

MATJHABENG MUNICIPALITY

AGENDA

of the

1ST SPECIAL COUNCIL MEETING

convened for

WEDNESDAY, 28 FEBRUARY 2018

at

15:00

at the

**COUNCIL CHAMBERS, CIVIC CENTRE,
WELKOM**

MATJHABENG MUNICIPALITY

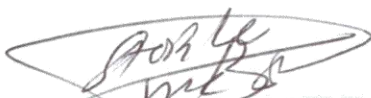


A G E N D A

MEETING : 1ST SPECIAL COUNCIL
VENUE : COUNCIL CHAMBERS, CIVIC CENTRE, WELKOM
DATE : WEDNESDAY, 28 FEBRUARY 2018
TIME : 15:00

Order of business at a Special Council meeting in terms of Rule 10 of the Standard Rules and Orders.

Yours faithfully


CLLR B. STOFIE
SPEAKER

Matjhabeng Municipality Civic Centre, Stateway
PO Box 708, WELKOM, 9460
Tel: (057) 391 3911 – Fax: (057) 353 2482
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II

SECTION A PROCEDURAL MATTERS

(a)	Opening
(b)	Applications for leave of absence
(c)	Official Announcements of the Speaker
(d)	Motions of sympathy and congratulations
(e)	Disclosure of Interest
(f)	Matters for Discussion SA1 of 2018 – SA2 of 2018
(g)	Closing
<p>Matjhabeng Municipality Civic Centre, Stateway PO Box 708, WELKOM, 9460 Tel: (057) 391 3911 – Fax: (057) 353 2482 E-mail: munic@matjhabeng.co.za Website: www.matjhabeng.co.za</p>	

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SA1 of 2018

DRAFT MUNICIPAL ADJUSTMENT BUDGET (2017/2018) (EXECUTIVE MAYOR)
(6/1/1)

PURPOSE

To submit to Council the Draft Municipal Adjustment Budget for the 2017/18 financial year in terms of Section 28 of the Municipal Finance Management Act no.56 of 2003 and the Municipal Budget and Reporting Regulations.

BACKGROUND

Council approved Annual Budget for the 2017/2018 financial year of R2 480 389 358 as well as the Budget Related Policies of which the Budget Policy formed part of. On 1 July 2017 all municipalities were expected to comply with mSCOA Regulations.

The proposed pay rate was based at 85%, which was informed by past collection trends and debt collection initiatives. The pay rate from consumer services for the first six (6) months of the financial year was 58%. The total income percentage for the first quarter was also at 61%.

DISCUSSIONS

Section 28 of the Municipal Finance Management Act 56 of 2003 should be read with part four (4) of the Municipal Budget and Reporting Regulations. Section 23 of the Municipal Budget and Reporting Regulations states the timeframes for tabling of adjustment budgets. Section 23(1) of the Municipal Budget and Reporting Regulations states that an adjustment budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance has been tabled in council, but not later than 28 February of the current year.

The draft adjustment budget for the 2017/18 financial year is based on the actual amounts as at 31 December 2017, which is the first six (6) months of the year. The recommendations for an adjustment budget will therefore only be submitted after the finalization of the processes stated in the Municipal Finance Management Act 56 of 2003 and the Municipal Budget and Reporting Regulations.

Cognizance must also be taken of Section 23 (2) stating that only one adjustments budget referred to in sub-regulation (1) of the Municipal Budget and Reporting regulations may be tabled in the municipal council during the a financial year, except when additional revenues contemplated in section 28(2)(b) of the Act are allocation to a municipality in a national or provincial adjustments budget. The municipality has not received any additional revenues during the first six (6) months as stated above.

It must also be noted that the mSCOA Budget data strings be corrected as well as the virements performed during the financial year should be noted.

Section 26(6) (b) of the Municipal Budget and Reporting Regulations states that a special adjustments budget must be table in the municipal council when the mayor tables the annual report in terms of section 127(2) of the Act, which may only deal with unauthorized expenditure

from the previous financial year which the council is being requested to authorize in terms of section 32(2)(a)(i) of the Act.

The consumer pay rate and percentage total income are below the budgeted percentage of 85%. The consumer pay rate and total income collected was at 58% and 61%. The municipality is currently implementing stringent debt collection efforts and credit control measures to ensure that the pay rate of 85% is reached during the remainder of the financial year.

*** **Attached as SEPARATE COVER 1** is the Adjustment Budget for 2017/18 to 2019/20 financial years.

FINANCIAL IMPLICATIONS

The Annual Adjustment Budget 2017/18 = R 2 480 389 358

Capital Budget 2017/18 = R 181 216 000

LEGAL IMPLICATIONS

Section 28(1) of the Municipal Finance Management Act no.56 of 2003 states that a municipality may revise an annual budget through an adjustment budget.

The adjustment 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 budget for.
- c) May within a prescribed framework authorize unforeseeable and unavoidable expenditure recommended by the mayor of the Municipality.
- d) May authorize the utilization of projected savings in one vote towards spending under another vote.
- e) May authorize spending of funds that were unspent at the end of the past financial year were the under spending could not reasonably have been foreseen at the time to include projected rollovers when that annual budget for the current year was approved by council.
- f) May correct any error in the annual budget and
- g) May provide for any other expenditure within a prescribed framework.

Section 28(5) states that when an adjustment 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.

Municipal Budget and Reporting Regulations Part 4: Adjustment budgets of municipalities
Municipal Budget Policy Section 10.

RECOMMENDATIONS

1. That the 2017/2018 Annual Budget remains unadjusted at R 2 480 389 358.
2. That the virements between votes be approved.
3. That the mSCOA data strings be approved.

SA2 of 2018

2018 FINANCIAL RECOVERY PLAN (INCLUDING ESKOM AND SEDIBENG PAYMENT PLAN) (EXECUTIVE MAYOR) (19/3/6/1)

PURPOSE

To submit to Council the Finance Recovery Plan (FRP).

BACKGROUND

The municipality developed a FRP and was adopted by council on 24 April 2015 and reviewed during May 2015. It is of great importance that the current FRP be reviewed and updated in order to address the current situation.

DISCUSSIONS

The Annual Financial Statements of the Municipality for the 2016/17 financial year was prepared on the basis of a going concern with an accumulated surplus of R 2 163 694 575 and assets exceeding liabilities with R 2 163 694 575. However the ability of the municipality to continue as a going concern is dependent on a number of factors.

The municipality reported a deficit of R 870 730 391 at 30 June 2017 and the closing balance for cash and cash equivalents was (R 4 875 486) for the same period.

From the above it is evident that the municipality is not financially viable and without sufficient cash flow it will not survive. The municipality is currently experiencing cash flow challenges resulting in insufficient cash to support its current service delivery obligations.

A high level analysis was undertaken to understand the factors contributing to the cash flow challenges experienced by the municipality. The factors contributing to the negative cash flow position were as follow:

- Lack of a fully cash backed budget.
- Escalation of outstanding debtors across all customer group.
- Actions and spending that give rise to unplanned cash outflows.
- Limitation in revenue generation.
- Inadequate cash flow management.

***** Attached on page 1 to page 20 of the Annexures is the Financial Recovery Plan.**

LEGISLATIVE REQUIREMENTS

The Municipal Finance Management Act provides for the criteria for a financial recovery plan in the event of a mandatory or discretionary provincial intervention. Although neither a mandatory nor discretionary intervention is currently applicable to the Municipality, the MFMA guidelines for a FRP have been utilised.

In terms of Section 142(1) (a) of the MFMA, a financial recovery plan must:

- (a) Identify the financial problems of the municipality.

- (b) Be designed to place the municipality in a sound and sustainable financial condition as soon as possible.
- (c) State the principle strategic objectives of the plan, and ways and means for achieving those objectives.
- (d) Set out a specific strategy for addressing the municipality's financial problems, including a strategy for reducing unnecessary expenditure and increasing the collection of revenue, as may be necessary.
- (e) Identify the human and financial resources needed to assist in resolving financial problems, and where resources are proposed to come from.
- (f) Describe the anticipated time-frame for financial recovery, and milestones to be achieved.
- (g) Identify what actions are necessary for the implementation of the plan, distinguishing between actions to be taken by the municipality and actions to be taken by other parties.

SUBMITTED FOR CONSIDERATION

MATJHABENG MUNICIPALITY

ANNEXURES

of the

**1ST SPECIAL
COUNCIL MEETING**

held

WEDNESDAY, 28 FEBRUARY 2018

at

15h00

**COUNCIL CHAMBERS, CIVIC CENTRE,
WELKOM**

MATJHABENG LOCAL MUNICIPALITY

FINANCIAL RECOVERY PLAN



FINANCIAL RECOVERY PLAN

1. Purpose

The Financial Recovery Plan (FRP) has been developed in response to the Municipality's current financial situation and strategies that will be applied to ensure recovery and an on-going financially sustainable municipality.

2. Introduction

The Annual Financial Statements of the Municipality for the 2016/17 financial year was prepared on the basis of a going concern with an accumulated surplus of R 2 163 694 575 and assets exceeding liabilities with R 2 163 694 575. However the ability of the municipality to continue as a going concern is dependent on a number of factors.

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The municipality developed a FRP and was adopted by council on 24 April 2015 and reviewed during May 2015. It is of great importance that the current FRP be reviewed and updated in order to address the current situation.

A high level analysis was undertaken to understand the factors contributing to the cash flow challenges experienced by the municipality. The factors contributing to the negative cash flow position were as follow:

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- Escalation of outstanding debtors across all customer group.
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- Limitation in revenue generation.
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3

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- e) Identify the human and financial resources needed to assist in resolving financial problems, and where resources are proposed to come from.
- f) Describe the anticipated time-frame for financial recovery, and milestones to be achieved.
- g) Identify what actions are necessary for the implementation of the plan, distinguishing between actions to be taken by the municipality and actions to be taken by other parties.

3. Root causes of the Cash Flow situation

3.1 Lack of cash backed budget

The budget pay rate for the 2017/18 was projected at 85%, the total income pay rate as at 31 December 2017 was 61% which is 24% below the set target.

3.2 Escalation of outstanding debtors.

- The total municipal debt book escalates with an average R 50 000 000 per month.
- The total outstanding debtors as at 31 December 2017 was R 2 716 090 913.
- The outstanding debtors escalated from R 2 465 055 693 in July 2017 to R 2 716 090 913 in December 2017, this represents an increase of R 250 035 219.
- Debtor's age analysis at 31 December 2017:

AGE ANALYSIS OF DEBTORS FOR THE MONTH DECEMBER 2017

Detail	> 30 days	>30 <60 days	> 60 < 90 days	> 90 < 120 days	> 120 < 150 days	> 150 < 180 days	> 180 < 1 year	Over 1 year	Total
Water	31 024 357	24 443 997	24 772 995	28 945 331	35 327 727	57 235 621	154 474 102	570 599 047	926 823 177

Electricity	41 250 700	13 113 385	10 919 265	12 124 007	11 242 345	10 848 946	37 027 347	120 099 995	256 625 990
Property Rates	19 146 069	7 785 632	6 447 482	6 128 312	5 949 920	6 675 333	30 290 450	166 739 804	249 163 002
Sewerage	12 684 578	9 551 795	9 236 253	9 128 516	9 356 819	9 512 950	57 294 670	240 856 154	357 621 735
Refuse	7 702 684	5 661 419	5 475 683	5 431 101	5 574 355	5 689 510	37 158 615	165 249 690	237 943 058
Housing (Rental)	1 043 834	988 617	932 627	990 942	855 814	858 905	5 073 088	48 483 717	59 227 545
Interest on arrear	14 839 466	14 305 164	13 878 014	13 145 360	12 948 189	12 806 284	82 968 213	435 271 390	600 162 081
Other	1 364 637	1 389 625	959 964	3 782 652	613 019	2 324 603	6 100 768	11 989 057	28 524 325
Total	129 056 325	77 239 635	72 622 283	79 676 221	81 868 188	105 952 153	410 387 255	1 759 288 853	2 716 090 913

- ✓ 89% of the debt is older than 90 days = R 2 437 172 670.
- ✓ 10% is below 90 days = R 278 918 243
- ✓ 34% of the debt is for water
- ✓ 9.45% and 9.17% is represents electricity and assessment rates respectively.

3.3 Limitations in revenue growth/generation

- The total income percentage as at 31 December 2017 was 62% based on billing.
- Actual revenue received was at R931 994 134 and the budgeted revenue was at R 1 193 278 680 which is 78.10%.
- The actual consumer revenue and assessment rates were R 456 031 337 and the budget was R 740 797 828, which is 61% of the budget.

