

Knysna Municipality



Medium Term Revenue & Expenditure Framework (MTREF)



2nd

Adjustments Budget 2015/2016

Where people and nature

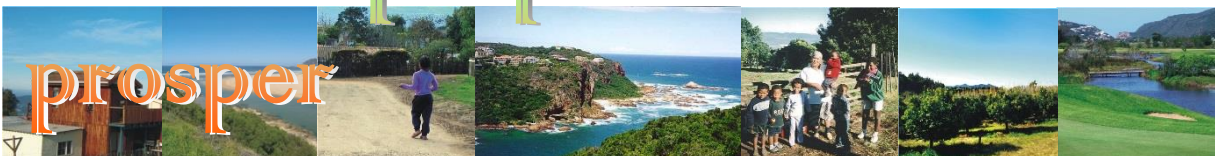


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Glossary

Adjustments Budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

AFS – Annual Financial Statements

AG – Auditor-General

Budget – The financial plan of the Municipality.

Budget Related Policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's Statement of Financial Performance.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

CFO – Chief Financial Officer

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GGP – Gross Geographical Product

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting and basis upon which AFS are prepared.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality.

KPI's – Key Performance Indicators.

MFMA – The Municipal Finance Management Act – No. 53 of 2003. The principle piece of legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous three years and current years' financial position.

NDPG – Neighbourhood Development Partnership Grant

NT – National Treasury

Net Assets – Net assets are the residual interest in the assets of the entity after deducting all its liabilities. This means the net assets of the municipality equates to the "net wealth" of the municipality, after all assets were sold/recovered and all liabilities paid. Transactions which do not meet the definition of Revenue or Expenses, such as increases in values of Property, Plant and Equipment where there is no inflow or outflow of resources are accounted for in Net Assets.

Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.

PI's – Performance Indicators

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

R&M – Repairs and maintenance on property, plant and equipment.

SALGA – South African Local Government Association

SCM – Supply Chain Management.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement Policy – The policy that sets out the rules for budget transfers. Virements are usually allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget is divided. In Knysna Municipality this means at directorate level.

PART 1 – ADJUSTMENTS BUDGET

Section 1 – Purpose

To rectify the Municipality's revised budget according to the following reasons of Section 28 of the MFMA through an adjustments budget:

- (1) To appropriate additional revenues received by the Municipality after the legislated February 2016 Adjustment,
- (2) To authorise unforeseeable and unavoidable expenditure incurred; and
- (3) To cater for projects that are being rolled over to the 2016/17 financial year.

Section 2 – Legal Requirements

Municipal adjustments budgets

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

(2) An adjustments budget—

(a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;

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

(c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;

(d) may authorise the utilisation of projected savings in one vote towards spending under another vote;

(e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;

(f) may correct any errors in the annual budget; and

(g) may provide for any other expenditure within a prescribed framework.

(3) An adjustments budget must be in a prescribed form.

(4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.

(5) When an adjustments budget is tabled, it must be accompanied by—

(a) an explanation how the adjustments budget affects the annual budget;

(b) a motivation of any material changes to the annual budget;

(c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and

(d) any other supporting documentation that may be prescribed.

(6) Municipal tax and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan.

(7) Sections 22(*b*), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an annual budget must be read as a reference to an adjustments budget.

Section 2 –Mayor’s Report

An Adjustments Budget is the means in which a municipality may revise its annual budget during the course of a financial year as stipulated on section 2 of Part 1 above “Legal Requirements”.

This Adjustments Budget does not shift the priorities and overall direction of the revised budget, it merely appropriates additional funds that became available to the municipality after the February Adjustments budget, authorizes unforeseen and unavoidable expenses and includes information on projects that are being rolled over.

1.1 The overall net effect on the second Adjustments Budget of Knysna municipality is a reduction of R2.2 million and R4.8 million on the operating budget and capital budget respectively.

1.2 Reasons for the adjustments budget

1.1.1 *Allocations and grant adjustments*

Human Settlement programmes progressed faster than anticipated hence an additional R15.5 million was received from the Provincial Human Settlement Department to accelerate Housing programmes.

In addition to the R15.5 million mentioned above, the Human Settlements department is currently overspent by R20 million. Due to the overlapping period between the municipal and provincial financial years, Province has agreed in writing that Knysna Municipality can start spending its 2016/17 gazetted allocation for human settlement projects in its 2015/16 financial year.

Roll-over of the MIG allocation of R 371 thousand that was approved for labour intensive projects from 2014/15 was also included in this adjustment budget as the approval on this was received in April 2016.

1.1.2 *Roll-overs*

A few projects has commenced were implementation is slower than anticipated, therefore the Project Managers have requested these projects to be rolled over to the 2016/17 budget. The current year’s budget will thus be reduced and reallocated to the Capital Replacement Reserve to cater for spend on these “rolled over projects” in the 2016/17 financial year. These projects are as follows:

- Total reduction of R2.7 million under Executive and Council Capital projects specifically Ward allocation from various Wards,
- R422 thousand for the establishment of the Knysna Waste Facility;
- R400 thousand for a Specialised Fire Vehicle which was involved in an accident and written off. Insurance paid back on time in order to replace the vehicle, however due to the complexity in specifications, the procurement process has not been concluded;
- R570 thousand for the construction of recreational facilities in Hornlee;
- R1 million additional allocation from Technical Services Roads Department towards the Tubatsi road project;

- R52 thousand for the grader that will be purchased in the new financial year;
- R310 thousand for the Heatherdale Street Rehabilitation;
- R1.7 million for the upgrading of the second phase of sewer works;
- R500 thousand for the Upgrading of Gouna pipeline; and
- R1.2 million for the Bongani Sports field.

1.1.3 Appropriate/ shifting of funds to accommodate over expenditure

1.1.3.1 Operating:

Employee Related Costs

- R4.8 million additional needed to cater for unforeseen events like riots, water breakages, etc. that resulted in increased expenditure pertaining to overtime, standby costs and the appointment of temporary contractors.

Debt impairment

- R 5.7 million debt impairment reduction due to the increased fees paid to the traffic fines management agent which is an indicator of higher revenue.

Contracted Services

- R 1.9 million increase for contractor fees mainly on prepaid electricity expenses commensurate with the revenue generation profile resultant of increased demand mainly due to weather conditions as well as increased fees paid to the traffic management agent.

Other Expenditure

- To cater for the additional grant funding on human settlements projects mentioned in 1.1.1 above, other expenditure increased with approximately R 29 million; and
- R 1.5 million over expenditure to assist with emergency related breakdowns.

1.1.3.2 Capital:

- To cater for the additional grant funding on human settlements projects mentioned in 1.1.1 above, capital expenditure increased with approximately R 6.2 million.

1.1.4 Shifts between Opex and Capex:

- R560 thousand of the Modula library from Capex to Opex; and

- R2 million Capital roads allocation to be transferred to Operating expenses.
- R375 thousand professional fees of the Rheenendal Roads project funded by National Government from Opex to Capex.

1.2 Recommendation to council regarding the MTREF

Taking into consideration the reasons listed in paragraph 1.1, it is recommended that Council approves the adjustments budget.

Section 3 - Resolutions

Knysna Municipality

ADJUSTMENTS MTREF 2015/2016

RECOMMENDATION:

- [a] That the year end 2015/16 Adjustment Budget be approved in terms of Section 28(1) of the Local Government: Municipal Finance Management Act, 2003;
- [b] That the reasons for the 2015/16 Adjustment Budget, as approved in [a] above, and mentioned in the Mayor's Report, be noted;
- [c] That it be noted that the 2015/16 second Adjustments Budget, as approved in [a] above, has an overall net effect of a reduction of R2.2 million and R4.8 million on the operating budget and capital budget respectively.

Section 4 – Executive Summary

4.1 Introduction

Changes in a budget is a necessity as there are various internal and external factors impacting on the financial performance and implementation of the budget during the year. 1.1 The overall net effect on the second Adjustments Budget of Knysna municipality is a reduction of R2.2 million and R4.8 million on the operating budget and capital budget respectively.

4.2 Provision of basic services

There is no negative effect by this Adjustments Budget on the provision of basic services.

4.3 Effect of the adjustments budget

The base revenue changes will not be impacted instead all savings of all roll-over projects will be recognised on the AFS and centralised into the CRR.

4.4 Adjustment highlights

Fuller details of the various income and expenditure changes are shown in this document in different format of the tables.

3.5 Conclusion

The overall net effect on the second Adjustments Budget of Knysna municipality is a reduction of R2.2 million and R4.8 million on the operating budget and capital budget respectively.

