-	-	-	-	-	-	-	-	
Immature		-	-	-	-	-	-	-	-	-	
Living Resources		-	-	-	-	-	-	-	-	-	

Total Capital Expenditure	4	9 131	45 841	78 941	41 395	47 219	47 219	43 133	44 982	46 909
Roads Infrastructure		-	23 101	33 437	-	14 506	14 506	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	987	3 199	41 395	11 000	11 000	21 569	22 491	28 145
Water Supply Infrastructure		0	0	1 921	-	-	-	-	-	-
Sanitation Infrastructure		-	-	7 761	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	5 879	5 879	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		0	24 088	46 318	41 395	31 385	31 385	21 569	22 491	28 145
Community Facilities		9 131	21 643	30 333	-	13 634	13 634	-	-	-
Sport and Recreation Facilities		-	-	2 309	-	2 000	2 000	-	-	-
Community Assets		9 131	21 643	32 642	-	15 634	15 634	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	105	(23)	-	200	200	10 782	11 246	9 382
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	4	4	-	-	-	10 782	11 246	9 382
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		9 131	45 841	78 941	41 395	47 219	47 219	43 133	44 982	46 909
ASSET REGISTER SUMMARY - PPE (WDV)	5	918 630	927 620	961 116	1 403 629	1 492 057	1 492 057	10 394	12 243	14 170
Roads Infrastructure		441 654	451 024	461 754	439 857	449 722	449 722	(12 130)	(12 130)	(12 130)
Storm water Infrastructure		12 528	17 485	17 485	11 992	11 992	11 992	(1 176)	(1 176)	(1 176)
Electrical Infrastructure		82 544	79 691	84 586	129 990	102 843	102 843	19 716	20 638	26 293
Water Supply Infrastructure		0	0	0	-	-	-	-	-	-
Sanitation Infrastructure		-	-	7 761	-	-	-	-	-	-
Solid Waste Infrastructure		5 904	5 722	5 722	1 165	7 045	7 045	(2 768)	(2 768)	(2 768)
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		542 629	553 921	577 309	583 005	571 601	571 601	3 641	4 563	10 218
Community Assets		53 493	60 041	70 276	-	15 634	15 634	(1 139)	(1 139)	(1 139)
Heritage Assets		507	507	507	-	-	-	-	-	-
Investment properties		122 852	122 852	122 852	104 569	104 569	104 569	-	-	-
Other Assets		25 069	20 470	20 470	-	507	507	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		1 236	917	788	-	200	200	2 442	2 905	1 042
Furniture and Office Equipment		2 250	1 527	1 527	-	-	-	(1 128)	(1 128)	(1 128)
Machinery and Equipment		564	413	413	716 055	799 546	799 546	8 929	9 393	7 529
Transport Assets		10 497	7 440	7 440	-	-	-	(2 353)	(2 353)	(2 353)
Land		159 533	159 533	159 533	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	918 630	927 620	961 116	1 403 629	1 492 057	1 492 057	10 394	12 243	14 170
EXPENDITURE OTHER ITEMS	7	38 429	37 438	8 862	37 339	22 181	22 181	37 339	37 070	37 194
Depreciation		34 025	32 740	-	32 739	17 333	17 333	32 739	32 739	32 739
Repairs and Maintenance by Asset Class	3	4 404	4 698	8 862	4 600	4 848	4 848	4 600	4 330	4 454
Roads Infrastructure		810	580	-	-	953	953	150	156	163
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	3 341	7 580	2 500	1 670	1 670	2 500	2 168	2 351
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		810	3 921	7 580	2 500	2 622	2 622	2 650	2 324	2 515
Community Facilities		-	282	89	350	-	-	200	208	209
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Community Assets		-	282	89	350	-	-	200	208	209
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		517	305	438	600	557	557	600	623	626
Housing		-	-	-	-	-	-	-	-	-
Other Assets		517	305	438	600	557	557	600	623	626
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		3 077	190	186	200	668	668	200	208	218
Transport Assets		-	-	570	950	1 002	1 002	950	966	888
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Living Resources		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		38 429	37 438	8 862	37 339	22 181	22 181	37 339	37 070	37 194
Renewal and upgrading of Existing Assets as % of total capex		0.0%	1.1%	0.7%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Renewal and upgrading of Existing Assets as % of deprec		0.0%	1.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M as a % of PPE		0.2%	0.5%	0.9%	0.4%	0.3%	0.3%	0.5%	41.7%	36.4%
Renewal and upgrading and R&M as a % of PPE		0.0%	1.0%	1.0%	0.0%	0.0%	0.0%	44.0%	35.0%	31.0%