ACTUAL BILLING BY SOURCE(CONSUMER SERVICES) AGAINST ACTUAL RECEIPTS FOR THE SIX MONTHS PERIOD AS AT 31 DECEMBER 2017									
SOURCE	July-17 proj.	Actual	% Collected	Aug-17 proj.	Actual	% Collected	Sept-17 proj.	Actual	% Collected
Assessment rates	31 174 960	13 959 898	44,78%	23 648 950	16 494 152	69,75%	27 696 008	19 613 073	70,82%
Water	46 766 691	7 436 963	15,90%	28 734 435	10 323 890	35,93%	29 245 595	8 806 257	30,11%
Electricity	55 803 773	28 949 375	51,88%	57 887 791	44 962 645	77,67%	59 516 576	44 541 271	74,84%
Sanitation	15 759 881	5 702 794	36,19%	15 023 464	4 167 539	27,74%	15 006 748	4 093 067	27,27%
Refuse removal	8 744 639	2 529 266	28,92%	9 420 079	3 140 385	33,34%	9 493 840	2 955 016	31,13%
TOTAL REVENUE	158 249 944	58 578 296	37,02%	134 714 721	79 088 611	58,71%	140 958 767	80 008 684	56,76%
			0						
SOURCE	Oct - 17 proj.	Actual	% Collected	Nov-17 proj.	Actual	% Collected	Dec-17 proj.	Actual	% Collected
Assessment rates	24 028 351	26 694 585	111,10%	23 901 055	17 064 669	71,40%	23 720 954	22 240 639	93,76%
Water	31 746 632	10 048 877	31,65%	29 487 946	10 620 542	36,02%	27 108 471	9 036 308	33,33%
Electricity	47 729 758	47 029 756	98,53%	41 597 698	40 897 130	98,32%	41 468 220	33 480 619	80,74%
Sanitation	13 241 834	3 752 303	28,34%	15 023 508	4 560 109	30,35%	15 030 920	4 039 895	26,88%
Refuse removal	9 496 436	3 047 124	32,09%	9 408 384	3 266 301	34,72%	9 457 873	2 576 890	27,25%
TOTAL REVENUE	126 243 011	90 572 645	71,74%	119 418 591	76 408 751	63,98%	116 786 438	71 374 350	61,12%

- The average consumer revenue is +/- R 76 000 000 and the average for other revenue is +/- R 12 000 000 per month.
- The average total revenue is +/- R 88 000 000.

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- Only 33.19% of Other Revenue has been collected which is R 50 366 587 against the budget of R 151 745 473.
- It is clear from the above that revenue collection on other revenue is not being prioritised.
- The pay rate of customers for services on the billing was 61%.
- 27 out of the 36 wards have a payment rate of below 50%.

DECEMBER 2017 - Payments per ward less than 50%

Councillor	Ward	Registered Indigents	Billings	Income	% Payment to less than 50%
P M I Molelekoa	5	430	2 982 184	982 537	33%
T Mosia	28	613	1 555 878	492 912	32%
H A Mokhomo	31	148	1 088 378	285 524	26%
S J Tsatsa	26	827	1 334 303	347 587	26%
S Ramalefane	10	902	2 301 998	489 163	21%
V R Morris	11	303	2 002 758	331 635	17%
T J Thelingoane	13	286	1 071 127	172 043	16%
P Ramatisa	19	767	1 832 698	287 760	16%
B Ntuli	15	527	2 347 333	367 683	16%
B Nkonka	20	670	2 064 878	307 395	15%
S J Liphoko	4	331	2 061 074	263 298	13%
I Poo	22	769	1 540 617	183 018	12%
N Moloja	18	432	1 580 816	181 701	11%
B H Mahlumba	6	388	992 033	112 010	11%
Z S Moshoeu	12	415	1 803 420	164 851	9%
S E Tshabangu	2	310	959 354	85 180	9%
N E Monjovo	7	563	1 567 328	136 263	9%
S Pholo	21	552	2 467 277	185 705	8%
M Molefi	30	348	2 020 295	112 482	6%
D M Mafa	29	588	1 285 927	44 065	3%
M Chaka	14	902	1 790 924	26 312	1%
M A Mphikeleli	24	0	339 998	4 210	1%
TS Meli	16	873	2 073 711	23 606	1%
T D Khalipha	17	331	1 437 921	15 158	1%
K R Tlake	23	209	289 147	520	0%
BN Ntuli	15	355	2 487 556	40 039	2%
MS Chaka	14	1024	2 104 985	29 378	1%
TS Meli	16	635	2 415 686	25 133	1%

- Not all the indigents are registered, abuse of indigent scheme
- Unaccounted for water and electricity consumption.
- Inadequate and/or ineffective Customer Care
- Incorrect billing.
- Limitation in the growth in the economy.
- Government employees debt
- Government debt.
- Non-market related general tariffs

3.4 Inadequate cash-flow management and controls.

- Currently we only focus on the receipts side of cash-flow management but no proper forecasting is performed.
- The municipality has adequate controls regarding the daily cash management function eg. Daily balancing, safeguarding of cash etc.
- The daily reconciliations concentrate on safeguarding of cash and cash equivalents and expenditure is not controlled within the cash flow limits.

AGE ANALYSIS OF CREDITORS FOR THE MONTH DECEMBER 2017

Detail	< 0 - 30 days	> 30 < 60 days	> 60 < 90 days	> 90 < 120 days	> 120 < 150 days	> 150 < 180 days	> 180 < 1 year	Over 1 year	Total
Bulk Electricity	50 211 311	-	49 074 850	49 428 715	1 594 561 851				1 743 276 726
Bulk Electricity - FBE	379 428	-	362 437	345 993	1 125 445				2 213 303
Bulk Electricity - Small Accounts	-	-	-	-	-				-
Bulk Water	45 957 705	55 393 510	49 468 574	52 346 934	1 785 195 319				1 988 362 042
PAYE deductions									-
VAT (output less input)									-
Pensions/Retirement									-
Loan repayments									-
Trade Creditors	28 424 690	9 080 634	10 353 018	11 008 065	25 506 565				84 372 972
Auditor General	1 378 312	2 234 282	2 047 153	73 493	479 131	9 052			6 221 423
Other									-
Total	126 351 445	66 708 427	111 306 032	113 203 200	3 406 868 311	9 052	-	-	3 824 446 466

- ✓ The outstanding creditors as at 31 December 2017 was R 3 824 446 466.
- ✓ Bulk electricity = R 1 743 276 726
- ✓ Bulk water = R 1 988 362 042
- ✓ Trade creditors = R 84 372 972

➤ Creditors are not paid within 30 days.

3.4 Actions/spending that give(s) rise to unplanned cash outflows

- ✓ Inadequate departmental procurement plans and implementation thereof.
- ✓ Inadequate financial discipline across the municipality.
- ✓ Lack of value for money spending
- ✓ Non adherence to Cost Containment measures

4. Municipal Monthly commitments

The current average monthly commitments is indicated in the table below:

Description	Estimated average monthly amount payable
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Eskom	R 44 000 000
Sedibeng	R 44 000 000
Salaries	R 56 000 000
Trade Creditors	R 15 000 000
Total average amount	R 159 000 000

Cognizance should be taken of the fact that these estimates are conservative and only represent the minimum payments pertaining to service delivery. The above paragraphs clearly indicates that the municipality is not financially viable and does not have sufficient cash-flows to cover our monthly commitments.

4.1 Bulk services arrears

Eskom

Eskom informed the municipality that they will be commencing with the PAJA process, this in layman's terms is the disconnection of electricity. The conditions from Eskom was a 15% upfront payment and 20% annual towards arrears. The municipal current account must be serviced on a monthly basis.

The calculations below gives an indication of the repayment term and the financial implications.

Outstanding balance	1 743 276 726,13	
Interest	12,50%	(Prime + 2,5%)
Period	5 years	

Year	Begin Debt	Payment	Interest	Capital	Closing debt
year 1	R1 743 276 726,13	R489 606 309,70	R217 909 590,77	R271 696 718,93	R1 471 580 007,20
year 2	R1 471 580 007,20	R489 606 309,70	R183 947 500,90	R305 658 808,80	R1 165 921 198,40
year 3	R1 165 921 198,40	R489 606 309,70	R145 740 149,80	R343 866 159,90	R822 055 038,50
year 4	R822 055 038,50	R489 606 309,70	R102 756 879,81	R386 849 429,89	R435 205 608,61
year 5	R435 205 608,61	R489 606 309,70	R54 400 701,08	R435 205 608,62	-R0,02

The table above gives an indication of the annual payment towards Eskom over a 5 year period.

Monthly Eskom Payment Plan

Month	Estimated current account payment	Arrears installment	Estimated interest	Estimated Current account excl interest	Estimated monthly current account incl. interest	Estimated monthly payment exclusive of interests
Jan-18	R50 211 310,81	R0,00	R19 190 116,88	R30 000 000,00	R50 211 310,81	R30 000 000,00
Feb-18	R48 327 420,53	R0,00	R17 251 594,00	R30 000 000,00	R48 327 420,53	R30 000 000,00
Mar-18	R48 327 420,53	R39 362 800,00	R17 251 594,00	R30 000 000,00	R87 690 220,53	R70 438 626,53
Apr-18	R48 327 420,53	R0,00	R17 251 594,00	R30 000 000,00	R48 327 420,53	R30 000 000,00
May-18	R48 327 420,53	R0,00	R17 251 594,00	R30 000 000,00	R48 327 420,53	R30 000 000,00
Jun-18	R77 538 064,39	R0,00	R17 251 594,00	R60 286 470,39	R77 538 064,39	R30 000 000,00

The estimated monthly amount payable to Eskom will be R 30 000 000, this amount represents an average monthly account excluding interest.

Sedibeng

The monthly arranged amount payable to Sedibeng is R 25 000 000, however we can anticipate that Sedibeng will also demand payment of the monthly billing and an amount towards the arrears.

The municipality will therefore have to incorporate future payment agreements in their budget and FRP.

Year	Begin Debt	Payment	Interest	Capital	Closing debt
year 1	R2 029 906 296,21	R202 990 629,62	R0,00	R202 990 629,62	R1 826 915 666,59
year 2	R1 826 915 666,59	R202 990 629,62	R0,00	R202 990 629,62	R1 623 925 036,97
year 3	R1 623 925 036,97	R202 990 629,62	R0,00	R202 990 629,62	R1 420 934 407,35
year 4	R1 420 934 407,35	R202 990 629,62	R0,00	R202 990 629,62	R1 217 943 777,73
year 5	R1 217 943 777,73	R202 990 629,62	R0,00	R202 990 629,62	R1 014 953 148,11
year 6	R1 014 953 148,11	R202 990 629,62	R0,00	R202 990 629,62	R811 962 518,49
year 7	R811 962 518,49	R202 990 629,62	R0,00	R202 990 629,62	R608 971 888,87
year 8	R608 971 888,87	R202 990 629,62	R0,00	R202 990 629,62	R405 981 259,25
year 9	R405 981 259,25	R202 990 629,62	R0,00	R202 990 629,62	R202 990 629,63
year 10	R202 990 629,63	R202 990 629,62	R0,00	R202 990 629,62	R0,01

An annual payment of R 202 990 629.62 will have to be paid in order to settle the arrears over a 10 year period. This will mean a monthly payment of R 16 915 885.80 will have to be paid additional with the current account. The municipality is unable to enter into a payment agreement of such a nature which will therefore result in noncompliance and ultimately disconnection of water.

A realistic payment plan has thus been developed. The premise of the plan is based on the ring-fencing of income received from water and pay the amount over to

Sedibeng Water, additional payments will also be made when we receive the Equitable Share allocation.

PAYMENT PLAN		
MONTH	MIN.MONTHLY PAYMENT	EQUITABLE SHARE
FEBRUARY	10 000 000	0
MARCH	10 000 000	30 000 000
APRIL	10 000 000	0
MAY	10 000 000	0
JUNE	10 000 000	0
TOTALS	50 000 000	0

5. Municipal Cost Containment measures

The President announced the cost-containment measures in the State of the Nation address and it was re-emphasised by the Minister of Finance during the Budget Speech. It must further be noted that MFMA Circular 58, 66, 70, 72, 74 and 75 on cost containment measures are still applicable with regard to curbing of non-priority spending. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved as per the financial recovery plan.

The municipality has already embarked on the process of the implementation of cost containment measures. On 24 April 2015, Council resolved that a Financial Recovery Plan should be developed and that Cost Containment Measures should form part of the plan. On 20 May 2015 the Financial Recovery Plan containing the cost containment measures was tabled in Council. The cost containment measures involved the following cutting of cost and or elimination of cost on the following items:

1. Catering for all meetings
2. Office groceries
3. Training of officials
4. Transportation
5. Overtime
6. Advertising fees – limited to notices and adverts

7. Internet usage – be limited to government websites
8. Printing cost – centralization of printing and limit colour printing
9. Matjhabeng News
10. No new appointments
11. Procurement of furniture
12. Telephone usage (both landlines and cell phones)

The above austerity measures have been reviewed by analysing cost driving votes, this measure will ensure that all non-priority spending are eliminated.