Section 4 – Adjustments budget tables

Table B1 Adjustments Budget Summary

| Description | Budget Year 2015/16 | | | | | | Budget Year | Budget Year |
|--|---------------------|----------------|--------------------|-----------------|-----------------|-----------------|-----------------|----------------|
| | Original Budget | Prior Adjusted | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | +1 2016/17 | +2 2017/18 |
| R thousands | A | 1 A1 | 5 E | 6 F | 7 G | 8 H | | |
| Financial Performance | | | | | | | | |
| Property rates | 174,430 | 174,430 | - | - | - | 174,430 | 191,866 | 205,364 |
| Service charges | 300,395 | 297,395 | - | - | - | 297,395 | 348,898 | 387,924 |
| Investment revenue | 3,200 | 5,200 | - | - | - | 5,200 | 3,400 | 3,600 |
| Transfers recognised - operational | 93,803 | 113,866 | 29,480 | - | 29,480 | 143,346 | 104,483 | 108,783 |
| Other own revenue | 96,393 | 101,753 | - | - | - | 101,753 | 104,973 | 114,889 |
| Total Revenue (excluding capital transfers and contributions) | 668,222 | 692,645 | 29,480 | - | 29,480 | 722,124 | 753,620 | 820,560 |
| Employee costs | 196,737 | 196,491 | - | 4,785 | 4,785 | 201,276 | 214,147 | 228,781 |
| Remuneration of councillors | 6,817 | 6,817 | - | - | - | 6,817 | 7,294 | 7,804 |
| Depreciation & asset impairment | 25,918 | 25,918 | - | - | - | 25,918 | 32,544 | 34,749 |
| Finance charges | 13,962 | 13,650 | - | - | - | 13,650 | 15,586 | 16,520 |
| Materials and bulk purchases | 154,328 | 167,720 | - | - | - | 167,720 | 174,825 | 189,690 |
| Transfers and grants | 5,631 | 5,922 | - | - | - | 5,922 | 5,665 | 5,781 |
| Other expenditure | 232,441 | 265,149 | 29,434 | (2,500) | 26,934 | 292,083 | 195,822 | 201,865 |
| Total Expenditure | 635,833 | 681,666 | 29,434 | 2,285 | 31,719 | 713,666 | 645,882 | 685,191 |
| Surplus/(Deficit) | 32,388 | 10,979 | 46 | (2,285) | (2,239) | 8,458 | 107,738 | 135,369 |
| Transfers recognised - capital | 56,265 | 48,535 | 6,226 | - | 6,226 | 54,761 | 46,586 | 41,027 |
| Contributions recognised - capital & contributed a | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,501 | 154,324 | 176,396 |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,501 | 154,324 | 176,396 |
| Capital expenditure & funds sources | | | | | | | | |
| Capital expenditure | 102,683 | 107,810 | 6,226 | (11,033) | (4,807) | 103,004 | 70,240 | 58,992 |
| Transfers recognised - capital | 56,265 | 48,535 | 6,226 | - | 6,226 | 54,761 | 46,586 | 41,027 |
| Public contributions & donations | - | - | - | - | - | - | - | - |
| Borrowing | 14,732 | 22,206 | - | (4,749) | (4,749) | 17,458 | 12,570 | 10,660 |
| Internally generated funds | 31,686 | 37,069 | - | (6,284) | (6,284) | 30,785 | 11,084 | 7,305 |
| Total sources of capital funds | 102,683 | 107,810 | 6,226 | (11,033) | (4,807) | 103,004 | 70,240 | 58,992 |
| Financial position | | | | | | | | |
| Total current assets | 120,513 | 160,713 | - | (6,030) | (6,030) | 154,683 | 74,348 | 144,800 |
| Total non current assets | 1,096,615 | 1,074,195 | - | - | - | 1,074,195 | 174,179 | 201,422 |
| Total current liabilities | 105,627 | 116,506 | - | - | - | 116,506 | 47,229 | 50,111 |
| Total non current liabilities | 226,004 | 244,936 | - | 9,983 | 9,983 | 254,919 | 161,925 | 170,120 |
| Community wealth/Equity | 885,497 | 873,467 | - | (16,013) | (16,013) | 857,454 | 39,373 | 125,992 |
| Cash flows | | | | | | | | |
| Net cash from (used) operating | 115,053 | - | 35,706 | (83,095) | (47,390) | 67,663 | 22,964 | 120,474 |
| Net cash from (used) investing | (103,444) | - | - | 3,245 | 3,245 | (100,199) | (72,563) | (61,315) |
| Net cash from (used) financing | (4,536) | - | - | (4,757) | (4,757) | (9,292) | (7,333) | (13,940) |
| Cash/cash equivalents at the year end | 22,338 | - | 35,706 | (38,974) | (3,269) | 19,070 | (37,863) | 7,357 |
| Cash backing/surplus reconciliation | | | | | | | | |
| Cash and investments available | 46,195 | 63,335 | - | (17,232) | (17,232) | 46,103 | 41,721 | 116,071 |
| Application of cash and investments | 22,523 | 28,491 | - | (49,867) | (49,867) | (21,376) | (87,766) | (93,123) |
| Balance - surplus (shortfall) | 23,672 | 34,843 | - | 32,635 | 32,635 | 67,479 | 129,487 | 209,194 |
| Asset Management | | | | | | | | |
| Asset register summary (WDV) | 1,070,790 | 103,348 | - | (20,937) | (20,937) | 82,411 | 1,079,877 | 1,104,120 |
| Depreciation & asset impairment | 25,918 | 25,918 | - | - | - | 25,918 | 32,544 | 34,749 |
| Renewal of Existing Assets | 35,139 | 40,250 | - | (6,827) | (6,827) | 33,424 | 17,246 | 15,336 |
| Repairs and Maintenance | 42,968 | 43,738 | - | 1,754 | 1,754 | 45,492 | 44,117 | 46,655 |
| Free services | | | | | | | | |
| Cost of Free Basic Services provided | 46,520 | - | - | - | - | 46,520 | 50,707 | 55,271 |
| Revenue cost of free services provided | 52,267 | - | - | - | - | 52,267 | 56,251 | 56,251 |
| Households below minimum service level | | | | | | | | |
| Water: | 1 | - | - | (0) | (0) | 1 | 2 | 2 |
| Sanitation/sew erage: | 4 | - | - | (0) | (0) | 4 | 4 | 5 |
| Energy: | 3 | - | - | (0) | (0) | 3 | 3 | 4 |
| Refuse: | - | - | - | 2 | 2 | 2 | - | - |

Table B2 Adjustments Budget Financial Performance (standard classification)

| Standard Description | Ref | Budget Year 2015/16 | | | | | | Budget Year | Budget Year |
|--|------|---------------------|----------------|--------------------|----------------|----------------|-----------------|----------------------------|----------------------------|
| | | Original Budget | Prior Adjusted | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | +1 2016/17 Adjusted Budget | +2 2017/18 Adjusted Budget |
| R thousands | 1, 4 | A | 5 A1 | 9 E | 10 F | 11 G | 12 H | | |
| Revenue - Standard | | | | | | | | | |
| Governance and administration | | 196,867 | 199,527 | - | - | - | 199,527 | 225,596 | 241,964 |
| Executive and council | | 8,491 | 8,851 | - | - | - | 8,851 | 9,596 | 10,584 |
| Budget and treasury office | | 183,454 | 185,754 | - | - | - | 185,754 | 210,782 | 225,645 |
| Corporate services | | 4,921 | 4,921 | - | - | - | 4,921 | 5,218 | 5,735 |
| Community and public safety | | 144,619 | 152,649 | 35,335 | - | 35,335 | 187,983 | 150,292 | 151,395 |
| Community and social services | | 9,843 | 9,843 | - | - | - | 9,843 | 9,402 | 11,352 |
| Sport and recreation | | 1,168 | 1,168 | - | - | - | 1,168 | 1,273 | 1,387 |
| Public safety | | 80,133 | 85,133 | - | - | - | 85,133 | 87,785 | 95,648 |
| Housing | | 53,474 | 56,505 | 35,335 | - | 35,335 | 91,839 | 51,832 | 43,008 |
| Health | | - | - | - | - | - | - | - | - |
| Economic and environmental services | | 9,233 | 16,331 | 371 | - | 371 | 16,702 | 7,631 | 8,161 |
| Planning and development | | 3,593 | 3,593 | - | - | - | 3,593 | 2,836 | 3,142 |
| Road transport | | 5,640 | 12,738 | 371 | - | 371 | 13,109 | 4,795 | 5,019 |
| Environmental protection | | - | - | - | - | - | - | - | - |
| Trading services | | 373,768 | 372,673 | - | - | - | 372,673 | 416,687 | 460,067 |
| Electricity | | 238,108 | 235,108 | - | - | - | 235,108 | 268,266 | 300,204 |
| Water | | 76,963 | 77,278 | - | - | - | 77,278 | 88,341 | 94,633 |
| Waste water management | | 28,850 | 30,441 | - | - | - | 30,441 | 26,755 | 28,697 |
| Waste management | | 29,847 | 29,847 | - | - | - | 29,847 | 33,325 | 36,533 |
| Other | | - | - | - | - | - | - | - | - |
| Total Revenue - Standard | 2 | 724,487 | 741,180 | 35,706 | - | 35,706 | 776,886 | 800,206 | 861,587 |
| Expenditure - Standard | | | | | | | | | |
| Governance and administration | | 151,548 | 153,419 | - | (2,338) | (2,338) | 151,081 | 179,691 | 188,079 |
| Executive and council | | 38,751 | 40,674 | - | - | - | 40,674 | 46,762 | 48,788 |
| Budget and treasury office | | 38,376 | 35,941 | - | 622 | 622 | 36,563 | 51,502 | 54,195 |
| Corporate services | | 74,420 | 76,804 | - | (2,960) | (2,960) | 73,844 | 81,427 | 85,096 |
| Community and public safety | | 155,885 | 181,953 | 29,941 | (614) | 29,327 | 211,280 | 103,383 | 107,563 |
| Community and social services | | 16,851 | 16,675 | 560 | 239 | 799 | 17,474 | 18,195 | 20,841 |
| Sport and recreation | | 13,654 | 14,790 | - | 659 | 659 | 15,449 | 14,944 | 15,925 |
| Public safety | | 91,475 | 94,892 | - | (1,549) | (1,549) | 93,343 | 24,086 | 25,141 |
| Housing | | 29,471 | 51,163 | 29,381 | (19) | 29,362 | 80,524 | 41,445 | 40,639 |
| Health | | 4,434 | 4,434 | - | 56 | 56 | 4,490 | 4,714 | 5,016 |
| Economic and environmental services | | 53,863 | 60,556 | - | 2,436 | 2,436 | 62,992 | 52,634 | 55,803 |
| Planning and development | | 14,400 | 14,378 | - | (387) | (387) | 13,991 | 16,710 | 17,879 |
| Road transport | | 37,679 | 44,395 | - | 2,610 | 2,610 | 47,006 | 33,771 | 35,621 |
| Environmental protection | | 1,785 | 1,783 | - | 213 | 213 | 1,996 | 2,153 | 2,302 |
| Trading services | | 274,538 | 285,738 | - | (449) | (449) | 285,289 | 310,174 | 333,747 |
| Electricity | | 168,672 | 176,650 | - | 144 | 144 | 176,794 | 197,923 | 214,644 |
| Water | | 51,891 | 55,035 | - | 135 | 135 | 55,170 | 57,315 | 60,881 |
| Waste water management | | 25,044 | 24,800 | - | (496) | (496) | 24,303 | 27,024 | 28,979 |
| Waste management | | 28,931 | 29,253 | - | (231) | (231) | 29,022 | 27,912 | 29,244 |
| Other | | - | - | - | - | - | - | - | - |
| Total Expenditure - Standard | 3 | 635,833 | 681,666 | 29,941 | (965) | 28,976 | 713,666 | 645,882 | 685,191 |

The table in terms of standard classification is required by National Treasury to be able to compare all local authorities and prepare consolidated governmental reports.

For specific information relating to the macro structure of the municipality and specific revenue and expenditure types, refer to Table B3 and Table B4.

Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)

| Vote Description | Budget Year 2015/16 | | | | | | Budget Year +1 2016/17 | Budget Year +2 2017/18 |
|----------------------------------|---------------------|--|-----------------------|-------------------|-------------------|----------------------------------|---------------------------|---------------------------|
| | Original Budget | February 2016 Adjustment s Budget | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Year-end Adjustment Budget | Adjusted Budget | Adjusted Budget |
| R thousands | A | A1 | E | F | G | H | | |
| Revenue by Vote | | | | | | | | |
| Vote 1 - Executive & Council | 8,491 | 8,851 | - | - | - | 8,851 | 9,596 | 10,584 |
| Vote 2 - Corporate Services | 3,644 | 3,644 | - | - | - | 3,644 | 3,986 | 4,411 |
| Vote 3 - Financial Services | 183,534 | 185,834 | - | - | - | 185,834 | 210,872 | 225,758 |
| Vote 5 - Planning & Development | 57,068 | 60,098 | 28,779 | 6,556 | 35,335 | 95,433 | 54,668 | 46,150 |
| Vote 6 - Community Services | 125,282 | 130,282 | - | - | - | 130,282 | 135,924 | 149,329 |
| Vote 7 - Electrical Services | 238,609 | 235,609 | - | - | - | 235,609 | 269,243 | 301,188 |
| Vote 8 - Technical Services | 107,858 | 116,861 | 371 | - | 371 | 117,232 | 115,917 | 124,167 |
| Total Revenue by Vote | 724,487 | 741,180 | 29,150 | 6,556 | 35,706 | 776,886 | 800,206 | 861,587 |
| Expenditure by Vote | | | | | | | | |
| Vote 1 - Executive & Council | 38,751 | 40,674 | - | - | - | 40,674 | 46,762 | 48,788 |
| Vote 2 - Corporate Services | 29,104 | 29,850 | - | - | - | 29,850 | 33,213 | 34,184 |
| Vote 3 - Financial Services | 53,382 | 51,447 | - | - | - | 51,447 | 68,205 | 71,434 |
| Vote 5 - Planning & Development | 49,056 | 70,790 | 28,874 | - | 28,874 | 99,663 | 63,369 | 64,059 |
| Vote 6 - Community Services | 166,027 | 171,243 | 560 | (83) | 477 | 171,720 | 100,549 | 107,684 |
| Vote 7 - Electrical Services | 178,034 | 184,557 | - | - | - | 184,557 | 207,901 | 225,203 |
| Vote 8 - Technical Services | 121,480 | 133,106 | - | (713) | (713) | 132,393 | 125,883 | 133,841 |
| Total Expenditure by Vote | 635,833 | 681,666 | 29,434 | (796) | 28,638 | 713,666 | 645,882 | 685,191 |

The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Executive & Council; Corporate Services; Financial Services; Planning & Development; Community Services; Electrical Services and Technical Services.

Table B4 Adjustments Budget Financial Performance (revenue and expenditure)

| Description | Ref | Budget Year | Budget Year | Budget Year | Budget Year | Budget Year | Budget Year | Budget Year | Budget Year |
|--|-----|-----------------|----------------|--------------------|----------------|----------------|-----------------|-----------------|-----------------|
| | | 2015/16 | 2015/16 | 2015/16 | 2015/16 | 2015/16 | 2015/16 | +1 2016/17 | +2 2017/18 |
| | | Original Budget | Prior Adjusted | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | 3 | 7 | 800% | 900% | 10 | | | |
| | 1 | A | A1 | E | F | G | H | | |
| R thousands | | | | | | | | | |
| Revenue By Source | | | | | | | | | |
| Property rates | 2 | 171,416 | 171,416 | - | - | - | 171,416 | 188,535 | 201,733 |
| Property rates - penalties & collection charges | | 3,014 | 3,014 | - | - | - | 3,014 | 3,331 | 3,631 |
| Service charges - electricity revenue | 2 | 215,015 | 212,015 | - | - | - | 212,015 | 245,359 | 276,495 |
| Service charges - water revenue | 2 | 52,571 | 52,571 | - | - | - | 52,571 | 67,132 | 71,829 |
| Service charges - sanitation revenue | 2 | 12,329 | 12,329 | - | - | - | 12,329 | 13,499 | 14,445 |
| Service charges - refuse revenue | 2 | 16,504 | 16,504 | - | - | - | 16,504 | 18,575 | 20,433 |
| Service charges - other | | 3,976 | 3,976 | - | - | - | 3,976 | 4,333 | 4,722 |
| Rental of facilities and equipment | | 5,482 | 5,482 | - | - | - | 5,482 | 5,977 | 6,516 |
| Interest earned - external investments | | 3,200 | 5,200 | - | - | - | 5,200 | 3,400 | 3,600 |
| Interest earned - outstanding debtors | | 3,542 | 3,542 | - | - | - | 3,542 | 3,753 | 4,089 |
| Fines | | 79,471 | 84,471 | - | - | - | 84,471 | 86,623 | 94,418 |
| Licences and permits | | 2,179 | 2,179 | - | - | - | 2,179 | 2,331 | 2,541 |
| Agency services | | 1,850 | 1,850 | - | - | - | 1,850 | 1,950 | 1,960 |
| Transfers recognised - operational | | 93,803 | 113,866 | 29,480 | - | 29,480 | 143,346 | 104,483 | 108,783 |
| Other revenue | 2 | 3,919 | 3,979 | - | - | - | 3,979 | 4,089 | 5,115 |
| Gains on disposal of PPE | | 250 | 250 | - | - | - | 250 | 250 | 250 |
| Total Revenue (excluding capital transfers and contributions) | | 668,222 | 692,645 | 29,480 | - | 29,480 | 722,124 | 753,620 | 820,560 |
| Expenditure By Type | | | | | | | | | |
| Employee related costs | | 196,737 | 196,491 | - | 4,785 | 4,785 | 201,276 | 214,147 | 228,781 |
| Remuneration of councillors | | 6,817 | 6,817 | - | - | - | 6,817 | 7,294 | 7,804 |
| Debt impairment | | 76,339 | 76,339 | - | (5,713) | (5,713) | 70,626 | 23,000 | 24,000 |
| Depreciation & asset impairment | | 25,918 | 25,918 | - | - | - | 25,918 | 32,544 | 34,749 |
| Finance charges | | 13,962 | 13,650 | - | - | - | 13,650 | 15,586 | 16,520 |
| Bulk purchases | | 132,465 | 145,465 | - | - | - | 145,465 | 154,954 | 168,900 |
| Other materials | | 21,863 | 22,256 | - | - | - | 22,256 | 19,871 | 20,790 |
| Contracted services | | 26,425 | 23,547 | - | 1,904 | 1,904 | 25,452 | 24,598 | 24,903 |
| Transfers and grants | | 5,631 | 5,922 | - | - | - | 5,922 | 5,665 | 5,781 |
| Other expenditure | | 129,678 | 165,263 | 29,434 | 1,309 | 30,742 | 196,006 | 148,223 | 152,962 |
| Loss on disposal of PPE | | - | - | - | - | - | - | - | - |
| Total Expenditure | | 635,833 | 681,666 | 29,434 | 2,285 | 31,719 | 713,666 | 645,882 | 685,191 |
| Surplus/(Deficit) | | 32,388 | 10,979 | 46 | (2,285) | (2,239) | 8,458 | 107,738 | 135,369 |
| Transfers recognised - capital | | 56,265 | 48,535 | 6,226 | - | 6,226 | 54,761 | 46,586 | 41,027 |
| Contributions recognised - capital | | - | - | - | - | - | - | - | - |
| Contributed assets | | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) before taxation | | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,220 | 154,324 | 176,396 |
| Taxation | | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after taxation | | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,220 | 154,324 | 176,396 |
| Attributable to minorities | | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) attributable to municipality | | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,220 | 154,324 | 176,396 |
| Share of surplus/ (deficit) of associate | | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | | 88,653 | 59,514 | 6,272 | (2,285) | 3,987 | 63,220 | 154,324 | 176,396 |

Table B5 Adjustments Capital Expenditure Budget by vote and funding

| Description | Ref | Budget Year 2015/16 | | | | | Budget Year +1 | Budget Year +2 |
|--|-----|---------------------|----------------|--------------------|-----------------|----------------|----------------|----------------|
| | | Original Budget | Prior Adjusted | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | 2016/17 | 2017/18 |
| Multi-year expenditure to be adjusted | 2 | | | | | | | |
| Vote 1 - Executive & Council | | - | - | - | - | - | - | - |
| Vote 2 - Corporate Services | | - | - | - | - | - | - | - |
| Vote 3 - Financial Services | | - | - | - | - | - | - | - |
| Vote 4 - Strategic Services | | - | - | - | - | - | - | - |
| Vote 5 - Planning & Development | | 29,372 | 19,372 | 6,461 | - | 6,461 | 25,833 | 16,522 |
| Vote 6 - Community Services | | 1,030 | 1,030 | - | (422) | (422) | 608 | - |
| Vote 7 - Electrical Services | | 15,863 | 15,932 | - | (56) | (56) | 15,876 | 3,432 |
| Vote 8 - Technical Services | | 28,617 | 29,407 | 325 | (2,490) | (2,165) | 27,242 | 20,195 |
| Capital multi-year expenditure sub-total | 3 | 74,882 | 65,741 | 6,786 | (2,968) | 3,818 | 69,559 | 48,408 |
| Single-year expenditure to be adjusted | 2 | | | | | | | |
| Vote 1 - Executive & Council | | 4,600 | 5,600 | - | (2,690) | (2,690) | 2,910 | 20 |
| Vote 2 - Corporate Services | | 10 | 10 | - | - | - | 10 | 10 |
| Vote 3 - Financial Services | | 1,975 | 1,975 | - | - | - | 1,975 | 745 |
| Vote 4 - Strategic Services | | - | - | - | - | - | - | - |
| Vote 5 - Planning & Development | | 260 | 260 | - | 375 | 375 | 635 | 20 |
| Vote 6 - Community Services | | 9,952 | 12,791 | (560) | (916) | (1,476) | 11,315 | 6,639 |
| Vote 7 - Electrical Services | | 4,257 | 5,688 | - | (652) | (652) | 5,036 | 1,427 |
| Vote 8 - Technical Services | | 6,747 | 15,746 | - | (4,182) | (4,182) | 11,564 | 9,042 |
| Capital single-year expenditure sub-total | | 27,801 | 42,069 | (560) | (8,065) | (8,625) | 33,444 | 21,832 |
| Total Capital Expenditure - Vote | | 102,683 | 107,810 | 6,226 | (11,033) | (4,807) | 103,004 | 70,240 |
| Capital Expenditure - Standard | | | | | | | | |
| Governance and administration | | 6,995 | 7,995 | - | (2,113) | (2,113) | 5,882 | 1,744 |
| Executive and council | | 4,600 | 5,600 | - | (2,690) | (2,690) | 2,910 | 20 |
| Budget and treasury office | | 1,215 | 1,015 | - | (187) | (187) | 828 | - |
| Corporate services | | 1,180 | 1,380 | - | 764 | 764 | 2,144 | 975 |
| Community and public safety | | 37,304 | 29,167 | 5,901 | (740) | 5,161 | 34,328 | 27,688 |
| Community and social services | | 5,312 | 5,992 | (560) | (97) | (657) | 5,335 | 2,509 |
| Sport and recreation | | 2,400 | 3,548 | - | (708) | (708) | 2,840 | 1,600 |
| Public safety | | - | 35 | - | - | - | 35 | 3,220 |
| Housing | | 29,592 | 19,592 | 6,461 | 65 | 6,526 | 26,118 | 16,522 |
| Health | | - | - | - | - | - | - | - |
| Economic and environmental services | | 3,747 | 6,533 | 325 | (3,373) | (3,048) | 3,485 | 2,050 |
| Planning and development | | - | - | - | 310 | 310 | 310 | - |
| Road transport | | 3,747 | 6,533 | 325 | (3,683) | (3,358) | 3,175 | 2,050 |
| Environmental protection | | - | - | - | - | - | - | - |
| Trading services | | 54,637 | 64,116 | - | (4,807) | (4,807) | 59,309 | 38,758 |
| Electricity | | 20,120 | 21,620 | - | (708) | (708) | 20,912 | 8,636 |
| Water | | 20,677 | 23,797 | - | (3,669) | (3,669) | 20,128 | 22,050 |
| Waste water management | | 11,360 | 15,061 | - | (62) | (62) | 14,999 | 6,182 |
| Waste management | | 2,480 | 3,638 | - | (368) | (368) | 3,270 | 1,890 |
| Other | | - | - | - | - | - | - | - |
| Total Capital Expenditure - Standard | 3 | 102,683 | 107,810 | 6,226 | (11,033) | (4,807) | 103,004 | 70,240 |
| Funded by: | | | | | | | | |
| National Government | | 25,532 | 25,532 | 325 | - | 325 | 25,857 | 24,505 |
| Provincial Government | | 30,733 | 23,003 | 5,901 | - | 5,901 | 28,904 | 16,522 |
| District Municipality | | - | - | - | - | - | - | - |
| Other transfers and grants | | - | - | - | - | - | - | - |
| Total Capital transfers recognised | 4 | 56,265 | 48,535 | 6,226 | - | 6,226 | 54,761 | 41,027 |
| Public contributions & donations | | - | - | - | - | - | - | - |
| Borrowing | | 14,732 | 22,206 | - | (4,749) | (4,749) | 17,458 | 10,660 |
| Internally generated funds | | 31,686 | 37,069 | - | (6,284) | (6,284) | 30,785 | 7,305 |
| Total Capital Funding | | 102,683 | 107,810 | 6,226 | (11,033) | (4,807) | 103,004 | 70,240 |

Additional supporting tables relating to capital expenditure are referred to in Section 11 and included in Annexure 2 – Supporting Adjustment Budget Tables.

Table B6 Adjustments Budget Financial Position

| Description | Ref | Budget Year 2015/16 | | | | | Budget Year | Budget Year |
|--|-----|---------------------|------------------|-----------------|-----------------|------------------|----------------|----------------|
| | | Original | Prior | Other | Total | Adjusted | Adjusted | Adjusted |
| | | Budget | Adjusted | Adjusts. | Adjusts. | Budget | Budget | Budget |
| | | 3 | 8 | 9 | 10 | | | |
| | | A | A1 | F | G | H | | |
| R thousands | | | | | | | | |
| ASSETS | | | | | | | | |
| Current assets | | | | | | | | |
| Cash | | 12,338 | 26,302 | (17,232) | (17,232) | 9,070 | 1,688 | 73,038 |
| Call investment deposits | 1 | 10,000 | 10,000 | - | - | 10,000 | 10,000 | 10,000 |
| Consumer debtors | 1 | 72,107 | 115,125 | - | - | 115,125 | 40,946 | 38,750 |
| Other debtors | | 18,102 | 3,102 | 11,202 | 11,202 | 14,304 | 15,162 | 16,071 |
| Current portion of long-term receivables | | 125 | 68 | - | - | 68 | 68 | 68 |
| Inventory | | 7,841 | 6,118 | - | - | 6,118 | 6,485 | 6,874 |
| Total current assets | | 120,513 | 160,713 | (6,030) | (6,030) | 154,683 | 74,348 | 144,800 |
| Non current assets | | | | | | | | |
| Long-term receivables | | 1,968 | 125 | - | - | 125 | 125 | 125 |
| Investments | | 23,857 | 27,033 | - | - | 27,033 | 30,033 | 33,033 |
| Investment property | | 110,321 | 103,321 | - | - | 103,321 | 103,321 | 103,321 |
| Investment in Associate | | - | - | - | - | - | - | - |
| Property, plant and equipment | 1 | 940,712 | 924,632 | - | - | 924,632 | 21,616 | 45,859 |
| Agricultural | | - | - | - | - | - | - | - |
| Biological | | - | - | - | - | - | - | - |
| Intangible | | 700 | 27 | - | - | 27 | 27 | 27 |
| Other non-current assets | | 19,057 | 19,057 | - | - | 19,057 | 19,057 | 19,057 |
| Total non current assets | | 1,096,615 | 1,074,195 | - | - | 1,074,195 | 174,179 | 201,422 |
| TOTAL ASSETS | | 1,217,128 | 1,234,908 | (6,030) | (6,030) | 1,228,878 | 248,527 | 346,223 |
| LIABILITIES | | | | | | | | |
| Current liabilities | | | | | | | | |
| Bank overdraft | | - | - | - | - | - | - | - |
| Borrowing | | 17,500 | 17,016 | - | - | 17,016 | (484) | (484) |
| Consumer deposits | | 11,246 | 10,413 | - | - | 10,413 | 11,038 | 11,700 |
| Trade and other payables | | 54,495 | 65,180 | - | - | 65,180 | 11,345 | 12,045 |
| Provisions | | 22,386 | 23,897 | - | - | 23,897 | 25,331 | 26,851 |
| Total current liabilities | | 105,627 | 116,506 | - | - | 116,506 | 47,229 | 50,111 |
| Non current liabilities | | | | | | | | |
| Borrowing | 1 | 100,354 | 123,095 | 9,983 | 9,983 | 133,078 | 33,209 | 33,693 |
| Provisions | 1 | 125,650 | 121,841 | - | - | 121,841 | 128,717 | 136,426 |
| Total non current liabilities | | 226,004 | 244,936 | 9,983 | 9,983 | 254,919 | 161,925 | 170,120 |
| TOTAL LIABILITIES | | 331,631 | 361,442 | 9,983 | 9,983 | 371,425 | 209,155 | 220,231 |
| NET ASSETS | 2 | 885,497 | 873,466 | (16,013) | (16,013) | 857,453 | 39,373 | 125,992 |
| COMMUNITY WEALTH/EQUITY | | | | | | | | |
| Accumulated Surplus/(Deficit) | | 817,347 | 788,475 | 3,987 | 3,987 | 792,462 | 42,531 | 129,151 |
| Reserves | | 68,151 | 84,992 | (20,000) | (20,000) | 64,992 | (3,159) | (3,159) |
| Minorities' interests | | - | - | - | - | - | - | - |
| TOTAL COMMUNITY WEALTH/EQUITY | | 885,497 | 873,467 | (16,013) | (16,013) | 857,454 | 39,373 | 125,992 |

Table B7 Adjustments Budget Cash Flows

| Description | Ref | Budget Year 2015/16 | | | | | Budget Year | Budget Year |
|---|-----|---------------------|---------------|-----------------|-----------------|------------------|-----------------|-----------------|
| | | Original | Nat. or | Other | Total | Adjusted | Adjusted | Adjusted |
| | | Budget | Prov. Govt | Adjus. | Adjus. | Budget | Budget | Budget |
| | | 7 | 8 | 9 | 10 | | | |
| | | A | E | F | G | H | | |
| R thousands | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | |
| Receipts | | | | | | | | |
| Property rates, penalties & collection charges | | 165,709 | | – | – | 165,709 | 182,273 | 195,096 |
| Service charges | | 285,376 | | (2,850) | (2,850) | 282,526 | 331,453 | 368,528 |
| Other revenue | | 29,327 | | | – | 29,327 | 28,542 | 33,047 |
| Government - operating | 1 | 93,803 | 29,480 | | 29,480 | 123,283 | 104,483 | 108,783 |
| Government - capital | 1 | 56,265 | 6,226 | | 6,226 | 62,491 | 46,586 | 41,027 |
| Interest | | 6,565 | | 2,000 | 2,000 | 8,565 | 6,965 | 7,485 |
| Dividends | | – | | | – | – | | |
| Payments | | | | | | | | |
| Suppliers and employees | | (502,399) | | (82,245) | (82,245) | (584,644) | (656,088) | (611,189) |
| Finance charges | | (13,962) | | – | – | (13,962) | (15,586) | (16,520) |
| Transfers and Grants | 1 | (5,631) | | – | – | (5,631) | (5,665) | (5,781) |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 115,053 | 35,706 | (83,095) | (47,390) | 67,663 | 22,964 | 120,474 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | |
| Receipts | | | | | | | | |
| Proceeds on disposal of PPE | | 250 | | – | – | 250 | 250 | 250 |
| Decrease (Increase) in non-current debtors | | – | | | – | – | – | – |
| Decrease (increase) other non-current receivables | | 125 | | | – | 125 | 125 | 125 |
| Decrease (increase) in non-current investments | | (1,136) | | (1,562) | (1,562) | (2,698) | (2,698) | (2,698) |
| Payments | | | | | | | | |
| Capital assets | | (102,683) | | 4,807 | 4,807 | (97,876) | (70,240) | (58,992) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (103,444) | – | 3,245 | 3,245 | (100,199) | (72,563) | (61,315) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | |
| Receipts | | | | | | | | |
| Short term loans | | | | | – | – | | |
| Borrowing long term/refinancing | | 14,732 | | (4,749) | (4,749) | 9,983 | 12,570 | 10,660 |
| Increase (decrease) in consumer deposits | | 433 | | (8) | (8) | 425 | 450 | 477 |
| Payments | | | | | | | | |
| Repayment of borrowing | | (19,700) | | | – | (19,700) | (20,353) | (25,077) |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | (4,536) | – | (4,757) | (4,757) | (9,292) | (7,333) | (13,940) |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 7,073 | 35,706 | (84,607) | (48,902) | (41,828) | (56,932) | 45,219 |
| Cash/cash equivalents at the year begin: | 2 | 15,265 | | 45,633 | 45,633 | 60,898 | 19,070 | (37,863) |
| Cash/cash equivalents at the year end: | 2 | 22,338 | 35,706 | (38,974) | (3,269) | 19,070 | (37,863) | 7,357 |

Table B8 Cash backed reserves/accumulated surplus reconciliation

| Description | Ref | Budget Year 2015/16 | | | | | | Budget Year | Budget Year |
|---|-----|---------------------|---------------|------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | | Original | Prior | Nat. or | Other | Total | Adjusted | Adjusted | Adjusted |
| | | Budget | Adjusted | Prov. Govt | Adjusts. | Adjusts. | Budget | Budget | Budget |
| | | 3 | 7 | 8 | 9 | 10 | | | |
| | | A | A1 | E | F | G | H | | |
| R thousands | | | | | | | | | |
| Cash and investments available | | | | | | | | | |
| Cash/cash equivalents at the year end | 1 | 22,338 | – | 35,706 | (38,974) | (3,269) | 19,070 | (37,863) | 7,357 |
| Other current investments > 90 days | | 0 | 36,302 | (35,706) | 21,742 | (13,963) | 22,338 | 49,551 | 75,681 |
| Non current assets - Investments | 1 | 23,857 | 27,033 | – | – | – | 27,033 | 30,033 | 33,033 |
| Cash and investments available: | | 46,195 | 63,335 | – | (17,232) | (17,232) | 68,441 | 41,721 | 116,071 |
| Applications of cash and investments | | | | | | | | | |
| Unspent conditional transfers | | 1,754 | (315) | – | – | – | 315 | 315 | 315 |
| Unspent borrowing | | | | | | | | | |
| Statutory requirements | | | | | | | | | |
| Other working capital requirements | 2 | (24,816) | 11,000 | | (53,139) | (53,139) | (42,139) | (35,581) | (33,951) |
| Other provisions | | | | | | | | | |
| Long term investments committed | | 23,857 | – | | – | – | (23,857) | (25,050) | (26,302) |
| Reserves to be backed by cash/investments | | 21,728 | 17,806 | | 3,272 | 3,272 | (5,000) | (27,450) | (33,184) |
| Total Application of cash and investments: | | 22,523 | 28,491 | – | (49,867) | (49,867) | (70,681) | (87,766) | (93,123) |
| Surplus(shortfall) | | 23,672 | 34,843 | – | 32,635 | 32,635 | (2,240) | (46,045) | 22,948 |

Table B9 Asset Management

| Description | Ref | Budget Year 2015/16 | | | | | | Budget Year | Budget Year |
|--|-----|---------------------|----------|------------|-----------|-----------|------------|-------------|-------------|
| | | Original | Prior | Nat. or | Other | Total | Adjusted | Adjusted | Adjusted |
| | | Budget | Adjusted | Prov. Govt | Adjus. | Adjus. | Budget | Budget | Budget |
| | | 7 | 11 | 12 | 13 | 14 | +1 2016/17 | +2 2017/18 | |
| | | A | A1 | E | F | G | H | | |
| R thousands | | | | | | | | | |
| CAPITAL EXPENDITURE | | | | | | | | | |
| Total New Assets to be adjusted | 1 | 67,544 | 67,560 | - | 2,020 | 2,020 | 69,580 | 52,994 | 43,656 |
| Infrastructure - Road transport | | 3,238 | 5,539 | - | (365) | (365) | 5,174 | 2,450 | 3,450 |
| Infrastructure - Electricity | | 14,640 | 15,314 | - | (113) | (113) | 15,201 | 4,366 | 3,489 |
| Infrastructure - Water | | 6,241 | 9,141 | - | 680 | 680 | 9,821 | 14,921 | 16,021 |
| Infrastructure - Sanitation | | - | - | - | - | - | - | 2,164 | 1,164 |
| Infrastructure - Other | | 1,430 | 830 | - | (433) | (433) | 397 | 1,000 | - |
| Infrastructure | | 25,549 | 30,825 | - | (231) | (231) | 30,594 | 24,901 | 24,124 |
| Community | | 36,245 | 28,438 | - | 3,019 | 3,019 | 31,457 | 22,029 | 16,522 |
| Heritage assets | | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - |
| Other assets | 6 | 5,750 | 8,297 | - | (768) | (768) | 7,529 | 6,064 | 3,010 |
| Agricultural Assets | | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - |
| Total Renewal of Existing Assets to be adjusted | 2 | 35,139 | 40,250 | - | (6,827) | (6,827) | 33,424 | 17,246 | 15,336 |
| Infrastructure - Road transport | | 600 | 2,600 | - | (2,310) | (2,310) | 290 | - | - |
| Infrastructure - Electricity | | 3,600 | 3,669 | - | (556) | (556) | 3,113 | 2,200 | 800 |
| Infrastructure - Water | | 14,436 | 14,180 | - | (1,350) | (1,350) | 12,830 | 7,129 | 6,054 |
| Infrastructure - Sanitation | | 8,229 | 10,067 | - | (1,933) | (1,933) | 8,134 | 1,018 | 1,018 |
| Infrastructure - Other | | 600 | - | - | - | - | 600 | - | - |
| Infrastructure | | 27,465 | 30,516 | - | (6,149) | (6,149) | 24,367 | 10,347 | 7,872 |
| Community | | 4,819 | 5,716 | - | (485) | (485) | 5,231 | 3,259 | 2,909 |
| Heritage assets | | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - |
| Other assets | 6 | 2,855 | 4,019 | - | (193) | (193) | 3,826 | 3,640 | 4,555 |
| Agricultural Assets | | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - |
| Total Capital Expenditure to be adjusted | 4 | 3,838 | 8,139 | - | (2,675) | (2,675) | 5,464 | 2,450 | 3,450 |
| Infrastructure - Road transport | | 18,240 | 18,983 | - | (669) | (669) | 18,314 | 6,566 | 4,289 |
| Infrastructure - Electricity | | 20,677 | 23,321 | - | (670) | (670) | 22,651 | 22,050 | 22,075 |
| Infrastructure - Water | | 8,229 | 10,067 | - | (1,933) | (1,933) | 8,134 | 3,182 | 2,182 |
| Infrastructure - Sanitation | | 2,030 | 830 | - | (433) | (433) | 397 | 1,000 | - |
| Infrastructure - Other | | 53,014 | 61,340 | - | (6,380) | (6,380) | 54,960 | 35,248 | 31,996 |
| Community | | 41,064 | 34,154 | - | 2,534 | 2,534 | 36,688 | 25,288 | 19,431 |
| Heritage assets | | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - |
| Other assets | | 8,605 | 12,316 | - | (961) | (961) | 11,355 | 9,704 | 7,565 |
| Agricultural Assets | | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - |
| TOTAL CAPITAL EXPENDITURE to be adjusted | 2 | 102,683 | 107,810 | - | (4,807) | (4,807) | 103,004 | 70,240 | 58,992 |
| ASSET REGISTER SUMMARY - PPE (WDV) | 5 | | | | | | | | |
| Infrastructure - Road transport | | 87,093 | - | - | 17,775 | 17,775 | 104,868 | 99,895 | 95,418 |
| Infrastructure - Electricity | | 174,235 | - | - | 434 | 434 | 174,670 | 175,783 | 174,249 |
| Infrastructure - Water | | 222,500 | - | - | (38,855) | (38,855) | 183,645 | 198,396 | 212,678 |
| Infrastructure - Sanitation | | 90,428 | - | - | 28,229 | 28,229 | 118,657 | 117,623 | 114,559 |
| Infrastructure - Other | | 4,148 | - | - | (2,017) | (2,017) | 2,131 | 2,971 | 2,801 |
| Infrastructure | | 578,404 | - | - | 5,566 | 5,566 | 583,970 | 594,308 | 599,704 |
| Community | | 111,898 | - | - | 167,637 | 167,637 | 279,535 | 304,311 | 323,196 |
| Heritage assets | | 19,053 | - | - | 4 | 4 | 19,057 | 19,057 | 19,057 |
| Investment properties | | 110,321 | 103,321 | - | - | - | 103,321 | 103,321 | 103,321 |
| Other assets | | 250,414 | - | - | (194,143) | (194,143) | 56,271 | 58,852 | 58,814 |
| Agricultural Assets | | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - |
| Intangibles | | 700 | 27 | - | - | - | 27 | 27 | 27 |
| TOTAL ASSET REGISTER SUMMARY - PPE (WDV) | 5 | 1,070,790 | 103,348 | - | (20,937) | (20,937) | 1,042,181 | 1,079,877 | 1,104,120 |
| EXPENDITURE OTHER ITEMS | | | | | | | | | |
| Depreciation & asset impairment | | 25,918 | 25,918 | - | - | - | 25,918 | 32,544 | 34,749 |
| Repairs and Maintenance by asset class | 3 | 42,968 | 43,738 | - | 1,754 | 1,754 | 45,492 | 44,117 | 46,655 |
| Infrastructure - Road transport | | 15,936 | 15,029 | - | 1,933 | 1,933 | 16,962 | 11,682 | 12,480 |
| Infrastructure - Electricity | | 6,639 | 5,069 | - | (226) | (226) | 4,843 | 9,486 | 10,146 |
| Infrastructure - Water | | 5,185 | 5,872 | - | 230 | 230 | 6,102 | 5,548 | 5,937 |
| Infrastructure - Sanitation | | 3,162 | 5,582 | - | (760) | (760) | 4,822 | 3,384 | 3,621 |
| Infrastructure - Other | | 181 | 116 | - | - | - | 116 | 400 | 400 |
| Infrastructure | | 31,103 | 31,668 | - | 1,177 | 1,177 | 32,845 | 30,500 | 32,583 |
| Community | | 1,099 | 1,384 | - | 121 | 121 | 1,506 | 1,124 | 1,124 |
| Heritage assets | | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - |
| Other assets | 6 | 10,765 | 10,685 | - | 456 | 456 | 11,142 | 12,493 | 12,948 |
| TOTAL EXPENDITURE OTHER ITEMS to be adjusted | | 68,886 | 69,656 | - | 1,754 | 1,754 | 71,410 | 76,661 | 81,404 |
| Renewal of Existing Assets as % of total capex | | 34.2% | 37.3% | | | | 32.4% | 24.6% | 26.0% |
| Renewal of Existing Assets as % of deprecn" | | 135.6% | 155.3% | | | | 129.0% | 53.0% | 44.1% |
| R&M as a % of PPE | | 4.0% | 42.3% | | | | 4.4% | 4.1% | 4.2% |
| Renewal and R&M as a % of PPE | | 7.3% | 81.3% | | | | 7.6% | 5.7% | 5.6% |