0 - Table A10 Basic service delivery measurement

Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
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)	4	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		-	-	-	-	-	-	-	-	-
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical toilet		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		-	-	-	-	-	-	-	-	-
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Bucket toilet		-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Energy:										
Electricity (at least min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Refuse:										
Removed at least once a week		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
Informal Settlements		-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Formal Settlements (R'000)										
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-
Total cost of FBS provided	8	-	-	-	-	-	-	-	-	-
Highest level of free service provided per household										
Property rates (R value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)										
Refuse (average litres per week)										
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)										
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA										
Water (in excess of 6 kilolitres per indigent household per month)		-	14 556	18 145	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other	6									
Total revenue cost of subsidised services provided		-	14 556	18 145	-	-	-	-	-	-

PART 2 SUPPORTING INFORMATION

2. Overview of Budget Process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition, Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act. The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the Mayor. The primary aims of the Budget Steering Committee are to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of the municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

In terms of section 21 of the MFMA, the Mayor is required to table the time schedule in Council ten months before the start of the financial year, which outlines how the process of IDP and budget will unfold and the preparation thereof.

2.1. Alignment of the annual budget and the Integrated Development Plan

0 - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
Information Technology	A comprehensive, responsive and sustainable social protection system	13	-	628	760	1 815	2 677	2 576	2 576	1 965	1 247	1 252	
Information Technology	A long and healthy life for all South Africans	2	-	-	25	29	-	590	590	150	152	154	
Information Technology	A skilled and capable workforce to support an inclusive growth path	5	-	1 431	1 471	864	960	4 494	4 494	2 302	1 657	1 957	
Information Technology	An efficient, competitive and responsive economic infrastructure network	6	-	810	3 921	7 580	2 500	2 622	2 622	2 650	2 324	2 515	
Information Technology	An efficient, effective and development-oriented public service	12	-	3 594	2 915	4 212	2 655	2 671	2 671	2 070	2 079	2 015	
Information Technology	Responsive, accountable, effective and efficient local government	9	-	434 632	118 061	5 959	5 082	1 991	1 991	(303 118)	(303 572)	(304 642)	
Information Technology	Sustainable human settlements and improved quality of household life	8	-	500 726	482 515	561 715	642 197	617 764	617 764	919 314	1 019 870	1 079 208	
Allocations to other priorities													
Total Expenditure				1	941 823	609 668	582 173	656 071	632 710	632 710	625 333	723 757	782 458

2.2. Measurable Performance Objectives and Indicators

0 - Supporting Table SA7 Measurable performance objectives										
Description	Unit of measurement	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Vote 1 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Vote 2 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Vote 3 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
And so on for the rest of the Votes										
1. Include a measurable performance objective for each revenue source (within a relevant function) and each vote (MFMA s17(3)(b)) 2. Include all Basic Services performance targets from 'Basic Service Delivery' to ensure Table SA7 represents all strategic responsibilities 3. Only include prior year comparative information for individual measures where relevant activity occurred in that year/s										
0 - Entities measurable performance objectives										
Description	Unit of measurement	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Entity 1 - (name of entity)										
<i>Insert measure/s description</i>										
Entity 2 - (name of entity)										
<i>Insert measure/s description</i>										
Entity 3 - (name of entity)										
<i>Insert measure/s description</i>										
And so on for the rest of the Entities										
1. Include a measurable performance objective as agreed with the parent municipality (MFMA s87(5)(d)) 2. Only include prior year comparative information for individual measures where relevant activity occurred in that year/s										

2.3. Overview of the Budget Related Policies

The Budget Related Policies may be reviewed as part of the compilation of the Medium Term Revenue and Expenditure Framework for the 2023/2024– 2025/2026 period. The Budget related policies will be considered by Council in May 2023. The policies were reviewed as part of the budget compilation as required by the Municipal Budget and Reporting regulations, there are no material changes to the policies. The policies are:

- Budget Management
- Virement
- Rate Policy
- Tariff
- Credit Control and Debt collection
- Asset Management
- Cost Containment
- Supply Chain Management
- Indigent

2.4. Overview of budget assumptions

2.4.1. External influences

The budget policy framework for the next three years is designed to manage risk in a constrained fiscal environment, while building a foundation for economic growth which is supported by the implementation of the National Development Plan (NDP). The National Treasury MTBPS highlights that South Africa's economic performance has deteriorated over the past several years. GDP growth is projected to improve over the medium term as infrastructure constraints ease, private investment recovers and exports grow. Economic growth is expected to rise gradually over the medium term. This trend reflects a confluence of unfavourable global and domestic circumstances which impact on all spheres of government. Inflation and a nominal spending ceiling will put real budgets under pressure over the medium term, requiring Ditsobotla to work more efficiently.