6. Strategic objectives of the Financial Recovery Plan

The principle objective of the FRP is to ensure financial viability and sustainability of the municipality, to ensure its ability to meet its obligations in terms of the SDBIP and IDP.

In order to achieve the objective as stated above the municipality will have to develop plans to address all the challenges identified above. These plans should be developed by all departments of the municipality. Each business unit should indicate where costs will be saved and how revenue will be increased or generated. The FRP should also be accepted by all employees and councillors in the municipality and should form part of the Operational Plans and Procurement Plans. The FRP should be aligned to all planning documents of the municipality and performance should be reported to on a quarterly basis.

The following has been identified as key objectives:

1. Debt Collection
2. Asset Management
3. Cost reduction
4. Billing
5. Internal Control
6. Revenue Enhancement

MATJHABENG LOCAL MUNICIPALITY

FINANCIAL RECOVERY PLAN



Focus Area	Problem Description	Proposed Solution	Targeted Date	Responsible official
Debt Collection	The outstanding debt of the municipality as at December 2017 amounts to R 2 716 090 853 and is increasing	<ul style="list-style-type: none"> Review the debt collection strategy and procedures and training thereon. 	31 May	CFO & M:Credit Control
		<ul style="list-style-type: none"> Review of the credit control and debt collection policy and monitor implementation thereof. 	31 May	CFO & M:Credit Control
			30 June	CFO & M:Credit Control
		<ul style="list-style-type: none"> Review the roles & responsibilities and functions of all debt collection staff for the purpose of redistribution of work load to facilitate faster & effective service provision. 	Ongoing	CFO,M:Credit Control, SM:Legal Services
		<ul style="list-style-type: none"> Institute legal action against defaulters on municipal services other than indigents. 	31 May	CFO & M:Credit Control

		<ul style="list-style-type: none"> • Develop a comprehensive indigent verification strategy & procedures to determine authenticity of all indigents. Identify an office & personnel dedicated solely to this function. • Monitoring of reconnections and disconnections as well as to verify illegal connections. • Ward councillors to be given a debtors age analysis per ward so they can interact with the consumers in their ward to encourage payment. • Terminate all rental units' contracts and enter into new contracts, the old contracts are not market related. Adjustment of all rentals on municipal properties to market value. • Development of a control strategy for administration of hostels and rental units. • Conduct quarterly road shows to encourage community to pay for their municipal services 	<p>Ongoing</p> <p>31 May</p> <p>31 May</p> <p>Quarterly</p> <p>Quarterly</p> <p>30 June</p>	<p>M:Credit Control, Infrastructre Disconnection contractor</p> <p>CFO & Speakers Office</p> <p>CFO, SM:Legal Service,SM:Housing,M:Credit Control</p> <p>CFO,SM:Housing,SM:Legal,M;Credit Control,M:Revenue</p> <p>CFO,Office of the Speaker, MCredit Control</p> <p>CFO, M:Credit Control</p>
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		including usage of ward committees (4 times a year)		
	A number of Provincial Departments have outstanding debt with the municipality.	<ul style="list-style-type: none"> Encourage persons with arrear accounts to make arrangements through the use of ward committees and ward councilors. Improve the management of arrangements. 	30 June	CFO, M:Credit Control
			30 June	CFO, M:Credit Control & M:Revenue
		<ul style="list-style-type: none"> Develop an incentive scheme for consumers who pay on a voluntary basis e.g. discounts, vouchers from Easy Pay retailers. 	31 May	CFO, M: Revenue and Dir: Infrastructure
		<ul style="list-style-type: none"> Improve the Financial enquiry desk 	31 May	CFO & Speaker's office
		<ul style="list-style-type: none"> Improve inter departmental communication to address the revenue leakages caused by disjointed processes. 		
		<ul style="list-style-type: none"> Ensure that all accounts for employees and councillors are up to date and thereafter encourage them to have automatic deduction for services from their monthly salaries, including payments for arrears. 	31 May	SM: Electricity & MR
			31 May	

		<ul style="list-style-type: none"> Electricity losses report to be produced monthly and an action plan drawn-up, implemented and monitored. 	31 May	SM: Electricity, Dir: Infrastructure & M:Revenue Dir: Infrastructure
		<ul style="list-style-type: none"> Determine the costs related to tariffs to ensure recovery of all costs including all overheads incurred in delivering the service. Reduce water pressure to areas in MLM which experiences water losses due to infrastructure problems as an interim step. Liaise with government departments for payments of their services and sign payment agreements that when default legal action will be instituted as well as disconnections of services. 	31 May	MM, CFO, M:Credit Control & M:Revenue
Focus Area	Problem Description	Proposed Solution	Targeted Date	Responsible Official
Asset Management	Theft and misuse of municipal assets.	<ul style="list-style-type: none"> Bar-coding of all new and old assets without barcodes including computers and laptops. 	30 June 30 June	CFO, Assets unit CFO, Directors, Assets unit

		<ul style="list-style-type: none"> • Create an asset register (inventory register) for every office occupied in the building and enforce rules that any additions or removals be signed for by the supervising manager. This register must be kept in the office at the back of the door. • Fast track the registration of all repossessed properties into the municipality's name. • Create an asset possession checklist for every individual employee and upon termination of employment it must be checked. This must be communicated with staff. • Develop a traveling schedule for all municipal vehicles users e.g. when an employee leaves Welkom for Virginia, the schedule must be signed in Welkom by the Director or delegated official authorizing the departure and signed in Virginia by a supervisor who's unit/department received services & signed on return back to Welkom by the signing Director or delegated official who initially authorized the departure. 	<p>30 June</p> <p>30 June</p> <p>31 May</p>	<p>CFO,SML</p> <p>CFO, Asset unit,</p> <p>CFO, Asset unit</p>
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Focus Area	Problem Description	Proposed Solution	Targeted Date	Responsible Official
Cost Reduction	Monthly expenditure of the municipality exceeds the revenue collected.	<ul style="list-style-type: none"> Minimize/stop the procurement of office furniture and check storerooms for better replacements. Stop recruitment – Employee related cost for the month of December 2017 was R 338544095, Switching off of office lights, computers and air conditioners etc. after 16h00. Reduce catering and office groceries budget limited only to special events. Reduce attending of workshops, training and seminars. 	Immediately	CFO, ME, MSCM
			Ongoing	MM
			Ongoing	ALL
			Ongoing	MM, CFO, All Directors,ME,MSCM
			Ongoing	MM, CFO, All Directors, ME,MSCM
Billing	Poor payment of municipal services by residents can be attributed to incorrect billing information.	<ul style="list-style-type: none"> Conduct regular audits of water & electricity meters in collaboration with engineering departments and update the Finance system with the information. Updating consumer information and maintenance thereof on a regular basis. 	Monthly	CFO,MR, Infrastructure
			Ongoing	CFO, MR
			31 May	CFO, MR

Internal Controls	Poor payment of suppliers resulted in reluctance of suppliers to offer service to the municipality. The total amount owed to creditors at December 2017 was R 3 824 446 466.	<ul style="list-style-type: none"> Develop procedures & measures to control returned service accounts. <p>Develop and implement a Creditors management plan to ensure that creditors are paid within 30 days and communication with the suppliers is improved. Develop & implement customer relations management. Develop a payment plan for all outstanding creditors and enter into payment arrangements to minimize litigation.</p>	31 May	CFO, ME and SML
Revenue Enhancement	Municipality only generates revenue from services rendered to the residents. A number of avenues can still be explored through which more revenue could be generated.	<ul style="list-style-type: none"> Generate income by charging fees (market related) from: <ul style="list-style-type: none"> ➤ Funeral escorting ➤ Dog licenses ➤ Taxi rank fee payments ➤ Advertising at taxi ranks ➤ Advertising on municipal service accounts. ➤ Charge for registration buildings without approved plans ➤ Businesses operating on residential stand 	31 May	MM, CFO, All Directors, MR, MBR

		<p>without prior approval of stand to become a business stand.</p> <ul style="list-style-type: none">➤ Business pollution and illegal dumping.• Instill measures to ensure surpluses form the Fresh Produce Market.		CFO, MFPM
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ADJUSTMENT BUDGET OF MATJHABENG LOCAL MUNICIPALITY



2017/18 TO 2019/20

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PART 1 – ADJUSTMENT BUDGET

1.1 Mayor's Report

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

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

Council approved Annual Budget for the 2017/2018 financial year of R2 480 389 358 as well as the Budget Related Policies of which the Budget Policy formed part of. On 1 July 2017 all municipalities were expected to comply with mSCOA Regulations.

The proposed pay rate was based at 85%, which was informed by past collection trends and debt collection initiatives. The pay rate from consumer services for the first six (6) months of the financial year was 58%. The total income percentage for the first quarter was also at 61%.

1.2 Council Resolutions

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

1.3 Executive Summary

The Matjhabeng Local Municipality Adjustment Budget for the 2017/18 financial year is compiled in accordance with the prescripts of the Municipal Finance Management Act 56 of 2003, Municipal Budget and Reporting Regulations and National Treasury's MFMA Circular No. 51, 54 and 55.

The main challenges experienced during the compilation of the 2017/18 MTREF can be summarized as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk water and electricity (due to tariff increases from Sedibeng Water and Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be point where services will no-longer be affordable;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies;
- Affordability of capital projects – original allocations had to be reduced and the operational expenditure associated with prior year's capital investments needed to be factored into the budget as part of the 2017/18 MTREF process; and

- Availability of affordable capital/borrowing.

The draft adjustment budget for the 2017/18 financial year is based on the actual amounts as at 31 December 2017, which is the first six (6) months of the year. The recommendations for an adjustment budget will therefore only be submitted after the finalization of the processes stated in the Municipal Finance Management Act 56 of 2003 and the Municipal Budget and Reporting Regulations.

Cognizance must also be taken of Section 23 (2) stating that only one adjustments budget referred to in subregulation (1) of the Municipal Budget and Reporting regulations may be tabled in the municipal council during the a financial year, except when additional revenues contemplated in section 28(2)(b) of the Act are allocation to a municipality in a national or provincial adjustments budget. The municipality has not received any additional revenues during the first six (6) months as stated above.

Section 26(6) (b) of the Municipal Budget and Reporting Regulations states that a special adjustments budget must be table in the municipal council when the mayor tables the annual report in terms of section 127(2) of the Act, which may only deal with unauthorized expenditure from the previous financial year which the council is being requested to authorize in terms of section 32(2)(a)(i) of the Act.

The methodology applied during the preparation of the draft adjustment budget was to analyse the votes and identify virements, overspent votes, potential overspending on votes and projections for the rest of the year. The consumer pay rate and percentage total income are below the budgeted percentage of 85%. The consumer pay rate and total income collected was at 58% and 61%. The municipality is currently implementing stringent debt collection efforts and credit control measures to ensure that the pay rate of 85% is reached during the remainder of the financial year.

During the financial year budget transfers and virements were done in terms of section 9 of the Budget policy.

The table below provides a summary of the Adjustment Budget 2017/18

FS184 Matjhabeng - Table B1 Adjustments Budget Summary - 28 February 2018

Description	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	279 252	-	-	-	-	-	-	-	279 252	295 170	311 699
Service charges	1 202 344	-	-	-	-	-	-	-	1 202 344	1 270 878	1 342 046
Investment revenue	3 456	-	-	-	-	-	-	-	3 456	3 639	3 851
Transfers recognised - operational	406 776	-	-	-	-	-	-	-	406 776	488 643	501 197
Other own revenue	432 346	-	-	-	-	-	-	-	432 346	475 434	434 219
Total Revenue (excluding capital transfers and contributions)	2 324 174	-	-	-	-	-	-	-	2 324 174	2 533 764	2 593 011
Employee costs	678 372	-	-	-	-	-	-	-	678 372	717 039	757 193
Remuneration of councillors	28 539	-	-	-	-	-	-	-	28 539	30 166	31 855
Depreciation & asset impairment	87 000	-	-	-	-	-	-	-	87 000	136 000	117 000
Finance charges	112 763	-	-	-	-	-	14 364	14 364	127 127	119 190	125 865
Materials and bulk purchases	1 096 948	-	-	-	-	-	(167 100)	(167 100)	929 848	1 159 474	1 224 405
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	319 200	-	-	-	-	-	152 736	152 736	471 935	331 531	291 000
Total Expenditure	2 322 822	-	-	-	-	-	(0)	(0)	2 322 822	2 493 401	2 547 318
Surplus/(Deficit)	1 352	-	-	-	-	-	0	0	1 352	40 364	45 693
Transfers recognised - capital	156 216	-	-	-	-	-	-	-	156 216	163 245	144 023
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Capital expenditure & funds sources											
Capital expenditure	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559
Transfers recognised - capital	156 216	-	-	-	-	-	-	-	156 216	121 039	129 559
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	25 000	-	-	-	-	-	-	-	25 000	-	-
Total sources of capital funds	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559
Financial position											
Total current assets	3 181 776	-	-	-	-	-	-	-	3 181 776	3 181 776	3 181 776
Total non current assets	4 517 977	-	-	-	-	-	-	-	4 517 977	4 517 977	4 517 977
Total current liabilities	2 300 000	-	-	-	-	-	-	-	2 300 000	2 300 000	2 300 000
Total non current liabilities	320 000	-	-	-	-	-	-	-	320 000	320 000	320 000
Community wealth/Equity	5 479 753	-	-	-	-	-	-	-	5 479 753	2 986 961	2 986 961
Cash flows											
Net cash from (used) operating	92 275	-	-	-	-	-	-	-	92 275	166 941	160 666
Net cash from (used) investing	(96 216)	-	-	-	-	-	-	-	(96 216)	(133 245)	(94 023)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	331 476	-	-	-	-	-	-	-	331 476	365 172	431 815
Cash backing/surplus reconciliation											
Cash and investments available	416 776	-	-	-	-	-	-	-	416 776	416 776	416 776
Application of cash and investments	388 903	-	-	-	-	-	-	-	388 903	435 375	356 934
Balance - surplus (shortfall)	27 873	-	-	-	-	-	-	-	27 873	(18 599)	59 842
Asset Management											
Asset register summary (WDV)	-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	87 000	-	-	-	-	-	-	-	87 000	136 000	117 000
Renewal of Existing Assets	83 102	-	-	-	-	-	-	-	83 102	132 969	40 126
Repairs and Maintenance	197 379	-	-	-	-	-	-	-	197 379	199 438	223 266
Free services											
Cost of Free Basic Services provided	31 923	-	-	-	-	-	-	-	31 923	31 923	31 923
Revenue cost of free services provided	34 952	-	-	-	-	-	-	-	34 952	36 945	39 014
Households below minimum service level											
Water:	1	-	-	-	-	-	-	-	1	1	1
Sanitation/sewage:	17	-	-	-	-	-	-	-	17	17	17
Energy:	30	-	-	-	-	-	-	-	30	30	30
Refuse:	14	-	-	-	-	-	-	-	14	14	14

1.4 Operating Revenue Framework

In order for Matjhabeng Local Municipality to improve the quality of the services provided it will have to generate the required revenue. The municipality's anticipated revenue was based on a collection rate of 65%. The municipality aspires to improve their collection rate to 75% - 85%. A revenue strategy has been developed to ensure the improved collection rate is achieved.

Revenue Raising Strategy

- ✳ Rejuvenate disconnection project (Revenue Enhancement Committee) with a revenue protection unit in place to monitor reconnections and disconnections.

FS184 Matjhabeng - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	279 252	-	-	-	-	-	-	-	279 252	295 170	311 699
Service charges - electricity revenue	2	627 540	-	-	-	-	-	-	-	627 540	663 310	700 455
Service charges - water revenue	2	343 077	-	-	-	-	-	-	-	343 077	362 632	382 939
Service charges - sanitation revenue	2	147 748	-	-	-	-	-	-	-	147 748	156 170	164 915
Service charges - refuse revenue	2	83 979	-	-	-	-	-	-	-	83 979	88 766	93 737
Service charges - other												
Rental of facilities and equipment		30 000						(10 000)	(10 000)	20 000	31 710	33 486
Interest earned - external investments		3 456								3 456	3 639	3 851
Interest earned - outstanding debtors		128 855								128 855	136 199	143 827
Dividends received		19								19	20	22
Fines, penalties and forfeits		20 000								20 000	21 140	22 324
Licences and permits		72								72	76	80
Agency services		25 000						(25 000)	(25 000)	-	26 425	27 905
Transfers and subsidies		406 776								406 776	488 643	501 197
Other revenue	2	178 400	-	-	-	-	-	35 000	35 000	213 400	229 864	176 576
Gains on disposal of PPE		50 000								50 000	30 000	30 000
Total Revenue (excluding capital transfers and contributions)		2 324 174	-	-	-	-	-	-	-	2 324 174	2 533 764	2 593 011

Operating Expenditure 2017/18

Expenditure By Type												
Employee related costs	678 372	-	-	-	-	-	-	-	678 372	717 039	757 193	
Remuneration of councillors	28 539							-	28 539	30 166	31 855	
Debt impairment	135 000							-	135 000	165 000	175 000	
Depreciation & asset impairment	87 000	-	-	-	-	-	-	-	87 000	136 000	117 000	
Finance charges	112 763						14 364	14 364	127 127	119 190	125 865	
Bulk purchases	851 493	-	-	-	-	-	-	-	851 493	900 028	950 430	
Other materials	245 455						(167 100)	(167 100)	78 355	259 446	273 975	
Contracted services	68 495	-	-	-	-	-	150 367	150 367	218 862	44 000	36 000	
Transfers and subsidies								-	-			
Other expenditure	115 704	-	-	-	-	-	2 369	2 369	118 073	122 531	80 000	
Loss on disposal of PPE								-	-			
Total Expenditure	2 322 822	-	-	-	-	-	(0)	(0)	2 322 822	2 493 401	2 547 318	

Operating Budget 2017/18

1. Collection Rate

The collection rate for the first six (6) months was at 58% for the consumer pay rate and 61% for the total income received. The consumer pay rate only includes income received from consumers and the total income received includes grants received as well. The municipality has not achieved the budgeted percentage of 85% for the first six (6) months.

2. Virements

Virements were done during the financial year in terms of Section 9 of the Budget Policy. The virements were needed to ensure the smooth running of service delivery in the municipality. It is therefore further recommended that virements from bulk services, other materials, consumables, contracted services and operational cost be made to avoid potential overspending on votes and to correct the mSCOA data strings.

3. Projected expenditure

Projections were done on the following votes and the projected amounts for the rest of the financial year are above the balance of the budgeted amount

Capital Budget 2017/18

The Total Capital Budget for the 2017/18 financial is R 181 216 000 and the funding consist of a mixture of grants and own funding. The breakdown is as follow:

Grant funding R 156 216 000

Internally Generated Funds R 25 000 000

FS184 Matjhabeng - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - COUNCIL GENERAL		20 000	-	-	-	-	-	-	-	20 000	-	-
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - FINANCE		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES		2 525	-	-	-	-	-	-	-	2 525	14 625	975
Vote 9 - PUBLIC SAFETY AND TRANSPORT		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - ECONOMIC DEVELOPMENT		3 114	-	-	-	-	-	-	-	3 114	730	-
Vote 11 - ENGINEERING SERVICES		35 698	-	-	-	-	-	-	-	35 698	40 526	82 629
Vote 12 - WATER/ SEWERAGE		114 433	-	-	-	-	-	-	-	114 433	65 158	41 205
Vote 13 - ELECTRICITY		5 445	-	-	-	-	-	-	-	5 445	-	4 750
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559

Funded by:												
National Government		156 216							-	156 216	121 039	129 559
Provincial Government									-	-	-	-
District Municipality									-	-	-	-
Other transfers and grants									-	-	-	-
Transfers recognised - capital	4	156 216	-	-	-	-	-	-	-	156 216	121 039	129 559
Public contributions & donations									-	-	-	-
Borrowing									-	-	-	-
Internally generated funds		25 000							-	25 000		
Total Capital Funding		181 216	-	-	-	-	-	-	-	181 216	121 039	129 559

Adjustment Budget Tables 2017/18

FS184 Matjhabeng - Table B1 Adjustments Budget Summary - 28 February 2018

Description	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	279 252	-	-	-	-	-	-	-	279 252	295 170	311 699
Service charges	1 202 344	-	-	-	-	-	-	-	1 202 344	1 270 878	1 342 046
Investment revenue	3 456	-	-	-	-	-	-	-	3 456	3 639	3 851
Transfers recognised - operational	406 776	-	-	-	-	-	-	-	406 776	488 643	501 197
Other own revenue	432 346	-	-	-	-	-	-	-	432 346	475 434	434 219
Total Revenue (excluding capital transfers and contributions)	2 324 174	-	-	-	-	-	-	-	2 324 174	2 533 764	2 593 011
Employee costs	678 372	-	-	-	-	-	-	-	678 372	717 039	757 193
Remuneration of councillors	28 539	-	-	-	-	-	-	-	28 539	30 166	31 855
Depreciation & asset impairment	87 000	-	-	-	-	-	-	-	87 000	136 000	117 000
Finance charges	112 763	-	-	-	-	-	14 364	14 364	127 127	119 190	125 865
Materials and bulk purchases	1 096 948	-	-	-	-	-	(167 100)	(167 100)	929 848	1 159 474	1 224 405
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	319 200	-	-	-	-	-	152 736	152 736	471 935	331 531	291 000
Total Expenditure	2 322 822	-	-	-	-	-	(0)	(0)	2 322 822	2 493 401	2 547 318
Surplus/(Deficit)	1 352	-	-	-	-	-	0	0	1 352	40 364	45 693
Transfers recognised - capital	156 216	-	-	-	-	-	-	-	156 216	163 245	144 023
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Capital expenditure & funds sources											
Capital expenditure	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559
Transfers recognised - capital	156 216	-	-	-	-	-	-	-	156 216	121 039	129 559
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	25 000	-	-	-	-	-	-	-	25 000	-	-
Total sources of capital funds	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559
Financial position											
Total current assets	3 181 776	-	-	-	-	-	-	-	3 181 776	3 181 776	3 181 776
Total non current assets	4 517 977	-	-	-	-	-	-	-	4 517 977	4 517 977	4 517 977
Total current liabilities	2 300 000	-	-	-	-	-	-	-	2 300 000	2 300 000	2 300 000
Total non current liabilities	320 000	-	-	-	-	-	-	-	320 000	320 000	320 000
Community wealth/Equity	5 479 753	-	-	-	-	-	-	-	5 479 753	2 986 961	2 986 961
Cash flows											
Net cash from (used) operating	92 275	-	-	-	-	-	-	-	92 275	166 941	160 666
Net cash from (used) investing	(96 216)	-	-	-	-	-	-	-	(96 216)	(133 245)	(94 023)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	331 476	-	-	-	-	-	-	-	331 476	365 172	431 815
Cash backing/surplus reconciliation											
Cash and investments available	416 776	-	-	-	-	-	-	-	416 776	416 776	416 776
Application of cash and investments	388 903	-	-	-	-	-	-	-	388 903	435 375	356 934
Balance - surplus (shortfall)	27 873	-	-	-	-	-	-	-	27 873	(18 599)	59 842
Asset Management											
Asset register summary (WDV)	-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	87 000	-	-	-	-	-	-	-	87 000	136 000	117 000
Renewal of Existing Assets	83 102	-	-	-	-	-	-	-	83 102	132 969	40 126
Repairs and Maintenance	197 379	-	-	-	-	-	-	-	197 379	199 438	223 266
Free services											
Cost of Free Basic Services provided	31 923	-	-	-	-	-	-	-	31 923	31 923	31 923
Revenue cost of free services provided	34 952	-	-	-	-	-	-	-	34 952	36 945	39 014
Households below minimum service level											
Water:	1	-	-	-	-	-	-	-	1	1	1
Sanitation/sewage:	17	-	-	-	-	-	-	-	17	17	17
Energy:	30	-	-	-	-	-	-	-	30	30	30
Refuse:	14	-	-	-	-	-	-	-	14	14	14

FS184 Matjhabeng - Table B2 Adjustments Budget Financial Performance (functional classification) - 28 February 2018

Standard Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
<i>Governance and administration</i>		1 142 974	-	-	-	-	-	-	-	1 142 974	1 252 961	1 242 127
Executive and council		729 247	-	-	-	-	-	-	-	729 247	815 532	780 069
Finance and administration		413 727	-	-	-	-	-	-	-	413 727	437 429	462 058
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		100 072	-	-	-	-	-	-	-	100 072	82 926	85 890
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		20 072	-	-	-	-	-	-	-	20 072	21 216	22 404
Housing		80 000	-	-	-	-	-	-	-	80 000	61 710	63 486
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1 212 343	-	-	-	-	-	-	-	1 212 343	1 297 702	1 342 046
Energy sources		637 540	-	-	-	-	-	-	-	637 540	690 135	700 455
Water management		343 077	-	-	-	-	-	-	-	343 077	362 632	382 939
Waste water management		147 748	-	-	-	-	-	-	-	147 748	156 169	164 915
Waste management		83 979	-	-	-	-	-	-	-	83 979	88 766	93 737
<i>Other</i>		25 000	-	-	-	-	-	-	-	25 000	26 425	27 905
Total Revenue - Functional	2	2 480 389	-	-	-	-	-	-	-	2 480 389	2 660 014	2 697 968
Expenditure - Functional												
<i>Governance and administration</i>		572 077	-	-	-	-	-	-	-	572 077	603 571	628 935
Executive and council		185 818	-	-	-	-	-	-	-	185 818	196 410	207 409
Finance and administration		386 259	-	-	-	-	-	-	-	386 259	407 161	421 526
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		380 551	-	-	-	-	-	-	-	380 551	402 242	417 509
Community and social services		105 754	-	-	-	-	-	-	-	105 754	111 782	118 042
Sport and recreation		88 599	-	-	-	-	-	-	-	88 599	93 649	98 894
Public safety		162 688	-	-	-	-	-	-	-	162 688	171 961	174 331
Housing		23 510	-	-	-	-	-	-	-	23 510	24 850	26 241
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		177 677	-	-	-	-	-	-	-	177 677	187 805	191 063
Planning and development		19 124	-	-	-	-	-	-	-	19 124	20 214	21 346
Road transport		158 554	-	-	-	-	-	-	-	158 554	167 591	169 718
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1 191 462	-	-	-	-	-	-	-	1 191 462	1 298 668	1 308 634
Energy sources		510 470	-	-	-	-	-	-	-	510 470	578 860	581 180
Water management		477 716	-	-	-	-	-	-	-	477 716	504 945	507 817
Waste water management		111 558	-	-	-	-	-	-	-	111 558	117 917	120 891
Waste management		91 718	-	-	-	-	-	-	-	91 718	96 946	98 745
<i>Other</i>		1 054	-	-	-	-	-	-	-	1 054	1 115	1 177
Total Expenditure - Functional	3	2 322 822	-	-	-	-	-	-	-	2 322 822	2 493 401	2 547 318
Surplus/ (Deficit) for the year		157 568	-	-	-	-	-	-	-	157 568	166 613	150 650

FS184 Matjhabeng - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28 February 2018

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - COUNCIL GENERAL		462 031	-	-	-	-	-	156 216	156 216	618 247	510 221	455 988
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - FINANCE		538 727	-	-	-	-	-	-	-	538 727	569 567	601 589
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES		83 979	-	-	-	-	-	-	-	83 979	88 766	93 737
Vote 9 - PUBLIC SAFETY AND TRANSPORT		20 072	-	-	-	-	-	-	-	20 072	21 216	22 404
Vote 10 - ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - ENGINEERING SERVICES		217 216	-	-	-	-	-	(156 216)	(156 216)	61 000	64 477	68 088
Vote 12 - WATER/ SEWERAGE		490 824	-	-	-	-	-	-	-	490 824	518 801	547 854
Vote 13 - ELECTRICITY		637 540	-	-	-	-	-	-	-	637 540	690 135	700 455
Vote 14 - HOUSING		30 000	-	-	-	-	-	-	-	30 000	31 710	33 486
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 480 389	-	-	-	-	-	-	-	2 480 389	2 494 893	2 523 601
Expenditure by Vote	1											
Vote 1 - COUNCIL GENERAL		85 816	-	-	-	-	-	-	-	85 816	88 180	93 118
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		15 667	-	-	-	-	-	-	-	15 667	16 560	17 487
Vote 3 - OFFICE OF THE SPEAKER		2 489	-	-	-	-	-	-	-	2 489	2 631	2 778
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		81 847	-	-	-	-	-	-	-	81 847	86 512	86 357
Vote 5 - CORPORATE SERVICES		58 916	-	-	-	-	-	-	-	58 916	62 274	65 761
Vote 6 - FINANCE		312 471	-	-	-	-	-	-	-	312 471	330 282	328 778
Vote 7 - HUMAN RESOURCES		15 926	-	-	-	-	-	-	-	15 926	16 834	17 777
Vote 8 - COMMUNITY SERVICES		194 354	-	-	-	-	-	-	-	194 354	205 432	216 936
Vote 9 - PUBLIC SAFETY AND TRANSPORT		162 688	-	-	-	-	-	-	-	162 688	171 961	176 591
Vote 10 - ECONOMIC DEVELOPMENT		19 124	-	-	-	-	-	-	-	19 124	20 214	21 346
Vote 11 - ENGINEERING SERVICES		250 271	-	-	-	-	-	-	-	250 271	264 537	279 351
Vote 12 - WATER/ SEWERAGE		589 274	-	-	-	-	-	-	-	589 274	663 567	670 727
Vote 13 - ELECTRICITY		510 470	-	-	-	-	-	-	-	510 470	539 567	541 502
Vote 14 - HOUSING		23 510	-	-	-	-	-	-	-	23 510	24 850	28 809
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2 322 822	-	-	-	-	-	-	-	2 322 822	2 493 401	2 547 318
Surplus/ (Deficit) for the year	2	157 568	-	-	-	-	-	-	-	157 568	1 493	(23 717)

FS184 Matjhabeng - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	279 252	-	-	-	-	-	-	-	279 252	295 170	311 699
Service charges - electricity revenue	2	627 540	-	-	-	-	-	-	-	627 540	663 310	700 455
Service charges - water revenue	2	343 077	-	-	-	-	-	-	-	343 077	362 632	382 939
Service charges - sanitation revenue	2	147 748	-	-	-	-	-	-	-	147 748	156 170	164 915
Service charges - refuse revenue	2	83 979	-	-	-	-	-	-	-	83 979	88 766	93 737
Service charges - other										-		
Rental of facilities and equipment		30 000						(10 000)	(10 000)	20 000	31 710	33 486
Interest earned - external investments		3 456								3 456	3 639	3 851
Interest earned - outstanding debtors		128 855								128 855	136 199	143 827
Dividends received		19								19	20	22
Fines, penalties and forfeits		20 000								20 000	21 140	22 324
Licences and permits		72								72	76	80
Agency services		25 000						(25 000)	(25 000)	-	26 425	27 905
Transfers and subsidies		406 776								406 776	488 643	501 197
Other revenue	2	178 400	-	-	-	-	-	35 000	35 000	213 400	229 864	176 576
Gains on disposal of PPE		50 000								50 000	30 000	30 000
Total Revenue (excluding capital transfers and contributions)		2 324 174	-	-	-	-	-	-	-	2 324 174	2 533 764	2 593 011
Expenditure By Type												
Employee related costs		678 372	-	-	-	-	-	-	-	678 372	717 039	757 193
Remuneration of councillors		28 539								28 539	30 166	31 855
Debt impairment		135 000								135 000	165 000	175 000
Depreciation & asset impairment		87 000	-	-	-	-	-	-	-	87 000	136 000	117 000
Finance charges		112 763						14 364	14 364	127 127	119 190	125 865
Bulk purchases		851 493	-	-	-	-	-	-	-	851 493	900 028	950 430
Other materials		245 455						(167 100)	(167 100)	78 355	259 446	273 975
Contracted services		68 495	-	-	-	-	-	150 367	150 367	218 862	44 000	36 000
Transfers and subsidies										-		
Other expenditure		115 704	-	-	-	-	-	2 369	2 369	118 073	122 531	80 000
Loss on disposal of PPE										-		
Total Expenditure		2 322 822	-	-	-	-	-	(0)	(0)	2 322 822	2 493 401	2 547 318
Surplus/(Deficit)		1 352	-	-	-	-	-	0	0	1 352	40 364	45 693
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		156 216								156 216	163 245	144 023
allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher										-		
Transfers and subsidies - capital (in-kind - all)										-		
Surplus/(Deficit) before taxation		157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Taxation										-		
Surplus/(Deficit) after taxation		157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Attributable to minorities										-		
Surplus/(Deficit) attributable to municipality		157 568	-	-	-	-	-	0	0	157 568	203 609	189 716
Share of surplus/ (deficit) of associate										-		
Surplus/ (Deficit) for the year		157 568	-	-	-	-	-	0	0	157 568	203 609	189 716

FS184 Matjhabeng - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - COUNCIL GENERAL		20 000	-	-	-	-	-	-	-	20 000	-	-
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - FINANCE		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - HUMAN RESOURCES		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - COMMUNITY SERVICES		2 525	-	-	-	-	-	-	-	2 525	14 625	975
Vote 9 - PUBLIC SAFETY AND TRANSPORT		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - ECONOMIC DEVELOPMENT		3 114	-	-	-	-	-	-	-	3 114	730	-
Vote 11 - ENGINEERING SERVICES		35 698	-	-	-	-	-	-	-	35 698	40 526	82 629
Vote 12 - WATER/ SEWERAGE		114 433	-	-	-	-	-	-	-	114 433	65 158	41 205
Vote 13 - ELECTRICITY		5 445	-	-	-	-	-	-	-	5 445	-	4 750
Vote 14 - HOUSING		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	181 216	-	-	-	-	-	-	-	181 216	121 039	129 559

FS184 Matjhabeng - Table B6 Adjustments Budget Financial Position - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget A	Prior Adjusted 3 A1	Accum. Funds 4 B	Multi-year capital 5 C	Unfore. Unavoid. 6 D	Nat. or Prov. Govt 7 E	Other Adjusts. 8 F	Total Adjusts. 9 G	Adjusted Budget 10 H	Adjusted Budget	Adjusted Budget
R thousands		A	A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
ASSETS												
Current assets												
Cash		20 000							–	20 000	20 000	20 000
Call investment deposits	1	396 776	–	–	–	–	–	–	–	396 776	396 776	396 776
Consumer debtors	1	2 200 000	–	–	–	–	–	–	–	2 200 000	2 200 000	2 200 000
Other debtors		200 000							–	200 000	200 000	200 000
Current portion of long-term receivables									–	–		
Inventory		365 000							–	365 000	365 000	365 000
Total current assets		3 181 776	–	–	–	–	–	–	–	3 181 776	3 181 776	3 181 776
Non current assets												
Long-term receivables									–	–		
Investments									–	–		
Investment property									–	–		
Investment in Associate									–	–		
Property, plant and equipment	1	4 517 977	–	–	–	–	–	–	–	4 517 977	4 517 977	4 517 977
Agricultural									–	–		
Biological									–	–		
Intangible									–	–		
Other non-current assets									–	–		
Total non current assets		4 517 977	–	–	–	–	–	–	–	4 517 977	4 517 977	4 517 977
TOTAL ASSETS		7 699 753	–	–	–	–	–	–	–	7 699 753	7 699 753	7 699 753
LIABILITIES												
Current liabilities												
Bank overdraft									–	–		
Borrowing		–	–	–	–	–	–	–	–	–	–	–
Consumer deposits									–	–		
Trade and other payables		2 300 000	–	–	–	–	–	–	–	2 300 000	2 300 000	2 300 000
Provisions									–	–		
Total current liabilities		2 300 000	–	–	–	–	–	–	–	2 300 000	2 300 000	2 300 000
Non current liabilities												
Borrowing	1	–	–	–	–	–	–	–	–	–	–	–
Provisions	1	320 000	–	–	–	–	–	–	–	320 000	320 000	320 000
Total non current liabilities		320 000	–	–	–	–	–	–	–	320 000	320 000	320 000
TOTAL LIABILITIES		2 620 000	–	–	–	–	–	–	–	2 620 000	2 620 000	2 620 000
NET ASSETS	2	5 079 753	–	–	–	–	–	–	–	5 079 753	5 079 753	5 079 753
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		5 479 753	–	–	–	–	–	–	–	5 479 753	2 986 961	2 986 961
Reserves		–	–	–	–	–	–	–	–	–	–	–
Minorities' interests									–	–		
TOTAL COMMUNITY WEALTH/EQUITY		5 479 753	–	–	–	–	–	–	–	5 479 753	2 986 961	2 986 961

FS184 Matjhabeng - Table B7 Adjustments Budget Cash Flows - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
											+1 2018/19	+2 2019/20
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		262 455							–	262 455	280 942	297 236
Service charges		1 017 779							–	1 017 779	1 077 828	1 140 342
Other revenue		203 989							–	203 989	203 989	228 554
Government - operating	1	396 776							–	396 776	420 186	444 557
Government - capital	1	156 216							–	156 216	163 245	144 023
Interest		145 890							–	145 890	154 497	163 458
Dividends		19							–	19	20	21
Payments												
Suppliers and employees		(1 930 872)							–	(1 930 872)	(2 033 927)	(2 151 895)
Finance charges		(127 127)							–	(127 127)	(134 628)	(142 436)
Transfers and Grants	1	(32 850)							–	(32 850)	34 788	36 806
NET CASH FROM/(USED) OPERATING ACTIVITIES		92 275	–	–	–	–	–	–	–	92 275	166 941	160 666
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		60 000							–	60 000	30 000	50 000
Decrease (Increase) in non-current debtors									–	–		
Decrease (increase) other non-current receivables									–	–		
Decrease (increase) in non-current investments									–	–		
Payments												
Capital assets		(156 216)							–	(156 216)	(163 245)	(144 023)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(96 216)	–	–	–	–	–	–	–	(96 216)	(133 245)	(94 023)
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												
		(3 941)	–	–	–	–	–	–	–	(3 941)	33 696	66 643
Cash/cash equivalents at the year begin:	2	335 417							–	335 417	331 476	365 172
Cash/cash equivalents at the year end:	2	331 476	–	–	–	–	–	–	–	331 476	365 172	431 815

FS184 Matjhabeng - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	331 476	–	–	–	–	–	–	–	331 476	365 172	431 815
Other current investments > 90 days		85 300	–	–	–	–	–	–	–	85 300	51 604	(15 039)
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		416 776	–	–	–	–	–	–	–	416 776	416 776	416 776
Applications of cash and investments												
Unspent conditional transfers		–	–	–	–	–	–	–	–	–	–	–
Unspent borrowing										–		
Statutory requirements										–		
Other working capital requirements	2	388 903	–					–	–	388 903	435 375	356 934
Other provisions									–			
Long term investments committed		–	–					–	–	–	–	–
Reserves to be backed by cash/investments			–					–	–			
Total Application of cash and investments:		388 903	–	–	–	–	–	–	–	388 903	435 375	356 934
Surplus(shortfall)		27 873	–	–	–	–	–	–	–	27 873	(18 599)	59 842

FS184 Matjhabeng - Table B9 Asset Management - 28 February 2018

Description	Ref	Budget Year 2017/18										Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	+1 2018/19	+2 2019/20
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget		
R thousands		A	A1	B	C	D	E	F	G	H			
CAPITAL EXPENDITURE													
Total New Assets to be adjusted	1	98 744	-	-	-	-	-	-	-	98 744	77 090	88 549	
Roads Infrastructure		29 816	-	-	-	-	-	-	-	29 816	9 694	76 151	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		5 445	-	-	-	-	-	-	-	5 445	7 500	4 750	
Water Supply Infrastructure		4 620	-	-	-	-	-	-	-	4 620	21 477	1 575	
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure		39 881	-	-	-	-	-	-	-	39 881	38 671	82 476	
Community Facilities		18 678	-	-	-	-	-	-	-	18 678	38 419	6 073	
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	
Community Assets		18 678	-	-	-	-	-	-	-	18 678	38 419	6 073	
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Investment properties		-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings		12 685	-	-	-	-	-	-	-	12 685	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Other Assets		12 685	-	-	-	-	-	-	-	12 685	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
Services		-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment		5 000	-	-	-	-	-	-	-	5 000	-	-	
Furniture and Office Equipment		2 500	-	-	-	-	-	-	-	2 500	-	-	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		20 000	-	-	-	-	-	-	-	20 000	-	-	
Libraries		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
Total Renewal of Existing Assets to be adjusted	2	83 102	-	-	-	-	-	-	-	83 102	132 969	40 126	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Sanitation Infrastructure		79 814	-	-	-	-	-	-	-	79 814	115 427	32 271	
Solid Waste Infrastructure		3 288	-	-	-	-	-	-	-	3 288	17 542	7 856	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure		83 102	-	-	-	-	-	-	-	83 102	132 969	40 126	
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	
Community Assets		-	-	-	-	-	-	-	-	-	-	-	
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Investment properties		-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Other Assets		-	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
Services		-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	
Libraries		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
Total Upgrading of Existing Assets to be adjusted	2a	-	-	-	-	-	-	-	-	-	-	-	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	
Community Assets		-	-	-	-	-	-	-	-	-	-	-	
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Investment properties		-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Other Assets		-	-	-	-	-	-	-	-	-	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
Services		-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	
Libraries		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure to be adjusted	4	29 816	-	-	-	-	-	-	-	29 816	9 694	76 151	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Electrical Infrastructure		5 445	-	-	-	-	-	-	-	5 445	7 500	4 750	
Water Supply Infrastructure		4 620	-	-	-	-	-	-	-	4 620	21 477	1 575	
Sanitation Infrastructure		79 814	-	-	-	-	-	-	-	79 814	115 427	32 271	
Solid Waste Infrastructure		3 288	-	-	-	-	-	-	-	3 288	17 542	7 856	
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	
Infrastructure		122 983	-	-	-	-	-	-	-	122 983	171 640	122 602	
Community Facilities		18 678	-	-	-	-	-	-	-	18 678	38 419	6 073	
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	
Community Assets		18 678	-	-	-	-	-	-	-	18 678	38 419	6 073	
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	
Investment properties		-	-	-	-	-	-	-	-	-	-	-	
Operational Buildings		12 685	-	-	-	-	-	-	-	12 685	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Other Assets		12 685	-	-	-	-	-	-	-	12 685	-	-	
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	
Services		-	-	-	-	-	-	-	-	-	-	-	
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	
Computer Equipment		5 000	-	-	-	-	-	-	-	5 000	-	-	
Furniture and Office Equipment		2 500	-	-	-	-	-	-	-	2 500	-	-	
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	
Transport Assets		20 000	-	-	-	-	-	-	-	20 000	-	-	
Libraries		-	-	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	
TOTAL CAPITAL EXPENDITURE to be adjusted	4	181 846	-	-	-	-	-	-	-	181 846	210 059	128 675	

FS184 Matjhabeng - Table B10 Basic service delivery measurement - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
											+1 2018/19	+2 2019/20
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
A	A1	B	C	D	E	F	G	H				
Household service targets												
Water:												
Piped water inside dwelling	1	79726							80	79726	79726	
Piped water inside yard (but not in dwelling)		40406							40	40406	40406	
Using public tap (at least min.service level)	2	9190							9	9190	9190	
Other water supply (at least min.service level)		1642							2	1642	1642	
Minimum Service Level and Above sub-total		131	-	-	-	-	-	-	131	131	131	
Using public tap (< min.service level)	3	103							0	103	103	
Other water supply (< min.service level)	3.4	1004							1	1004	1004	
No water supply									-			
Below Minimum Servic Level sub-total		1	-	-	-	-	-	-	1	1	1	
Total number of households	5	132	-	-	-	-	-	-	132	132	132	
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		103172							103 172	103172	103172	
Flush toilet (with septic tank)		178							178	178	178	
Chemical toilet									-			
Pit toilet (v entilated)		244							244	244	244	
Other toilet provisions (> min.service level)		8922							8 922	8922	8922	
Minimum Service Level and Above sub-total		112 516	-	-	-	-	-	-	112 516	112 516	112 516	
Bucket toilet		14600							14 600	14600	14600	
Other toilet provisions (< min.service level)									-			
No toilet provisions		2792							2 792	2792	2792	
Below Minimum Servic Level sub-total		17 392	-	-	-	-	-	-	17 392	17 392	17 392	
Total number of households	5	129 908	-	-	-	-	-	-	129 908	129 908	129 908	
Energy:												
Electricity (at least min. service level)		101399							101 399	101399	101399	
Electricity - prepaid (> min.service level)									-			
Minimum Service Level and Above sub-total		101 399	-	-	-	-	-	-	101 399	101 399	101 399	
Electricity (< min.service level)									-			
Electricity - prepaid (< min. service level)									-			
Other energy sources		30053							30 053	30053	30053	
Below Minimum Servic Level sub-total		30 053	-	-	-	-	-	-	30 053	30 053	30 053	
Total number of households	5	131 452	-	-	-	-	-	-	131 452	131 452	131 452	
Refuse:												
Removed at least once a week (min.service)		117284							117 284	117284	117284	
Minimum Service Lev el and Above sub-total		117 284	-	-	-	-	-	-	117 284	117 284	117 284	
Removed less frequently than once a week		176							176	176	176	
Using communal refuse dump		1528							1 528	1528	1528	
Using own refuse dump		10313							10 313	10313	10313	
Other rubbish disposal		117							117	117	117	
No rubbish disposal		2204							2 204	2204	2204	
Below Minimum Servic Level sub-total		14 338	-	-	-	-	-	-	14 338	14 338	14 338	
Total number of households	5	131 622	-	-	-	-	-	-	131 622	131 622	131 622	
Households receiving Free Basic Service												
Water (6 kilolitres per household per month)	15								-			
Sanitation (free minimum level service)									-			
Electricity/other energy (50kwh per household per month)									-			
Refuse (removed at least once a week)									-			
Cost of Free Basic Services provided (R'000)												
Water (6 kilolitres per household per month)	16	21 280							21 280	21 280	21 280	
Sanitation (free sanitation service)		10 640							10 640	10 640	10 640	
Electricity/other energy (50kwh per household per month)									-			
Refuse (removed once a week)		3							3	3	3	
Total cost of FBS provided (minimum social pack)		31 923	-	-	-	-	-	-	31 923	31 923	31 923	
Highest level of free service provided												
Property rates (R'000 value threshold)		75000							75 000	75000	75000	
Water (kilolitres per household per month)		6							6	6	6	
Sanitation (kilolitres per household per month)		6							6	6	6	
Sanitation (Rand per household per month)		6							6	6	6	
Electricity (kw per household per month)		50							50	50	50	
Refuse (average litres per week)		20							20	20	20	
Revenue cost of free services provided (R'000)												
Property rates (R15 000 threshold rebate)	17	34 952							34 952	36 945	39 014	
Property rates (other exemptions, reductions and rebates)									-			
Water									-			
Sanitation									-			
Electricity/other energy									-			
Refuse									-			
Municipal Housing - rental rebates									-			
Housing - top structure subsidies	6								-			
Other									-			
Total revenue cost of free services provided (total s		34 952	-	-	-	-	-	-	34 952	36 945	39 014	

SUPPORTING TABLES

t m ē n t 245 458

FS184 Matjhabeng - Supporting Table SB2 Supporting detail to 'Financial Position Budget' - 28 February 2018

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget A	Prior Adjusted 4 A1	Accum. Funds 5 B	Multi-year capital 6 C	Unfore. Unavoid. 7 D	Nat. or Prov. Govt 8 E	Other Adjusts. 9 F	Total Adjusts. 10 G	Adjusted Budget 11 H	Adjusted Budget	Adjusted Budget
R thousands												
ASSETS												
Call investment deposits												
Call deposits		396 776							-	396 776	396 776	396 776
Other current investments									-	-		
Total Call investment deposits	1	396 776	-	-	-	-	-	-	-	396 776	396 776	396 776
Consumer debtors												
Consumer debtors		2 200 000							-	2 200 000	2 200 000	2 200 000
Less: provision for debt impairment		-	-	-	-	-	-	-	-	-	-	-
Total Consumer debtors	1	2 200 000	-	-	-	-	-	-	-	2 200 000	2 200 000	2 200 000
Debt impairment provision												
Balance at the beginning of the year									-	-	-	-
Contributions to the provision									-	-		
Bad debts written off									-	-		
Balance at end of year		-	-	-	-	-	-	-	-	-	-	-
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		4 517 977							-	4 517 977	4 517 977	4 517 977
Leases recognised as PPE									-	-		
Less: Accumulated depreciation									-	-		
Total Property, plant & equipment	1	4 517 977	-	-	-	-	-	-	-	4 517 977	4 517 977	4 517 977
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)									-	-		
Current portion of long-term liabilities									-	-		
Total Current liabilities - Borrowing		-	-	-	-	-	-	-	-	-	-	-
Trade and other payables												
Creditors		2 300 000							-	2 300 000	2 300 000	2 300 000
Unspent conditional grants and receipts									-	-		
VAT									-	-		
Total Trade and other payables	1	2 300 000	-	-	-	-	-	-	-	2 300 000	2 300 000	2 300 000
Non current liabilities - Borrowing												
Borrowing	3								-	-		
Finance leases (including PPP asset element)									-	-		
Total Non current liabilities - Borrowing		-	-	-	-	-	-	-	-	-	-	-
Provisions - non current												
Retirement benefits		300 000							-	300 000	300 000	300 000
List other major items									-	-		
Refuse landfill site rehabilitation		20 000							-	20 000	20 000	20 000
Other									-	-		
Total Provisions - non current		320 000	-	-	-	-	-	-	-	320 000	320 000	320 000
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		5 479 753							-	5 479 753	2 986 961	2 986 961
Appropriations to Reserves									-	-		
Transfers from Reserves									-	-		
Depreciation offsets									-	-		
Other adjustments									-	-		
Accumulated Surplus/(Deficit)	1	5 479 753	-	-	-	-	-	-	-	5 479 753	2 986 961	2 986 961
Reserves												
Housing Development Fund									-	-		
Capital replacement									-	-		
Self-insurance									-	-		
Other reserves (list)									-	-		
Revaluation									-	-		
Total Reserves	2	-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	5 479 753	-	-	-	-	-	-	-	5 479 753	2 986 961	2 986 961
Total capital expenditure includes expenditure on nationally significant priorities:												
Provision of basic services									-	-		
2010 World Cup									-	-		

FS184 Matjhabeng - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 28 February 2018