Table B10 Basic service delivery measurement

| Description | Ref | Budget Year 2015/16 | | | | | | | | | Budget Year | Budget Year |
|--|-----|---------------------|----------|--------|------------|----------|---------------|------------|----------|----------|-------------|-------------|
| | | Original | Prior | Accum. | Multi-year | Unfore. | Nat. or Prov. | Other | Total | Adjusted | +1 2016/17 | +2 2017/18 |
| | | Budget | Adjusted | Funds | capital | Unavoid. | Govt | Adjusts. | Adjusts. | Budget | Adjusted | Adjusted |
| | A | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | | | |
| | | A1 | B | C | D | E | F | G | H | | | |
| Household service targets | 1 | | | | | | | | | | | |
| Water: | | | | | | | | | | | | |
| Piped water inside dwelling | | 18,103 | | | | | -1762 | (1,762.00) | 16 | 19,732 | 21,508 | |
| Piped water inside yard (but not in dwelling) | | 3,209 | | | | | -310 | (310.00) | 3 | 3,498 | 3,813 | |
| Using public tap (at least min.service level) | 2 | 4,243 | | | | | -499 | (499.00) | 4 | 4,625 | 5,041 | |
| Other water supply (at least min.service level) | | | | | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | 26 | - | - | - | - | (3) | (2,571.00) | 23 | 28 | 30 | |
| Using public tap (< min.service level) | 3 | 1,029 | | | | | -100 | (100.00) | 1 | 1,121 | 1,222 | |
| Other water supply (< min.service level) | 3,4 | 441 | | | | | -59 | (59.00) | 0 | 480 | 524 | |
| No water supply | | | | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | 1 | - | - | - | - | (0) | (159.00) | 1 | 2 | 2 | |
| Total number of households | 5 | 27 | - | - | - | - | (3) | (2,730.00) | 24 | 29 | 32 | |
| Sanitation/sewerage: | | | | | | | | | | | | |
| Flush toilet (connected to sewerage) | | 20,478 | | | | | -2024 | (2,024.00) | 18 | 22,321 | 24,330 | |
| Flush toilet (with septic tank) | | | | | | | | | | | | |
| Chemical toilet | | | | | | | | | | | | |
| Pit toilet (ventilated) | | 2,464 | | | | | -355 | (355.00) | 2 | 2,686 | 2,928 | |
| Other toilet provisions (> min.service level) | | | | | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | 22,942 | - | - | - | - | (2,379) | (2,379.00) | 20,563 | 25,007 | 27,258 | |
| Bucket toilet | | 606 | | | | | -78 | (78.00) | 1 | 660 | 720 | |
| Other toilet provisions (< min.service level) | | | | | | | | | | | | |
| No toilet provisions | | 3,476 | | | | | -272 | (272.00) | 3 | 3,789 | 4,130 | |
| <i>Below Minimum Service Level sub-total</i> | | 4,082 | - | - | - | - | (350) | (350.00) | 3,732 | 4,450 | 4,850 | |
| Total number of households | 5 | 27,025 | - | - | - | - | (2,729) | (2,729.00) | 24,296 | 29,457 | 32,108 | |
| Energy: | | | | | | | | | | | | |
| Electricity (at least min. service level) | | 23,930 | | | | | -2382 | (2,382.00) | 22 | 26,083 | 28,431 | |
| Electricity - prepaid (> min.service level) | | | | | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | 23,930 | - | - | - | - | (2,382) | (2,382.00) | 21,548 | 26,083 | 28,431 | |
| Electricity (< min.service level) | | | | | | | | | | | | |
| Electricity - prepaid (< min. service level) | | 3,095 | | | | | -348 | (348.00) | 3 | 3,374 | 3,677 | |
| Other energy sources | | | | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | 3,095 | - | - | - | - | (348) | (348.00) | 2,747 | 3,374 | 3,677 | |
| Total number of households | 5 | 27,025 | - | - | - | - | (2,730) | (2,730.00) | 24,295 | 29,457 | 32,108 | |
| Refuse: | | | | | | | | | | | | |
| Removed at least once a week (min.service) | | 27,353 | | | | | -4723 | (4,723.00) | 23 | 28,179 | 28,179 | |
| <i>Minimum Service Level and Above sub-total</i> | | 27,353 | - | - | - | - | (4,723) | (4,723.00) | 22,630 | 28,179 | 28,179 | |
| Removed less frequently than once a week | | | | | | | 172 | 172.00 | | | | |
| Using communal refuse dump | | | | | | | 351 | 351.00 | 351 | | | |
| Using own refuse dump | | | | | | | 622 | 622.00 | 622 | | | |
| Other rubbish disposal | | | | | | | 191 | 191.00 | 191 | | | |
| No rubbish disposal | | | | | | | 329 | 329.00 | 329 | | | |
| <i>Below Minimum Service Level sub-total</i> | | - | - | - | - | - | 1,665 | 1,665.00 | 1,665 | - | - | |
| Total number of households | 5 | 27,353 | - | - | - | - | (3,058) | (3,058.00) | 24,295 | 28,179 | 28,179 | |
| Households receiving Free Basic Service | 15 | | | | | | | | | | | |
| Water (6 kilolitres per household per month) | | 17,299 | | | | | | | 17 | 17,818 | 17,818 | |
| Sanitation (free minimum level service) | | 12,237 | | | | | | | 12 | 12,605 | 12,605 | |
| Electricity/other energy (50kwh per household per month) | | 8,573 | | | | | | | 9 | 8,830 | 8,830 | |
| Refuse (removed at least once a week) | | 10,568 | | | | | | | 11 | 10,568 | 10,568 | |
| Cost of Free Basic Services provided (R'000) | 16 | | | | | | | | | | | |
| Water (6 kilolitres per household per month) | | 22,225 | | | | | | | 22,225 | 24,225 | 26,406 | |
| Sanitation (free sanitation service) | | 10,945 | | | | | | | 10,945 | 11,930 | 13,003 | |
| Electricity/other energy (50kwh per household per month) | | 3,418 | | | | | | | 3,418 | 3,725 | 4,061 | |
| Refuse (removed once a week) | | 9,933 | | | | | | | 9,933 | 10,826 | 11,801 | |
| Total cost of FBS provided (minimum social package) | | 46,520 | - | - | - | - | - | - | 46,520 | 50,707 | 55,271 | |
| Highest level of free service provided | | | | | | | | | | | | |
| Property rates (R'000 value threshold) | | 100000 | | | | | | | 100,000 | 100000 | 100000 | |
| Water (kilolitres per household per month) | 6 | | | | | | | | 6 | 6 | 6 | |
| Sanitation (kilolitres per household per month) | | | | | | | | | | | | |
| Sanitation (Rand per household per month) | | | | | | | | | | | | |
| Electricity (kw per household per month) | | 50 | | | | | | | 50 | 50 | 50 | |
| Refuse (average litres per week) | | 170 | | | | | | | 170 | 170 | 170 | |
| Revenue cost of free services provided (R'000) | 17 | | | | | | | | | | | |
| Property rates (R15 000 threshold rebate) | | | | | | | | | | | | |
| Property rates (other exemptions, reductions and rebates) | | 27,239 | | | | | | | 27,239 | 29,893 | 29,893 | |
| Water | | 8,084 | | | | | | | 8,084 | 8,569 | 8,569 | |
| Sanitation | | 1,089 | | | | | | | 1,089 | 1,155 | 1,155 | |
| Electricity/other energy | | 3,529 | | | | | | | 3,529 | 3,634 | 3,634 | |
| Refuse | | 8,750 | | | | | | | 8,750 | 9,362 | 9,362 | |
| Municipal Housing - rental rebates | | | | | | | | | | | | |
| Housing - top structure subsidies | 6 | 3,577 | | | | | | | 3,577 | 3,638 | 3,638 | |
| Other | | | | | | | | | | | | |
| Total revenue cost of free services provided (total services) | | 52,267 | - | - | - | - | - | - | 52,267 | 56,251 | 56,251 | |

PART 2 –SUPPORTING DOCUMENTATION

Section 5–Adjustments to budget assumptions

There are no material changes to budget assumptions except for the increase in Human Settlements grant funding.

Section 6–Adjustments to budget funding

6.1 Summary of the impact of the adjustments budget

6.1.1 *Funding of operating and capital expenditure*

Funding of operating expenditure is still in line with the original budget.

6.1.2 *Financial plans*

The current MTREF is still in line with the financial plans and strategies approved by Council.

6.1.3 *Reserves*

In recent years Council has implemented a policy of maximising its cash-backed reserves whenever possible. The current roll-over requests will be allocated to the CRR.

6.2 Expenditure funded in accordance with MFMA section 18

See paragraph 6.1.1 and Table B7 Cash Flow Statement.

6.4 Adjustments related to allocations and grants to the municipality, distinguishing between operating and capital, from national government, provincial government, other municipalities and other donors.

See section 7 below.

Section 7–Adjustments to expenditure on allocations and grant programmes

| Description | Ref | Budget Year 2015/16 | | | | | | Budget Year | Budget Year | |
|--|------|---------------------|---------------|-----------------|----------------|----------------|--------------|-------------|-------------|------------|
| | | Original | Prior | Nat. or | Other | Total | Adjusted | Adjusted | +1 2016/17 | +2 2017/18 |
| | | Budget | Adjusted 7 | Prov. Govt 9 | Adjusts. 10 | Adjusts. 11 | Budget 12 | Budget | Budget | |
| R thousands | A | A1 | C | D | E | F | | | | |
| RECEIPTS: | 1, 2 | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | | |
| National Government: | | 64,318 | 64,633 | 46 | – | 46 | 64,679 | 69,249 | 75,046 | |
| Local Government Equitable Share | | 56,163 | 56,163 | | – | – | 56,163 | 62,237 | 67,761 | |
| DWA: Masibambane | 3 | – | 315 | | – | – | 315 | – | – | |
| Finance Management | | 1,450 | 1,450 | | – | – | 1,450 | 1,475 | 1,550 | |
| Municipal Systems Improvement | | 930 | 930 | | – | – | 930 | 957 | 1,033 | |
| CoGTA: Municipal Infrastructure Grant (MIG) | | 4,036 | 4,036 | 46 | – | 46 | 4,082 | 4,089 | 4,334 | |
| DME: Integrated National Electrification (INEP) | | 737 | 737 | | – | – | 737 | 491 | 368 | |
| NT: Neighbourhood Development Partnership (NDPG) | | – | – | | – | – | – | – | – | |
| Extended Public Works Program | | 1,002 | 1,002 | | – | – | 1,002 | – | – | |
| Other transfers and grants [insert description] | | – | – | | – | – | – | – | – | |
| Provincial Government: | | 29,485 | 49,233 | 22,318 | 7,116 | 29,434 | 78,667 | 35,234 | 33,737 | |
| LG&H: Integrated Housing & Human Settlements | | 24,012 | 34,012 | 22,318 | 6,556 | 28,874 | 62,886 | 29,706 | 26,378 | |
| LG&H: Community Development Worker | | 54 | 54 | | (0) | (0) | 54 | 57 | 60 | |
| LG&H: Housing Consumer Education | | – | – | | – | – | – | – | – | |
| PW: Maintenance of Proclaimed Roads | | 67 | 67 | | – | – | 67 | – | – | |
| PT: LG Financial Management Support Grant | | – | 300 | | – | – | 300 | – | – | |
| CA: Library Conditional Grant | | 5,161 | 4,481 | | 560 | 560 | 5,041 | 5,471 | 7,299 | |
| Disaster Management Grant | | 191 | 3,221 | | – | – | 3,221 | – | – | |
| PW: Hazardous Locations | | – | 7,098 | | – | – | 7,098 | – | – | |
| Total Operating Transfers and Grants | 6 | 93,803 | 113,866 | 22,364 | 7,116 | 29,480 | 143,346 | 104,483 | 108,783 | |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 25,532 | 25,532 | 325 | – | 325 | 25,857 | 24,557 | 24,505 | |
| CoGTA: Municipal Infrastructure Grant (MIG) | | 20,269 | 20,269 | 325 | – | 325 | 20,594 | 21,048 | 21,873 | |
| DME: Integrated National Electrification (INEP) | | 5,263 | 5,263 | | – | – | 5,263 | 3,509 | 2,632 | |
| Provincial Government: | | 30,733 | 23,003 | 6,461 | (560) | 5,901 | 28,904 | 22,029 | 16,522 | |
| LG&H: Integrated Housing & Human Settlements | | 29,372 | 19,372 | 6,461 | – | 6,461 | 25,833 | 22,029 | 16,522 | |
| Disaster Management Grant | | 1,361 | 2,951 | | – | – | 2,951 | – | – | |
| CA: Library Conditional Grant | | – | 680 | | (560) | (560) | 120 | – | – | |
| Total Capital Transfers and Grants | 6 | 56,265 | 48,535 | 6,786 | (560) | 6,226 | 54,761 | 46,586 | 41,027 | |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | | 150,068 | 162,401 | 29,150 | 6,556 | 35,706 | 198,107 | 151,069 | 149,810 | |

Section 8 – Adjustments to allocations or grants made by the municipality

| Description | Budget Year 2015/16 | | | | | Budget Year +1 2016/17 | Budget Year +2 2017/18 |
|--|---------------------|------------------------------|------------------------------|------------------------------|-------------------------------|---------------------------|---------------------------|
| | Original Budget | Prior Adjusted 6 A1 | Other Adjusts. 11 F | Total Adjusts. 12 G | Adjusted Budget 13 H | Adjusted Budget | Adjusted Budget |
| R thousands | A | | | | | | |
| Cash Transfers to Groups of Individuals | | | | | | | |
| <i>Bursary Scheme</i> | 223 | 423 | | – | 423 | 238 | 255 |
| <i>Grants-in-aid and Donations</i> | 214 | 450 | – | – | 450 | 229 | 245 |
| | | – | | – | – | | |
| TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE: | 437 | 637 | – | – | 873 | 467 | 500 |
| Cash transfers to other Organisations | | | | | | | |
| <i>Leisure Isle Residents Association</i> | 41 | 41 | – | – | 41 | 44 | 47 |
| <i>Animal Welfare</i> | 462 | 462 | – | – | 462 | 495 | 529 |
| <i>Grants-in-aid and Donations</i> | 616 | 616 | – | – | 616 | 659 | 706 |
| <i>Knysna Tourism</i> | 4,000 | 4,000 | – | – | 4,000 | 4,000 | 4,000 |
| <i>Pledge Nature Reserve</i> | | 45 | – | – | 45 | 100 | 100 |
| <i>Sedgefield Island Conservancy</i> | – | 10 | – | – | 10 | 10 | 10 |
| TOTAL CASH TRANSFERS TO OTHER ORGANISATIONS: | 5,119 | 5,174 | – | – | 5,174 | 5,308 | 5,391 |
| TOTAL CASH TRANSFERS | 5,556 | 5,811 | – | – | 6,047 | 5,775 | 5,891 |
| | | | | | | | |
| Cash Transfers to Groups of Individuals | | | | | | | |
| <i>Social Relief of Distress</i> | 75 | 75 | – | – | 75 | | |
| Total Non-Cash Grants To Groups Of Individuals: | 75 | 75 | – | – | 75 | – | – |
| | | | | | | | |
| TOTAL NON-CASH TRANSFERS | 75 | 75 | – | – | 75 | – | – |
| TOTAL TRANSFERS | 5,631 | 5,886 | – | – | 6,122 | 5,775 | 5,891 |

Section 9 – Adjustments to councillors and board members allowances and employee benefits

| Summary of remuneration | Ref | Budget Year 2015/16 | | | | |
|--|-----|---------------------|----------------|----------------|----------------|-----------------|
| | | Original Budget | Prior Adjusted | Other Adjusts. | Total Adjusts. | Adjusted Budget |
| R thousands | | A | 5 A1 | 10 F | 11 G | 12 H |
| Councillors (Political Office Bearers plus Other) | | | | | | |
| Basic Salaries and Wages | | 4,579 | 4,579 | – | – | 4,579 |
| Pension and UIF Contributions | | 243 | 243 | – | – | 243 |
| Medical Aid Contributions | | – | – | – | – | – |
| Motor Vehicle Allowance | | 1,579 | 1,579 | – | – | 1,579 |
| Cellphone Allowance | | 416 | 416 | – | – | 416 |
| Sub Total - Councillors | | 6,817 | 6,817 | – | – | 6,817 |
| % increase | | | – | | | – |
| Senior Managers of the Municipality | | | | | | |
| Basic Salaries and Wages | | 6,689 | 5,508 | (37) | (37) | 5,471 |
| Pension and UIF Contributions | | 510 | 368 | 48 | 48 | 416 |
| Medical Aid Contributions | | 113 | 68 | – | – | 68 |
| Performance Bonus | | 870 | 992 | – | – | 992 |
| Motor Vehicle Allowance | | 466 | 336 | 20 | 20 | 356 |
| Other benefits and allowances | | 238 | 223 | 86 | 86 | 308 |
| Sub Total - Senior Managers of Municipality | | 8,887 | 7,494 | 117 | 117 | 7,611 |
| % increase | | | (0) | | | 0 |
| Other Municipal Staff | | | | | | |
| Basic Salaries and Wages | | 110,931 | 111,596 | (1,802) | (1,802) | 109,794 |
| Pension and UIF Contributions | | 20,647 | 20,663 | (390) | (390) | 20,273 |
| Medical Aid Contributions | | 12,591 | 12,591 | (619) | (619) | 11,972 |
| Overtime | | 11,252 | 12,151 | 5,482 | 5,482 | 17,633 |
| Performance Bonus | | 9,156 | 9,163 | 212 | 212 | 9,374 |
| Motor Vehicle Allowance | | 4,394 | 3,815 | 5 | 5 | 3,819 |
| Housing Allowances | | 2,031 | 2,045 | 222 | 222 | 2,267 |
| Other benefits and allowances | | 5,612 | 5,723 | 1,559 | 1,559 | 7,281 |
| Payments in lieu of leave | | 1,091 | 1,104 | – | – | 1,104 |
| Long service awards | | 1,872 | 1,872 | – | – | 1,872 |
| Post-retirement benefit obligations | 5 | 8,274 | 8,274 | – | – | 8,274 |
| Sub Total - Other Municipal Staff | | 187,851 | 188,997 | 4,668 | 4,668 | 193,665 |
| % increase | | | | | | |
| Total Parent Municipality | | 203,554 | 203,307 | 4,785 | 4,785 | 208,092 |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | | | | | |
| | | 203,554 | 203,307 | 4,785 | 4,785 | 208,092 |
| % increase | | | | | | |
| TOTAL MANAGERS AND STAFF | | 196,737 | 196,491 | 4,785 | 4,785 | 201,276 |

Section 10 – Adjustments to capital expenditure

- Refer to table B5 above.

Section 11 – Other supporting documents

Various supporting documents are attached to enable the reader a fuller understanding of the MTREF adjustments budget. These are:

Annexure 1 – Main Adjustment Budget Tables

Tables B1 to B10

Section 12 –Municipal Manager’s quality certification

An adjustments budget and supporting documentation must be covered by a quality certificate in the format as per page 75 of the Government Gazette 32141 - 17 April 2009.

QUALITY CERTIFICATE

I, **Grant Easton, Municipal Manager** of Knysna Municipality, hereby certify that the adjustments 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 adjustments budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name: GRANT EASTON

Municipal Manager of Knysna Municipality (WC048)

Signature: 

Date: 28/6/16