2.4.2. 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 2023/24 MTREF:

- National Government macro-economic targets;
- The general inflationary outlook and the impact on Municipal residents and businesses;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity; and
- The increase in the cost of remuneration.

2.4.2.1. Revenue

- I. The estimated CPI for the 2023/2024 financial year is 5.3% and for the next two financial years at 4.9% (2024/2025) and 4.7% (2025/2026) respectively. (National Treasury MFMA Circular No 122 and 123). Furthermore, it must be noted that the CPI is the headline inflation informed by raw data which does not include a comparison in the rising cost of municipal expenditures from one period to a previous period.
 - II. Property rates tariffs increased with 5.3% and 4.9% respectively for the 2023/2024 and 2023/2024 financial years.
 - III. Refuse removal revenue has decreased significantly compared to 1920/21 FY with almost 50% based on the audited figures. Budgeted refuse removal tariff increases with 5.3% for the 2023/2024.
 - IV. Budgeted sanitation tariff increases with 5.3% for the 2023/2024 financial year.
 - V. An increase of 5.3% has been effected. The water tariff of the municipality is structured in an inclining form. The more the consumers uses the water, the higher the tariff. This is one of the interventions by municipality to curb water wastage in the community.
 - VI. The estimated Electricity tariff increase for the 2023/2024 financial year is 18.7% (Municipal Tariff Guideline Increase, NERSA).

2.4.2.2. Expenditure

- I. The South African Local Government Bargaining Council (SALGBC) determines the cost of-living increases by mutual agreement between the employer and the unions, the municipality has increased its employee related cost by 5.3%.
- II. Bulk electricity purchases increased with 18.7% (Municipal Tariff Guideline Increase, NERSA, Circular No. 122 MFMA).
- III. National government grants for the years 2023/2024 to 2024/2025 are as per the

Division of Revenue Bill (DoRB). Provincial government grants for the year 2023/2024 are promulgated in the Provincial Gazette.

Council is sensitive to the affordability and sustainability of the tariffs to be imposed. The detailed Tariff Listing is attached as Annexure B. Through the financial support derived from the financial plan and incentives envisaged through our budget related policies developed, and revenue enhancement strategy, Council is hopeful that the payment rate will increase. The collection rate for this budget is based on 60%.

2.5. Overview of the Budget Funding

The Municipality derives most of its operational revenue from the provision of services such as water, electricity, sanitation and solid waste removal. Property rates, operating and capital grants from organs of state and other minor charges (such as building plan fees, licenses and permits etc.). It is expected that the capital revenue will increase over the MTREF period as government grants will increase.

0 - Table A8 Cash backed reserves/accumulated surplus reconciliation											
Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Cash and investments available											
Cash/cash equivalents at the year end	1	138 856	9 706	(264 190)	(327 268)	(456 360)	(456 360)	489 434	(501 997)	(1 095 658)	(1 749 522)
Other current investments > 90 days		(8 728)	111 372	168 238	382 960	409 141	409 141	(666 007)	1 376 809	1 887 831	2 585 872
Investments - Property, plant and equipment	1	2 542 064	911 572	945 068	1 299 060	1 387 488	1 387 488	952 643	(32 739)	(32 739)	(32 739)
Cash and investments available:		2 672 192	1 032 650	849 116	1 354 753	1 340 269	1 340 269	776 071	842 073	759 433	803 611
Application of cash and investments											
Trade payables from Non-exchange transactions: Other		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 545 999	2 012	(40 978)	(41 469)
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		(975 093)	(991 365)	(1 296 607)	326 972	(179 202)	(179 202)	1 545 999	2 012	(40 978)	(41 469)
Surplus(shortfall)		3 647 285	2 024 014	2 145 722	1 027 781	1 519 470	1 519 470	(769 928)	840 061	800 412	845 080

2.6. Expenditure on grants and reconciliations of unspent funds

The municipality has budgeted for all grants as gazetted in the Division of Revenue Act.

The grants are budgeted for as expenditure items in either the operating or capital budget depending on the conditions of the grant.