Description	Ref	Budget Year 2017/18							Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F		
R thousands										
RECEIPTS:	1, 2									
<u>Operating Transfers and Grants</u>										
National Government:		396 776	–	–	–	–	–	396 776	461 818	501 197
Local Government Equitable Share		393 631					–	393 631	459 418	498 537
Finance Management	3	2 145					–	2 145	2 400	2 660
EPWP Incentive		1 000					–	1 000		
Municipal Systems Improvement							–	–		
Energy Efficiency and Demand Management							–	–		
Other transfers and grants [insert description]							–	–		
Provincial Government:		–	–	–	–	–	–	–	–	–
							–	–		
	4						–	–		
Other transfers and grants [insert description]							–	–		
	5						–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Total Operating Transfers and Grants	6	396 776	–	–	–	–	–	396 776	461 818	501 197
<u>Capital Transfers and Grants</u>										
National Government:		136 216	–	–	–	–	–	136 216	163 245	144 023
Municipal Infrastructure Grant (MIG)		121 216					–	121 216	128 420	136 023
Integrated National Electrification Grant		5 000					–	5 000	8 000	8 000
Energy Efficiency and Demand Management							–	–		
Water Services Infrastructure Grant		10 000					–	10 000	26 825	–
Other capital transfers [insert description]							–	–		
Provincial Government:		–	–	–	–	–	–	–	–	–
Other capital transfers/grants [insert description]							–	–		
							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Total Capital Transfers and Grants	6	136 216	–	–	–	–	–	136 216	163 245	144 023
TOTAL RECEIPTS OF TRANSFERS & GRANTS		532 992	–	–	–	–	–	532 992	625 063	645 220

FS184 Matjhabeng - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 28 February 2018

Description	Ref	Budget Year 2017/18							Budget Year	Budget Year
		Original	Prior	Multi-year	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	capital	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		A	2	3	4	5	6	7	+1 2018/19	+2 2019/20
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		396 776	-	-	-	-	-	396 776	461 818	501 197
Local Government Equitable Share		393 631					-	393 631	459 418	498 537
Finance Management		2 145					-	2 145	2 400	2 660
EPWP Incentive		1 000					-	1 000		
Municipal Systems Improvement							-	-		
Energy Efficiency and Demand Management							-	-		
Other transfers and grants [insert description]							-	-		
Provincial Government:		-	-	-	-	-	-	-	-	-
							-	-		
							-	-		
Other transfers and grants [insert description]							-	-		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Total operating expenditure of Transfers and Grants:		396 776	-	-	-	-	-	396 776	461 818	501 197
Capital expenditure of Transfers and Grants										
National Government:		126 216	-	-	-	-	-	126 216	136 420	144 023
Municipal Infrastructure Grant (MIG)		121 216					-	121 216	128 420	136 023
Integrated National Electrification Grant		5 000					-	5 000	8 000	8 000
Energy Efficiency and Demand Management							-	-		
Water Services Infrastructure Grant							-	-		
Other capital transfers [insert description]							-	-		
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]							-	-		
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]							-	-		
Total capital expenditure of Transfers and Grants		126 216	-	-	-	-	-	126 216	136 420	144 023
Total capital expenditure of Transfers and Grants		522 992	-	-	-	-	-	522 992	598 238	645 220

FS184 Matjhabeng - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 28 February 2018

Summary of remuneration	Ref	Budget Year 2017/18									% change
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		18 734							-	18 734	0,0%
Pension and UIF Contributions		2 500							-	2 500	0,0%
Medical Aid Contributions		612							-	612	0,0%
Motor Vehicle Allowance		6 963							-	6 963	0,0%
Cellphone Allowance		1 636							-	1 636	
Housing Allowances		-							-	-	
Other benefits and allowances		219							-	219	
Sub Total - Councillors		30 664	-			-		-	-	30 664	0,0%
% increase			(0)							-	
Senior Managers of the Municipality											
Basic Salaries and Wages		8 541							-	8 541	0,0%
Pension and UIF Contributions		578							-	578	0,0%
Medical Aid Contributions									-	-	
Overtime									-	-	
Performance Bonus									-	-	
Motor Vehicle Allowance		444							-	444	0,0%
Cellphone Allowance									-	-	
Housing Allowances									-	-	
Other benefits and allowances									-	-	
Payments in lieu of leave									-	-	
Long service awards									-	-	
Post-retirement benefit obligations									-	-	
Sub Total - Senior Managers of Municipality	5	9 564	-	-		-		-	-	9 564	0,0%
% increase			(0)							-	
Other Municipal Staff											
Basic Salaries and Wages		431 429							-	431 429	0,0%
Pension and UIF Contributions		57 199							-	57 199	0,0%
Medical Aid Contributions		51 955							-	51 955	0,0%
Overtime		41 086							-	41 086	0,0%
Performance Bonus		-							-	-	
Motor Vehicle Allowance		31 120							-	31 120	0,0%
Cellphone Allowance		247							-	247	0,0%
Housing Allowances		3 788							-	3 788	
Other benefits and allowances		23 075							-	23 075	
Payments in lieu of leave		27 426							-	27 426	0,0%
Long service awards		1 482							-	1 482	0,0%
Post-retirement benefit obligations									-	-	
Sub Total - Other Municipal Staff	5	668 808	-	-	-	-	-	-	-	668 808	0,0%
% increase											
Total Parent Municipality		709 037	-	-	-	-	-	-	-	709 037	0,0%

FS184 Matjhabeng - Supporting Table SB12 Adjustments Budget - monthly revenue and expenditure (municipal vote) - 28 February 2018

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue by Vote																
Vote 1 - COUNCIL GENERAL		41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	9 536	462 031	510 221	455 988
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR													-	-	-	-
Vote 3 - OFFICE OF THE SPEAKER													-	-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER													-	-	-	-
Vote 5 - CORPORATE SERVICES													-	-	-	-
Vote 6 - FINANCE		46 026	46 026	46 026	46 026	46 026	46 026	46 026	46 026	46 026	46 026	46 026	32 447	538 727	569 567	601 589
Vote 7 - HUMAN RESOURCES													-	-	-	-
Vote 8 - COMMUNITY SERVICES		6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	83 979	88 766	93 737
Vote 9 - PUBLIC SAFETY AND TRANSPORT		1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	9 075	20 072	21 216	22 404
Vote 10 - ECONOMIC DEVELOPMENT													-	-	-	-
Vote 11 - ENGINEERING SERVICES		17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	22 318	217 216	229 597	242 455
Vote 12 - WATER/ SEWERAGE		39 962	39 962	39 962	39 962	39 962	39 962	39 962	39 962	39 962	39 962	39 962	51 245	490 824	518 801	547 854
Vote 13 - ELECTRICITY		52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	56 496	637 540	690 135	700 455
Vote 14 - HOUSING		1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	18 814	30 000	31 710	33 486
Vote 15 -													-	-	-	-
Total Revenue by Vote		206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 928	2 480 389	2 660 014	2 697 968
Expenditure by Vote																
Vote 1 - COUNCIL GENERAL		7 151	7 151	7 151	7 151	7 151	7 151	4 762	9 537	9 537	9 537	9 537	(0)	85 816	88 180	93 118
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR		675	675	675	675	675	675	1 375	1 375	1 375	1 375	1 375	4 745	15 667	16 560	17 487
Vote 3 - OFFICE OF THE SPEAKER		946	946	946	946	946	946	946	946	946	946	946	(7 919)	2 489	2 631	2 778
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER		6 631	6 631	6 631	6 631	6 631	6 631	6 631	6 631	6 631	6 631	6 631	8 901	81 847	86 512	86 357
Vote 5 - CORPORATE SERVICES		4 488	4 488	4 488	4 488	4 488	4 488	4 488	4 488	4 488	4 488	4 488	9 546	58 916	62 274	65 761
Vote 6 - FINANCE		21 820	21 820	21 820	21 820	21 820	21 820	21 820	21 820	21 820	21 820	21 820	72 455	312 471	330 282	328 778
Vote 7 - HUMAN RESOURCES		1 327	1 327	1 327	1 327	1 327	1 327	1 327	1 327	1 327	1 327	1 327	1 327	15 926	16 834	17 777
Vote 8 - COMMUNITY SERVICES		16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	194 354	205 432	216 936
Vote 9 - PUBLIC SAFETY AND TRANSPORT		13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	162 688	171 961	176 591
Vote 10 - ECONOMIC DEVELOPMENT		1 594	1 594	1 594	1 594	1 594	1 594	1 594	1 594	1 594	1 594	1 594	1 594	19 124	20 214	21 346
Vote 11 - ENGINEERING SERVICES		20 202	20 202	20 202	20 202	20 202	20 202	20 202	20 202	20 202	20 202	20 202	28 052	250 271	264 537	279 351
Vote 12 - WATER/ SEWERAGE		46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	78 786	589 274	663 567	670 727
Vote 13 - ELECTRICITY		47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	(13 489)	510 470	539 567	541 502
Vote 14 - HOUSING		1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	23 510	24 850	28 809
Vote 15 -													-	-	-	-
Total Expenditure by Vote		190 587	190 587	190 587	190 587	190 587	190 587	188 897	193 673	193 673	193 673	193 673	215 710	2 322 822	2 493 401	2 547 318
Surplus/ (Deficit)		16 091	16 091	16 091	16 091	16 091	16 091	17 781	13 005	13 005	13 005	13 005	(8 782)	157 568	166 613	150 650

FS184 Matjhabeng - Supporting Table SB13 Adjustments Budget - monthly revenue and expenditure (functional classification) - 28 February 2018

Description - Standard classification	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue - Functional																
Governance and administration		85 078	85 078	85 078	85 078	85 078	85 078	85 078	85 078	85 078	85 078	85 078	207 115	1 142 974	1 252 961	1 242 127
Executive and council		41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	41 136	276 752	729 247	815 532	780 069
Finance and administration		43 942	43 942	43 942	43 942	43 942	43 942	43 942	43 942	43 942	43 942	43 942	(69 637)	413 727	437 429	462 058
Internal audit															-	-
Community and public safety		1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	88 885	100 072	82 926	85 890
Community and social services															-	-
Sport and recreation															-	-
Public safety													20 072	20 072	21 216	22 404
Housing		1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	68 814	80 000	61 710	63 486
Health															-	-
Economic and environmental services		18 718	18 718	18 718	18 718	18 718	18 718	18 718	18 718	18 718	18 718	18 718	(205 895)		-	-
Planning and development		17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	17 718	(194 898)		-	-
Road transport		1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	(10 997)		-	-
Environmental protection															-	-
Trading services		99 782	99 782	99 782	99 782	99 782	99 782	99 782	99 782	99 782	99 782	99 782	114 739	1 212 343	1 297 702	1 342 046
Energy sources		52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	56 496	637 540	690 135	700 455
Water management		28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	343 077	362 632	382 939
Waste water management		11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	22 655	147 748	156 169	164 915
Waste management		6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	83 979	88 766	93 737
Other		2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	25 000	26 425	27 905
Total Revenue - Functional		206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 678	206 928	2 480 389	2 660 014	2 697 968
Expenditure - Functional																
Governance and administration		45 424	45 424	45 424	45 424	45 424	45 424	45 424	45 424	45 424	45 424	45 424	72 416	572 077	603 571	628 935
Executive and council		17 789	17 789	17 789	17 789	17 789	17 789	17 789	17 789	17 789	17 789	17 789	(9 858)	185 818	196 410	207 409
Finance and administration		27 635	27 635	27 635	27 635	27 635	27 635	27 635	27 635	27 635	27 635	27 635	82 274	386 259	407 161	421 526
Internal audit															-	-
Community and public safety		31 713	31 713	31 713	31 713	31 713	31 713	31 713	31 713	31 713	31 713	31 713	31 713	380 551	402 242	417 509
Community and social services		16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	16 196	(72 403)	105 754	111 782	118 042
Sport and recreation		13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	13 557	(60 531)	88 599	93 649	98 894
Public safety													162 688	162 688	171 961	174 331
Housing		1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	1 959	23 510	24 850	26 241
Health															-	-
Economic and environmental services		2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	151 990	177 677	187 805	191 063
Planning and development		2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	2 335	(6 564)	19 124	20 214	21 346
Road transport													158 554	158 554	167 591	169 718
Environmental protection															-	-
Trading services		94 041	94 041	94 041	94 041	94 041	94 041	94 041	94 041	94 041	94 041	94 041	157 015	1 191 462	1 298 668	1 308 634
Energy sources		47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	47 633	(13 489)	510 470	578 860	581 180
Water management		46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	46 408	(32 772)	477 716	504 945	507 817
Waste water management													111 558	111 558	117 917	120 891
Waste management													91 718	91 718	96 946	98 745
Other													1 054	1 054	1 115	1 177
Total Expenditure - Functional		173 512	173 512	173 512	173 512	173 512	173 512	173 512	173 512	173 512	173 512	173 512	414 187	2 322 822	2 493 401	2 547 318
Surplus/ (Deficit) 1.		33 166	33 166	33 166	33 166	33 166	33 166	33 166	33 166	33 166	33 166	33 166	(207 259)	157 568	166 613	150 650

FS184 Matjhabeng - Supporting Table SB14 Adjustments Budget - monthly revenue and expenditure - 28 February 2018

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Revenue By Source																
Property rates		23 271	23 271	23 271	23 271	23 271	23 271	23 271	23 271	23 271	23 271	23 271	23 271	279 252	295 170	311 699
Service charges - electricity revenue		52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	52 822	46 496	627 540	700 455
Service charges - water revenue		28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	28 590	343 077	362 632	382 939
Service charges - sanitation revenue		11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	11 372	22 655	147 748	164 915
Service charges - refuse		6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	6 998	83 979	88 766	93 737
Service charges - other														-	-	-
Rental of facilities and equipment		1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	1 017	8 814	20 000	31 710	33 486
Interest earned - external investments		286	286	286	286	286	286	286	286	286	286	286	306	3 456	3 639	3 851
Interest earned - outstanding debtors		11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	(1 727)	128 855	136 199	143 827
Dividends received		2	2	2	2	2	2	2	2	2	2	2	2	19	20	22
Fines, penalties and forfeits		994	994	994	994	994	994	994	994	994	994	994	9 069	20 000	21 140	22 324
Licences and permits		6	6	6	6	6	6	6	6	6	6	6	6	72	76	80
Agency services		2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	2 083	(22 917)	-	26 425	27 905
Transfers and subsidies		33 065	33 065	33 065	33 065	33 065	33 065	33 065	33 065	33 065	33 065	33 065	43 065	406 776	488 643	501 197
Other revenue		12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	70 950	213 400	229 864	176 576
Gains on disposal of PPE		8 333	8 333	8 333	8 333	8 333	8 333	8 333	8 333	8 333	8 333	8 333	(41 667)	50 000	30 000	30 000
Total Revenue		193 660	193 660	193 660	193 660	193 660	193 660	193 660	193 660	193 660	193 660	193 660	193 910	2 324 174	2 533 764	2 593 011
Expenditure By Type																
Employee related costs		55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	67 885	678 372	717 039	757 193
Remuneration of councillors		2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	430	28 539	30 166	31 855
Debt impairment		5 833	5 833	5 833	5 833	5 833	5 833	5 833	5 833	5 833	5 833	5 833	70 833	135 000	165 000	175 000
Depreciation & asset impairment		6 596	6 596	6 596	6 596	6 596	6 596	6 596	6 596	6 596	6 596	6 596	14 446	87 000	136 000	117 000
Finance charges		10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	127 127	119 190	125 865
Bulk purchases		73 353	73 353	73 353	73 353	73 353	73 353	73 353	73 353	73 353	73 353	73 353	44 609	851 493	900 028	950 430
Other materials		20 455	20 455	20 455	20 455	20 455	20 455	20 455	20 455	20 455	20 455	20 455	(146 646)	78 355	259 446	273 975
Contracted services		5 708	5 708	5 708	5 708	5 708	5 708	5 708	5 708	5 708	5 708	5 708	156 075	218 862	44 000	36 000
Grants and subsidies		2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	(30 113)	-	-	-
Other expenditure		9 642	9 642	9 642	9 642	9 642	9 642	9 642	9 642	9 642	9 642	9 642	12 011	118 073	122 531	80 000
Loss on disposal of PPE													-	-	-	-
Total Expenditure		192 972	192 972	192 972	192 972	192 972	192 972	192 972	192 972	192 972	192 972	192 972	200 125	2 322 822	2 493 401	2 547 318
Surplus/(Deficit)																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	156 216	163 245	144 023
allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Transfers and subsidies - capital (in-kind - all)														-	-	-
Surplus/(Deficit) after capital transfers & contributions																
		13 706	13 706	13 706	13 706	13 706	13 706	13 706	13 706	13 706	13 706	13 706	6 803	157 568	203 609	189 716

FS184 Matjhabeng - Supporting Table SB15 Adjustments Budget - monthly cash flow - 28 February 2018

Monthly cash flows	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Cash Receipts By Source	1															
Property rates		21 871	21 871	21 871	21 871	21 871	21 871	21 871	21 871	21 871	21 871	21 871	21 871	262 455	280 942	297 236
Service charges - electricity revenue		44 899	44 899	44 899	44 899	44 899	44 899	44 899	44 899	44 899	44 899	44 899	44 899	538 786	570 575	603 668
Service charges - water revenue		24 301	24 301	24 301	24 301	24 301	24 301	24 301	24 301	24 301	24 301	24 301	24 301	291 615	308 820	326 732
Service charges - sanitation revenue		9 666	9 666	9 666	9 666	9 666	9 666	9 666	9 666	9 666	9 666	9 666	9 666	115 995	122 839	129 963
Service charges - refuse		5 949	5 949	5 949	5 949	5 949	5 949	5 949	5 949	5 949	5 949	5 949	5 949	71 383	75 594	79 979
Service charges - other														-	-	-
Rental of facilities and equipment		966	966	966	966	966	966	966	966	966	966	966	966	11 593	12 277	12 989
Interest earned - external investments		286	286	286	286	286	286	286	286	286	286	286	286	3 437	3 639	3 851
Interest earned - outstanding debtors		11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	11 871	142 453	150 858	159 607
Dividends received												19	-	19	20	21
Fines, penalties and forfeits		994	994	994	994	994	994	994	994	994	994	994	994	11 925	12 628	13 361
Licences and permits		6	6	6	6	6	6	6	6	6	6	6	6	72	76	80
Agency services		223	223	223	223	223	223	223	223	223	223	223	22 545	25 000	26 475	28 011
Transfer receipts - operational		132 259					132 259			132 259			-	396 776	420 186	444 557
Other revenue		12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	12 950	155 400	164 569	174 114
Cash Receipts by Source		266 241	133 983	133 983	133 983	133 983	266 241	133 983	133 983	266 241	133 983	134 002	156 304	2 026 908	2 149 497	2 274 168
Other Cash Flows by Source																
Transfers receipts - capital		52 072					52 072			52 072			-	156 216	163 245	143 023
Contributions & Contributed assets													-	-	-	-
Proceeds on disposal of PPE		60 000											-	60 000	30 000	50 000
Short term loans													-	-	-	-
Borrowing long term/refinancing													-	-	-	-
Increase (decrease) in consumer deposits													-	-	-	-
Decrease (increase) in non-current debtors													-	-	-	-
Decrease (increase) other non-current receivables													-	-	-	-
Decrease (increase) in non-current investments													-	-	-	-
Total Cash Receipts by Source		378 313	133 983	133 983	133 983	133 983	318 313	133 983	133 983	318 313	133 983	134 002	156 304	2 243 124	2 342 742	2 467 191
Cash Payments by Type																
Employee related costs		55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	55 499	67 885	678 372	705 279	746 185
Remuneration of councillors		2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	430	28 539	32 474	34 357
Finance charges		10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	10 594	127 127	134 628	142 436
Bulk purchases - Electricity		39 432	39 432	39 432	39 432	39 432	39 432	39 432	39 432	39 432	39 432	39 432	39 432	473 190	501 108	530 172
Bulk purchases - Water & Sewer		33 921	33 921	33 921	33 921	33 921	33 921	33 921	33 921	33 921	33 921	33 921	33 921	407 047	431 063	456 065
Other materials		16 364	16 364	16 364	16 364	16 364	16 364	16 364	16 364	16 364	16 364	16 364	(101 646)	78 355	207 949	220 011
Contracted services		4 566	4 566	4 566	4 566	4 566	4 566	4 566	4 566	4 566	4 566	4 566	4 566	54 796	58 029	61 395
Transfers and grants - other municipalities													-	-	-	-
Transfers and grants - other		2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	2 738	32 850	34 788	36 806
Other expenditure		7 714	7 714	7 714	7 714	7 714	7 714	7 714	7 714	7 714	7 714	7 714	7 714	92 564	98 025	103 710
Cash Payments by Type		173 382	173 382	173 382	173 382	173 382	173 382	173 382	173 382	173 382	173 382	173 382	65 634	1 972 840	2 203 343	2 331 137
Other Cash Flows/Payments by Type																
Capital assets		13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	13 018	156 216	163 245	144 023
Repayment of borrowing													-	-	-	-
Other Cash Flows/Payments													-	-	-	-
Total Cash Payments by Type		186 400	186 400	186 400	186 400	186 400	186 400	186 400	186 400	186 400	186 400	186 400	78 652	2 129 056	2 366 588	2 475 160
NET INCREASE/(DECREASE) IN CASH HELD		191 913	(52 418)	(52 418)	(52 418)	(52 418)	131 913	(52 418)	(52 418)	131 913	(52 418)	(52 399)	77 652	114 068	(23 845)	(7 968)
Cash/cash equivalents at the month/year beginning:		335 417	527 330	474 912	422 494	370 077	317 659	449 572	397 154	344 737	476 650	424 232	371 833	335 417	449 485	425 640
Cash/cash equivalents at the month/year end:		527 330	474 912	422 494	370 077	317 659	449 572	397 154	344 737	476 650	424 232	371 833	449 485	449 485	425 640	417 672

FS184 Matjhabeng - Supporting Table SB16 Adjustments Budget - monthly capital expenditure (municipal vote) - 28 February 2018

Budget Year 2017/18														Medium Term Revenue and Expenditure Framework		
Description - Municipal Vote	Ref	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Multi-year expenditure appropriation	1															
Vote 1 - COUNCIL GENERAL		1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	20 000	-	-
Vote 2 - OFFICE OF THE EXECUTIVE MAYOR														-	-	-
Vote 3 - OFFICE OF THE SPEAKER														-	-	-
Vote 4 - OFFICE OF THE MUNICIPAL MANAGER														-	-	-
Vote 5 - CORPORATE SERVICES														-	-	-
Vote 6 - FINANCE														-	-	-
Vote 7 - HUMAN RESOURCES														-	-	-
Vote 8 - COMMUNITY SERVICES		210	210	210	210	210	210	210	210	210	210	210	210	2 525	14 625	975
Vote 9 - PUBLIC SAFETY AND TRANSPORT														-	-	-
Vote 10 - ECONOMIC DEVELOPMENT		260	260	260	260	260	260	260	260	260	260	260	260	3 114	730	-
Vote 11 - ENGINEERING SERVICES		2 975	2 975	2 975	2 975	2 975	2 975	2 975	2 975	2 975	2 975	2 975	2 975	36 698	40 526	82 629
Vote 12 - WATER/ SEWERAGE		9 536	9 536	9 536	9 536	9 536	9 536	9 536	9 536	9 536	9 536	9 536	9 537	114 433	65 158	41 205
Vote 13 - ELECTRICITY		454	454	454	454	454	454	454	454	454	454	454	454	5 445	-	4 750
Vote 14 - HOUSING														-	-	-
Vote 15 -														-	-	-
Capital Multi-year expenditure sub-total	3	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 102	181 216	121 039	129 559

FS184 Matjhabeng - Supporting Table SB17 Adjustments Budget - monthly capital expenditure (functional classification) - 28 February 2018

Description	Ref	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands																
Capital Expenditure - Functional																
<i>Governance and administration</i>		1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	20 000	-	-
Executive and council		1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	20 000	-	-
Finance and administration														-	-	-
Internal audit														-	-	-
<i>Community and public safety</i>		210	210	210	210	210	210	210	210	210	210	210	210	2 525	14 625	975
Community and social services		210	210	210	210	210	210	210	210	210	210	210	210	2 525	14 625	975
Sport and recreation														-	-	-
Public safety														-	-	-
Housing														-	-	-
Health														-	-	-
<i>Economic and environmental services</i>		2 692	2 692	2 692	2 692	2 692	2 692	2 692	2 692	2 692	2 692	2 692	2 692	32 300	10 424	76 151
Planning and development		260	260	260	260	260	260	260	260	260	260	260	260	3 114	730	-
Road transport		2 432	2 432	2 432	2 432	2 432	2 432	2 432	2 432	2 432	2 432	2 432	2 432	29 186	9 694	76 151
Environmental protection														-	-	-
<i>Trading services</i>		10 533	10 533	10 533	10 533	10 533	10 533	10 533	10 533	10 533	10 533	10 533	10 533	126 391	95 990	52 433
Energy sources		959	959	959	959	959	959	959	959	959	959	959	959	11 506	7 500	4 750
Water management		2 649	2 649	2 649	2 649	2 649	2 649	2 649	2 649	2 649	2 649	2 649	2 649	31 783	21 477	1 575
Waste water management		6 651	6 651	6 651	6 651	6 651	6 651	6 651	6 651	6 651	6 651	6 651	6 651	79 814	49 471	38 252
Waste management		274	274	274	274	274	274	274	274	274	274	274	274	3 288	17 542	7 856
<i>Other</i>														-	-	-
Total Capital Expenditure - Functional		15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	15 101	181 216	121 039	129 559