The following tables related to expenditure on grants are provided:

- MBRR SA19 – Expenditure on transfers and grant programmes.
- MBRR SA 20 – Reconciliation between of transfers, grant receipts and unspent funds.

2.7. Councillors and Board Member Allowances and Employee Benefits

0 - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2019/20	2020/21	2021/22	Current Year 2022/23			2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand		A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		-	-	-	-	-	-	-	-	-
% increase	4									
Senior Managers of the Municipality	2									
Basic Salaries and Wages		2 934	4 247	5 927	5 955	5 955	5 955	5 211	4 472	4 754
Pension and UIF Contributions		516	126	648	23	23	23	5 240	5 449	5 667
Medical Aid Contributions		189	(56)	(57)	-	-	-	1 145	1 190	1 238
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		66	(35)	219	-	-	-	429	447	464
Motor Vehicle Allowance		7	385	474	843	843	843	295	312	330
Cellphone Allowance	3	60	67	46	192	192	192	-	-	-
Housing Allowances	3	10	14	9	-	-	-	91	94	98
Other benefits and allowances	3	-	82	42	1	1	1	2	2	2
Payments in lieu of leave		-	-	229	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		87	5	24	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		3 782	4 831	7 538	7 014	7 014	7 014	12 412	11 967	12 554
% increase	4		27.7%	56.0%	(6.9%)	-	-	77.0%	(3.6%)	4.9%
Other Municipal Staff										
Basic Salaries and Wages		118 571	138 768	187 696	154 915	154 915	154 915	122 718	129 246	140 708
Pension and UIF Contributions		20 703	21 414	27 702	24 087	24 087	24 087	19 550	31 033	27 028
Medical Aid Contributions		8 298	9 425	9 918	9 505	9 505	9 505	7 138	8 614	8 959
Overtime		14 115	661	2 440	7 236	7 236	7 236	7 091	7 375	7 670
Performance Bonus		9 064	9 963	10 407	9 205	9 205	9 205	6 897	7 619	7 924
Motor Vehicle Allowance	3	156	6 718	6 444	23 952	23 952	23 952	38 524	41 109	43 535
Cellphone Allowance	3	617	10	6	33	33	33	238	247	257
Housing Allowances	3	573	455	485	867	867	867	702	824	857
Other benefits and allowances	3	633	844	43	7 499	7 499	7 499	1 544	1 607	1 671
Payments in lieu of leave		401	4 172	900	16	16	16	-	-	-
Long service awards		2 885	485	214	-	-	-	400	-	-
Post-retirement benefit obligations	6	1 184	(2 616)	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1 675	433	442	904	904	904	746	746	776
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		177 201	190 298	246 256	237 314	237 314	237 314	204 802	227 676	238 610
% increase	4		7.4%	29.4%	(3.6%)	-	-	(13.7%)	11.2%	4.8%
Total Parent Municipality		180 982	195 129	253 793	244 328	244 328	244 328	217 214	239 643	251 165

TOTAL SALARY, ALLOWANCES & BENEFITS		180 982	195 129	253 793	244 328	244 328	244 328	217 214	239 643	251 165
% increase	4		7.8%	30.1%	(3.7%)	-	-	(11.1%)	10.3%	4.8%
TOTAL MANAGERS AND STAFF	5,7	180 982	195 129	253 793	244 328	244 328	244 328	217 214	239 643	251 165

2.8. Monthly Targets for Revenue, Expenditure and Cash flow

0 - Supporting Table SA25 Budgeted monthly revenue and expenditure																
Description	Ref	Budget Year 2023/24												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Revenue																
Exchange Revenue																
Service charges - Electricity		18 733	18 733	18 733	18 733	18 733	18 733	18 733	18 733	18 733	18 733	18 733	18 733	224 795	253 343	298 184
Service charges - Water		6 092	6 092	6 092	6 092	6 092	6 092	6 092	6 092	6 092	6 092	6 092	6 092	73 102	72 824	76 247
Service charges - Waste Water Management		3 896	3 896	3 896	3 896	3 896	3 896	3 896	3 896	3 896	3 896	3 896	3 896	46 757	46 580	48 769
Service charges - Waste Management		2 017	2 017	2 017	2 017	2 017	2 017	2 017	2 017	2 017	2 017	2 017	2 017	24 206	24 114	25 248
Sale of Goods and Rendering of Services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		399	399	399	399	399	399	399	399	399	399	399	399	4 788	4 811	5 038
Interest		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		67 044	67 044	67 044	67 044	67 044	67 044	67 044	67 044	67 044	67 044	67 044	67 044	804 532	818 556	857 028
Interest earned from Current and Non Current As		212	212	212	212	212	212	212	212	212	212	212	212	2 545	2 560	2 680
Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		25	25	25	25	25	25	25	25	25	25	25	25	300	315	329
Licence and permits		773	773	773	773	773	773	773	773	773	773	773	773	9 280	9 325	9 763
Operational Revenue		56	56	56	56	56	56	56	56	56	56	56	56	666	695	727
Non-Exchange Revenue																
Property rates		6 730	6 730	6 730	6 730	6 730	6 730	6 730	6 730	6 730	6 730	6 730	6 730	80 765	84 723	88 705
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		363	363	363	363	363	363	363	363	363	363	363	363	4 356	4 376	4 582
Licences or permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		14 859	14 859	14 859	14 859	14 859	14 859	14 859	14 859	14 859	14 859	14 859	14 859	178 308	197 838	202 824
Interest		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		121 200	121 200	121 200	121 200	121 200	121 200	121 200	121 200	121 200	121 200	121 200	121 200	1 454 400	1 520 060	1 620 124
Expenditure																
Employee related costs		18 163	18 163	18 163	18 163	18 163	18 163	18 163	18 163	18 163	18 163	18 163	18 163	217 960	228 422	239 386
Remuneration of councillors		1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	18 972	18 792	19 638
Bulk purchases - electricity		16 667	16 667	16 667	16 667	16 667	16 667	16 667	16 667	16 667	16 667	16 667	16 667	200 000	225 400	265 296
Inventory consumed		833	833	833	833	833	833	833	833	833	833	833	833	10 000	10 440	10 910
Debt impairment		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and amortisation		2 728	2 728	2 728	2 728	2 728	2 728	2 728	2 728	2 728	2 728	2 728	2 728	32 739	32 739	32 739
Interest		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		3 233	3 233	3 233	3 233	3 233	3 233	3 233	3 233	3 233	3 233	3 233	3 233	38 799	100 533	106 475
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(3 350)	(40 200)	(40 200)	(40 200)
Operational costs		12 255	12 255	12 255	12 255	12 255	12 255	12 255	12 255	12 255	12 255	12 255	12 255	147 062	147 630	148 214
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		52 111	52 111	52 111	52 111	52 111	52 111	52 111	52 111	52 111	52 111	52 111	52 111	625 333	723 757	782 458
Surplus/(Deficit)																
Transfers and subsidies - capital (monetary allocations)		3 594	3 594	3 594	3 594	3 594	3 594	3 594	3 594	3 594	3 594	3 594	3 594	43 133	44 982	46 909
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	872 200	841 285	884 575
Income Tax		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	872 200	841 285	884 575
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	872 200	841 285	884 575
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	1	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	72 683	872 200	841 285	884 575
References																
1. Surplus (Deficit) must reconcile with Budgeted Financial Performance																

The municipality is currently under financial recovery plan process. According to the information derived from the table above, the municipality is in the red that means it is unfunded and cannot be able to meet its obligations.

2.9. Contracts having Future Budgetary Implications

Municipality's contracts have lapsed, therefore, the municipality is currently doing the needs analysis on contract. However, the budget is provided for services such as security, FMS, etc.

Capital Expenditure Details

The following three tables present details of the Municipality's capital expenditure programme, firstly on new assets, then the renewal of assets and finally on the repair and maintenance of assets.

MBRR SA 34a – Capital expenditure on new assets by asset class.

MBRR SA34b – Capital expenditure on the renewal of existing assets by asset class.

MBRR SA34c – Repairs and maintenance expenditure by asset class.

MBRR SA35 - Future financial implications of the capital budget.

MBRR SA36 - Detailed capital budget per municipal vote.

MBRR SA37 – Projects delayed from previous financial year.

2.10. Legislation Compliance Status

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

2.10.1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 MFMA reporting to the Treasuries (within 10 working days) has progressively improved.

2.10.2. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

2.10.3. Audit Committee

Audit Committee period has lapsed. New members must be elected.

2.10.4. Procurement Plan

In terms of Municipal Budget Circular, No 94 for the 2019/2020 MTREF, it mentions slow spending of capital budgets by most municipalities and the negative impact of this on service delivery. It was therefore required that all municipalities compile a procurement plan to address a weak planning process. This document will be included as an Annexure to this document.

3. QUALITY CERTIFICATE

I,..... Acting Municipal Manager of Ditsobotla Local Municipality, hereby certify that the Adjustment Budget has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Signature:

Date: