

ADJUSTMENTS BUDGET OF 2016/17 LOCAL MUNICIPALITY



2016/17 TO 2018/19 MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

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1. DEFINITIONS

(1) In this Budget Report, unless the context indicates otherwise –

“accounting officer”

(a) in relation to a municipality, means the municipal official referred to in section 60 of the Municipal Finance Management Act, 2003; and include a person acting as the accounting officer;

“allocation”, in relation to a municipality, means -

- (a) a municipality’s share of the local government’s equitable share referred to in section 214(1)(a) of the Constitution;
- (b) an allocation of money to a municipality in terms of section 214(1)(c) of the Constitution;
- (c) an allocation of money to a municipality in terms of a provincial budget; or
- (d) any other allocation of money to a municipality by an organ of state, including by another municipality, otherwise than in compliance with a commercial or other business transaction;

“annual Division of Revenue Act” means the Act of Parliament which must be enacted annually in terms of section 214 (1) of the Constitution;

“approved budget” means an annual budget -

- (a) Approved by a municipal council; or
- (b) Approved by a provincial or the national executive following an intervention in terms of section 139 of the Constitution, and includes such an annual budget as revised by an adjustments budget in terms of section 28;

“basic municipal service” means a municipal service that is necessary to ensure an acceptable and reasonable quality of life and which, if not provided, would endanger public health or safety or the environment;

“budget-related policy” means a policy of a municipality affecting or affected by the annual budget of the municipality, including -

- (a) The tariffs policy which the municipality must adopt in terms of section 74 of the Municipal Systems Act;
- (b) The credit control and debt collection policy which the municipality must adopt in terms of section 96 of the Municipal Systems Act;

“budget year” means the financial year for which an annual budget is to be approved in terms of section 16(1) of the Municipal Finance Management Act, 2003.;

“chief financial officer” means a person designated in terms of section 80(2)(a) of the Municipal Finance Management Act, 2003.

“councillor” means a member of a municipal council;

“CPI” means Consumer price Index.

“current year” means the financial year which has already commenced, but not yet ended;

“debt” means -

- (a) a monetary liability or obligation created by a financing agreement, note, debenture, bond or overdraft, or by the issuance of municipal debt instruments; or
- (b) a contingent liability such as that created by guaranteeing a monetary liability or obligation of another;

“delegation”, in relation to a duty, includes an instruction or request to perform or to assist in performing the duty;

“district municipality” means a municipality that has municipal executive and legislative authority in an area that includes more than one municipality, and which is described in section 155(1) of the Constitution as a category C municipality;

“COGTA” means Cooperative Governance and Traditional Affairs

“EXCO” means Executive Committee of the Council of the Municipality

“GFS” means General Financial Statistic.

“financial year” means a year ending on 30 June;

“IDP” means Integrated Development Plan

“In year reports, in relation to-

(a) a municipality means

- (i) a monthly budget statement of the municipality contemplated in section 71(1) of the MFMA
- (ii) a Quarterly report on the implementation of the budget and financial state of affairs of the municipality contemplated in section 52(d) of the act;
- (iii) a mid-year budget and performance assessment of the municipality contemplated in section 72 of the act.

“investment”, in relation to funds of a municipality, means -

- (a) The placing on deposit of funds of a municipality with a financial institution; or
- (b) The acquisition of assets with funds of a municipality not immediately required, with the primary aim of preserving those funds;

“lender”, in relation to a municipality, means a person who provides debt finance to a municipality;

“local community” has the meaning assigned to it in section 1 of the Municipal Systems Act;

“local municipality” means a municipality that shares municipal executive and legislative authority in its area with a district municipality within whose area it falls, and which is described in section 155(1) of the Constitution as a category B municipality;

“long-term debt” means debt repayable over a period exceeding one year;

“MANCO” means management committee of the municipality

“MFMA” Municipal Finance Management Act, No. 56 of 2003

“MFMA Regulations or (MBRR)” means regulations relating to Municipal Budget and Reporting

“MTEF” means Medium Term Expenditure Framework

“mayor”, in relation to -

- (a) a municipality with an executive mayor, means the councillor elected as the executive mayor of the municipality in terms of section 55 of the Municipal Structures Act; or
- (b) a municipality with an executive committee, means the councillor elected as the mayor of the municipality in terms of section 48 of that Act;

“month” means one of the 12 months of a calendar year;

“municipality” -

- (a) when referred to as a corporate body, means a municipality as described in section 2 of the Municipal Systems Act; or (b) when referred to as a geographic area, means a municipal area determined in terms of the Local Government: Municipal Demarcation Act, 1998 (Act No. 27 of 1998);

“municipal service” has the meaning assigned to it in section 1 of the Municipal Systems Act;

“Municipal Systems Act” means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000);

“municipal tariff” means a tariff for services which a municipality may set for the provision of a service to the local community, and includes a surcharge on such tariff;

“municipal tax” means property rates or other taxes, levies or duties that a municipality may impose;

“National Treasury” means the National Treasury established by section 5 of the Public Finance Management Act;

“past financial year” means the financial year preceding the current year;

“NER”, means the National Electricity Regulator;

“Provincial Treasury” means a treasury established in terms of section 17 of the Public Finance Management Act;

“quarter” means any of the following periods in a financial year:

- (a) 1 July to 30 September;
- (b) 1 October to 31 December;

(c) 1 January to 31 March; or

(d) 1 April to 30 June;

“Quality certificate”, in relation to

(a) a municipality, means a certificate issued and signed by the municipal manager of the municipality confirming the accuracy and reliability of the contents of a document prepared or issued by the municipality

“SDBIP” means Service Delivery Budget Implementation Plan

“standards of generally recognised accounting practice” means an accounting practice complying with standards applicable to municipalities or municipal entities and issued in terms of Chapter 11 of the Public Finance Management Act;

“vote” means -

(a) one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and

(b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

1 Part 1 – Annual Budget

1.1 Mayor's Report

1.2 Council Resolutions

The Council of Mthonjaneni Local Municipality, acting in terms of section 28 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:

1. The adjustments budgets of the Municipality for the financial year 2016/17 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1 Budgeted Financial performance (revenue and expenditure by standard classification) as contained in Table 6
 - 1.1.1 Budgeted Financial performance (revenue and expenditure by municipal vote) as contained in Table 7
 - 1.1.2 Budgeted Financial performance (revenue by source and expenditure by type) as contained in Table 8
 - 1.1.3 Multi – year and single year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 9.
 - 1.2 The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Budgeted Financial Position as contained in Table 10;
 - 1.2.2. Budgeted Cash Flows as contained in Table 11;
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 12;
 - 1.2.4 Asset management as contained in Table 13;
 - 1.2.5 Basic service delivery measurement as contained in Table 14.

1.3 Executive Summary

The application of sound financial management principles for the compilation of Municipality's financial plan is essential and critical to ensure that the municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

MFMA Circular No. 70 states that the 2016/17 Budget Review notes that spending plans outlined in the 2016 Budget continue to support government's commitment to broadening service delivery and expanding investment in infrastructure, while taking account of the constrained fiscal environment. South Africa's economy is projected to grow by 0.9 per cent in 2016 while GDP growth is expected to reach 1.2 per cent by 2017.

Consequently, municipal revenues and cash flows are expected to remain under pressure in 2016/17 and ***so municipalities must adopt a conservative approach when projecting their expected revenues and cash receipts.***

Municipalities should carefully consider affordability of tariff increases; especially as it relates to domestic consumer while considering the level of services versus the associated cost. Municipalities should also pay particular attention to managing revenue effectively and carefully evaluate all spending decision. ***Municipalities must implement cost containing measures as approved by Cabinet to eliminate non – priority spending.***

National Treasury's MFMA Circular No.70 and 72 were used to guide the compilation of the 2016/17 MTREF.

The main challenges experienced during the compilation of the 2014/15 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Wage increases for municipal staff that continues to exceed consumer inflation.

The following budget principles and guidelines directly informed the compilation of the 2016/17 MTREF:

- The 2016/17 Adjustment Budget priorities and targets, as well as the base line allocations contained in that Adjustment Budget were adopted as upper limits for the new baselines for the 2016/17 annual budget;
- Intermediate service level standards were used to inform the measurable objectives, targets and backlog eradication goals;
- Property rate increases should be affordable and should generally not exceed inflation as measured by the CPI.
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act.

1.4 Operating Revenue Framework

For Mthonjaneni Local Municipality to continue improving the quality of service provided to its citizens it needs to generate the required revenue. In these tough times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceeds available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditure against realistically anticipated revenues.

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

- National Treasury's guidelines and macroeconomic policy
- Effective revenue management
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 Of 2004) (MPRA)

The following table is a summary of the 2016/17 MTREF (classified by main revenue source):

Table 1 Summary of revenue classified by main revenue source

KZN285 Mthonjaneni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue By Source												
Property rates	2	9 321	–	–	–	–	–	562	562	9 882	12 350	13 091
Property rates - penalties & collection charges		580							–	580	615	652
Service charges - electricity revenue	2	22 702	–	–	–	–	–	(445)	(445)	22 257	24 064	25 508
Service charges - water revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	2	1 086	–	–	–	–	–	–	–	1 086	1 151	1 221
Service charges - other		–							–	–		
Rental of facilities and equipment		507						(271)	(271)	235	537	569
Interest earned - external investments		3 146						–	–	3 146	3 335	3 535
Interest earned - outstanding debtors		–							–	–	–	–
Dividends received		–							–	–	–	–
Fines		20 000						3	3	20 003	21 200	22 472
Licences and permits		2 516						–	–	2 516	2 667	2 827
Agency services		–							–	–	–	–
Transfers recognised - operating		77 172						(5 321)	(5 321)	71 851	74 775	74 135
Other revenue	2	1 287	–	–	–	–	–	16 505	16 505	17 792	3 247	3 375
Gains on disposal of PPE		608						830	830	1 438	644	683
Total Revenue (excluding capital transfers and contributions)		138 925	–	–	–	–	–	11 862	11 862	150 787	144 586	148 068

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from operating statement, as inclusions of these revenue sources would distort the calculation of the operating surplus/deficit.

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. Interest comprises of; interest on primary bank account as well as interest earned from call investment accounts.

The decrease from Transfers recognized – operating was informed by the government gazette no. 40035 dated 2 June 2016 that talks about Equitable share transfers to pre – election municipalities in terms of section 38 (2) of the Division of Revenue Act, 2016 (including proportionate adjustments for post – election municipalities) due to the demarcation process. It should be also noted that the total revenue (excluding capital transfers and contributions) increased from R 138,925m to R 150, 787m to fund the additional expenditure that occurred during the adjustments budget and also to fund unauthorized expenditure in some other line items from various municipal votes. The additional funds will be taken from the municipality's accumulated cash – backed reserves not committed for any other purposes.

Table 2 Operating Transfers and Grants Receipts

KZN285 Mthonjaneni - Supporting Table SB7 Adjustments Budget - transfers and grant receipts - 2017/02/28

Description	Ref	Budget Year 2016/17							Budget Year +1 2017/18	Budget Year +2 2018/19
		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:		76 022	–	–	–	(4 909)	(4 909)	71 113	74 037	73 397
Local Government Equitable Share		63 837				(3 938)	(3 938)	59 899	67 763	70 547
Finance Management	3	2 738				–	–	2 738	2 850	2 850
Municipal Systems Improvement						–	–	–		
EPWP Incentive		2 161				–	–	2 161		
						–	–	–		
Demarcation Transition Grant		7 286				(971)	(971)	6 315	3 424	–
Provincial Government:		738	–	–	–	–	–	738	738	738
							–	–		
							–	–		
Community libraries Service grant	4	179				–	–	179	179	179
Provincialisation of Libraries	5	559				–	–	559	559	559
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		562	–	–	–	(562)	(562)	–	–	–
GOGTA		562				(562)	(562)	–		
							–	–		
Total Operating Transfers and Grants	6	77 322	–	–	–	(5 471)	(5 471)	71 851	74 775	74 135
<u>Capital Transfers and Grants</u>										
National Government:		27 399	–	–	–	–	–	27 399	26 370	29 199
Municipal Infrastructure Grant (MIG)		18 899					–	18 899	18 370	19 199
							–	–		
							–	–		
integrated national electrification grant (INEG)		8 500					–	8 500	8 000	10 000
Provincial Government:		–	–	–	–	–	–	–	–	–
Other capital transfers/grants [insert description]							–	–		
							–	–		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]							–	–		
							–	–		
Total Capital Transfers and Grants	6	27 399	–	–	–	–	–	27 399	26 370	29 199
TOTAL RECEIPTS OF TRANSFERS & GRANTS		104 721	–	–	–	(5 471)	(5 471)	99 250	101 145	103 334

The decrease from Transfers recognized – operating was informed by the government gazette no. 40035 dated 2 June 2016 that talks about Equitable share transfers to pre – election municipalities in terms of section 38 (2) of the Division of Revenue Act, 2016 (including proportionate adjustments for post – election municipalities) due to the demarcation process.

The diagram below shows the revenue by source through pie chart in terms of how much percentages does each revenue source contributes to total operating revenue of Mthonjaneni Local Municipality.

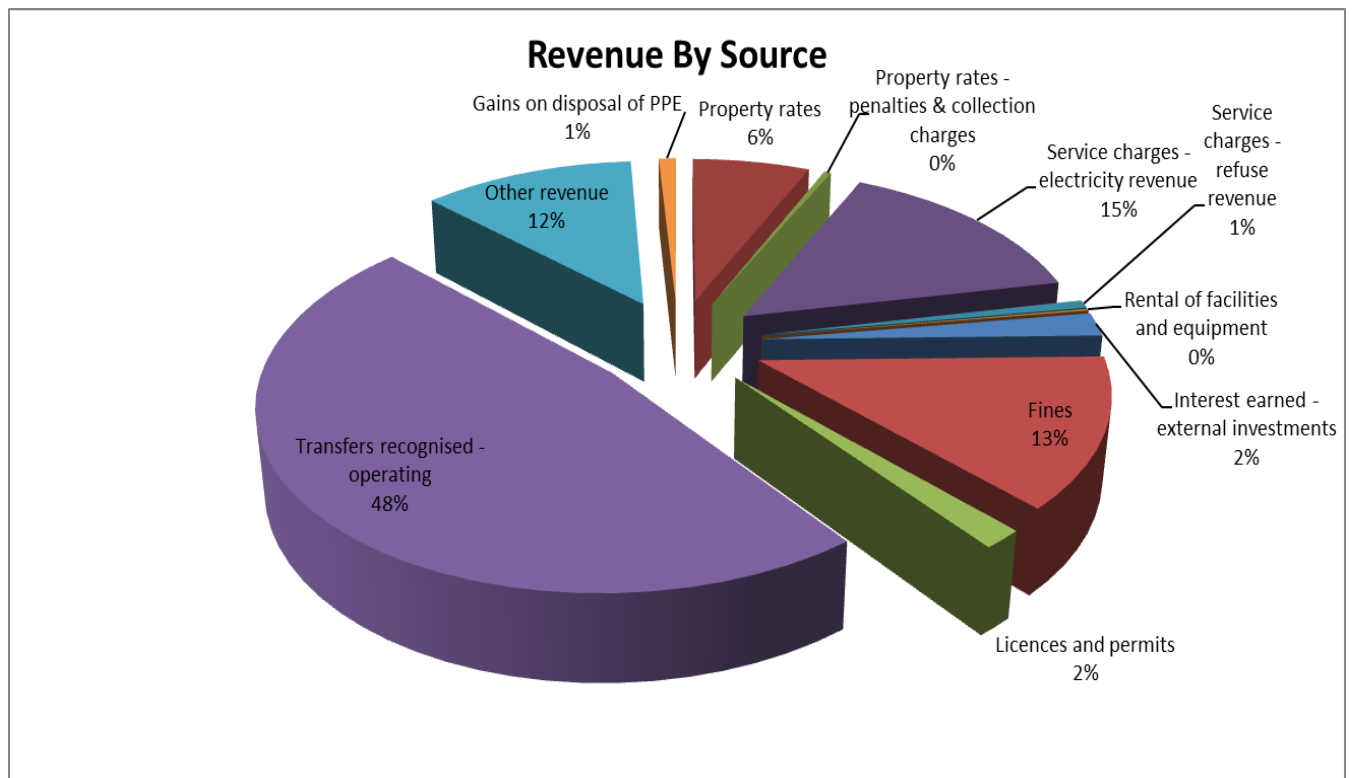


Figure 1 Main operational revenue categories for 2016/17 adjustments budget.

1.5 Operating Expenditure Framework

The Municipality's expenditure framework for the 2016/17 budget and MTREF is informed by the following:

- Balanced budget constrains (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- Strict adherence to the principle of *no project plans no budget*. If there is no business plan no funding allocation can be made.

The following table is high level summary of the 2016/17 budget and MTREF (classified per main type of operating expenditure)

Table 3 Summary of operating expenditure by standard classification item

KZN285 Mthonjaneni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2017/02/28

ZKN263 Mitlornjarem - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2017/02/20												
Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Expenditure By Type												
Employee related costs		42 317	-	-	-	-	-	16	16	42 332	44 856	47 547
Remuneration of councillors		6 107						802	802	6 910	6 474	6 862
Debt impairment		11 130						-	-	11 130	11 798	12 506
Depreciation & asset impairment		3 700	-	-	-	-	-	-	-	3 700	3 922	4 157
Finance charges		-						-	-	-	-	-
Bulk purchases		22 304	-	-	-	-	-	-	-	22 304	23 642	25 061
Other materials		10 131						314	314	10 446	10 739	11 383
Contracted services		3 073	-	-	-	-	-	2 158	2 158	5 231	5 768	6 114
Transfers and grants		1 189						(48)	(48)	1 140	1 260	1 335
Other expenditure		38 948	-	-	-	-	-	8 646	8 646	47 594	38 775	41 102
Loss on disposal of PPE									-	-		
Total Expenditure		138 900	-	-	-	-	-	11 887	11 887	150 787	147 234	156 068

The budgeted allocation for employee related costs for 2016/17 financial year totals R 42, 332m, which equals 28 per cent of the total operating expenditure.

The cost associated with the remuneration of councillors is determined by the minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the Municipality's budget.

Provision for depreciation has been informed by Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriation in this regard totals to R 3,7m for 2016/17 financial year and equals to 2 per cent of the total operating expenditure.

Other material comprises of amongst others the purchase of fuel and repairs for maintenance.

Contracted services have been identified as cost saving area for the Municipality. As part of the compilation of the 2016/17 MTREF this group of expenditure was critically evaluated and operational efficiencies were enforced.

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved.

The following table gives a breakdown of the main expenditure categories for the 2016/17 financial year.

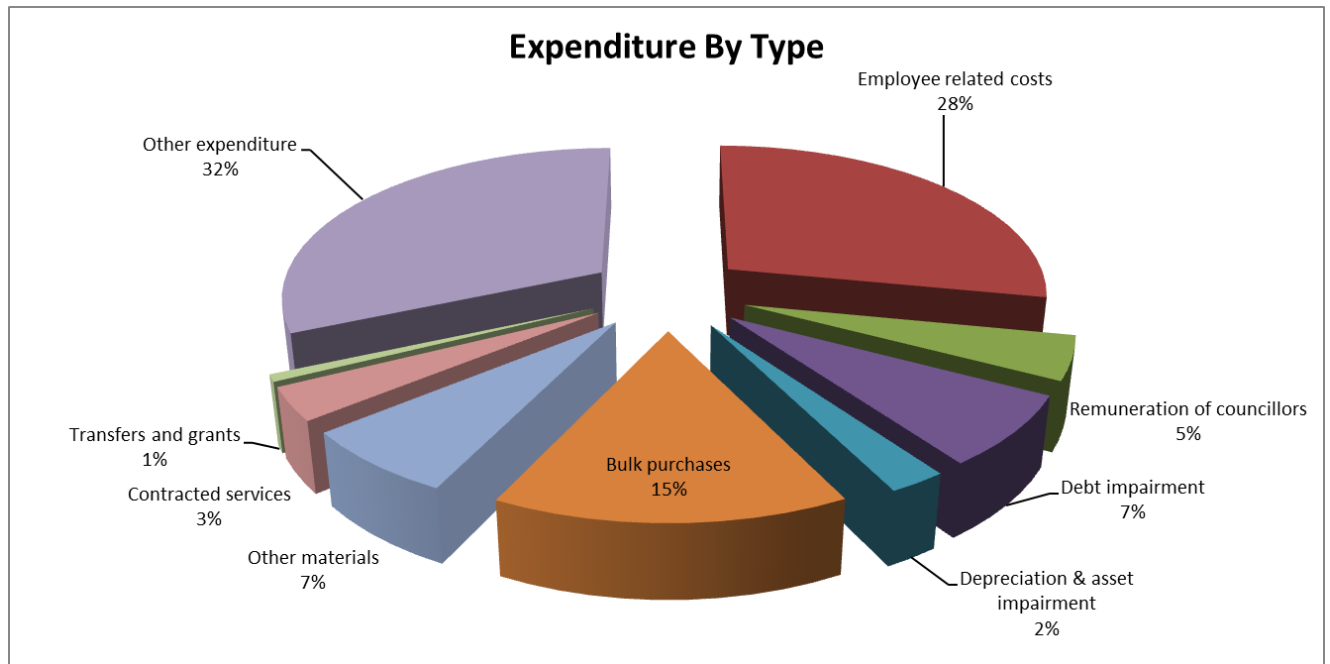


Figure 2 Main operational expenditure categories for the 2016/17 adjustments budget

Table 4 Operational repairs and maintenance

KZN285 Mthonjaneni - Supporting Table SB1 Supporting detail to 'Budgeted Financial Performance' - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted 6 A1	Accum. Funds 7 B	Multi-year capital 8 C	Unfore. Unavoid. 9 D	Nat. or Prov. Govt 10 E	Other Adjusts. 11 F	Total Adjusts. 12 G	Adjusted Budget 13 H	Adjusted Budget	Adjusted Budget
R thousands		A		B	C	D	E	F	G	H		
Repairs and Maintenance	14											
Employee related costs									-	-		
Other materials		10 131						(295)	(295)	9 836	10 426	10 806
Contracted Services									-	-		
Other Expenditure									-	-		
Total Repairs and Maintenance Expenditure	15	10 131	-	-	-	-	-	(295)	(295)	9 836	10 426	10 806

In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered as a direct expenditure driver but an outcome of certain other expenditure, such as remuneration, purchases of materials and contracted services. Mthonjaneni Local Municipality is aware of the Municipal Budget and Reporting Regulations which states that priority must be given to operational repairs and maintenance but because of its capacity and a small number of assets that the municipality owns the budgeted amount is reflected on the table above so small.

1.5.1 Free Basic Services

The free basic service assists households that are poor or face other circumstances that limit their ability to pay for services. To receive this service the households are required to register in terms of the Municipality's Indigent Policy. The qualification criterion in terms of the municipality's Indigent policy is that, the household joint gross income should not exceed two times the government old age pension grant.

1.6 Annual Budget Tables – Parent Municipality

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2016/17 budget and MTREF as recommended to be approved by the Council. Each table is accompanied by *explanatory notes* on the facing page.

Table 5 MBRR Table A1 – Budget Summary

KZN285 Mthonjaneni - Table B1 Adjustments Budget Summary - 2017/02/28

Description	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	9 901	–	–	–	–	–	562	562	10 462	12 964	13 742
Service charges	23 788	–	–	–	–	–	(445)	(445)	23 343	25 216	26 729
Investment revenue	3 146	–	–	–	–	–	–	–	3 146	3 335	3 535
Transfers recognised - operational	77 172	–	–	–	–	–	(5 321)	(5 321)	71 851	74 775	74 135
Other own revenue	24 918	–	–	–	–	–	17 066	17 066	41 984	28 296	29 927
Total Revenue (excluding capital transfers and contributions)	138 925	–	–	–	–	–	11 862	11 862	150 787	144 586	148 068
Employee costs	42 317	–	–	–	–	–	16	16	42 332	44 856	47 547
Remuneration of councillors	6 107	–	–	–	–	–	802	802	6 910	6 474	6 862
Depreciation & asset impairment	3 700	–	–	–	–	–	–	–	3 700	3 922	4 157
Finance charges	–	–	–	–	–	–	–	–	–	–	–
Materials and bulk purchases	32 435	–	–	–	–	–	314	314	32 750	34 381	36 444
Transfers and grants	1 189	–	–	–	–	–	(48)	(48)	1 140	1 260	1 335
Other expenditure	53 152	–	–	–	–	–	10 804	10 804	63 956	56 341	59 722
Total Expenditure	138 900	–	–	–	–	–	11 887	11 887	150 787	147 234	156 068
Surplus/(Deficit)	25	–	–	–	–	–	(25)	(25)	0	(2 648)	(8 000)
Transfers recognised - capital	27 399	–	–	–	–	–	–	–	27 399	26 370	29 199
Contributions recognised - capital & contributed a	–	–	–	–	–	–	25 256	25 256	25 256	–	–
Surplus/(Deficit) after capital transfers & contributions	27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199
Capital expenditure & funds sources											
Capital expenditure	34 242	–	–	–	–	–	18 413	18 413	52 655	34 725	48 510
Transfers recognised - capital	27 399	–	–	–	–	–	–	–	27 399	26 370	29 199
Public contributions & donations	–	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–	–
Internally generated funds	6 843	–	–	–	–	–	18 413	18 413	25 256	8 355	19 311
Total sources of capital funds	34 242	–	–	–	–	–	18 413	18 413	52 655	34 725	48 510
Financial position											
Total current assets	98 072	–	–	–	–	–	(21 511)	(21 511)	76 561	94 324	90 350
Total non current assets	195 458	–	–	–	–	–	–	–	195 458	230 193	267 010
Total current liabilities	25 643	–	–	–	–	–	–	–	25 643	27 182	28 813
Total non current liabilities	2 746	–	–	–	–	–	–	–	2 746	2 911	3 086
Community wealth/Equity	265 140	–	–	–	–	–	(21 511)	(21 511)	243 630	294 423	325 462
Cash flows											
Net cash from (used) operating	27 424	–	–	–	–	–	247	247	27 671	29 069	30 813
Net cash from (used) investing	(34 242)	–	–	–	–	–	(15 833)	(15 833)	(50 075)	(36 296)	(38 474)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	35 652	–	–	–	–	–	(15 586)	(15 586)	20 066	12 839	5 178
Cash backing/surplus reconciliation											
Cash and investments available	55 500	–	–	–	–	–	(21 511)	(21 511)	33 989	58 830	62 360
Application of cash and investments	(39 875)	–	–	–	–	–	20 421	20 421	(19 453)	(30 186)	(22 932)
Balance - surplus (shortfall)	95 375	–	–	–	–	–	(41 932)	(41 932)	53 443	89 016	85 292
Asset Management											
Asset register summary (WDV)	260 230	–	–	–	–	–	21 350	21 350	281 580	275 535	291 759
Depreciation & asset impairment	3 700	–	–	–	–	–	–	–	3 700	3 922	4 157
Renewal of Existing Assets	31 022	–	–	–	–	–	(31 022)	(31 022)	–	–	–
Repairs and Maintenance	10 131	–	–	–	–	–	(270)	(270)	9 862	10 128	10 736

Explanatory notes to MBRR Table B1 – Budget Summary

1. Table B1 is a budget summary and provides a concise overview of the Municipality's budget from all of the major financial perspective (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic services delivery backlogs.
3. Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. the operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b. Capital expenditure is balanced by capital funding sources.

Table 6 MBRR Table B2 – Budgeted Financial Performance (revenue and expenditure by standard classification)

KZN285 Mthonjaneni - Table B2 Adjustments Budget Financial Performance (standard classification) - 2017/02/28

Standard Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Standard												
<i>Governance and administration</i>		90 799	-	-	-	-	-	33 510	33 510	124 309	91 953	93 841
Executive and council		7 286	-	-	-	-	-	(971)	(971)	6 315	3 424	-
Budget and treasury office		83 513	-	-	-	-	-	34 475	34 475	117 988	88 524	93 835
Corporate services		-	-	-	-	-	-	6	6	6	6	6
<i>Community and public safety</i>		1 821	-	-	-	-	-	(1 047)	(1 047)	775	738	738
Community and social services		1 821	-	-	-	-	-	(1 047)	(1 047)	775	738	738
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		41 415	-	-	-	-	-	4 654	4 654	46 069	44 037	46 407
Planning and development		-	-	-	-	-	-	4 654	4 654	4 654	1 892	2 005
Road transport		41 415	-	-	-	-	-	-	-	41 415	42 145	44 401
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		32 290	-	-	-	-	-	-	-	32 290	34 227	36 281
Electricity		31 202	-	-	-	-	-	-	-	31 202	33 074	35 059
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1 088	-	-	-	-	-	-	-	1 088	1 153	1 222
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	166 325	-	-	-	-	-	37 117	37 117	203 442	170 956	177 267
Expenditure - Standard												
<i>Governance and administration</i>		67 079	-	-	-	-	-	9 550	9 550	76 629	71 104	75 370
Executive and council		22 659	-	-	-	-	-	4 378	4 378	27 037	24 019	25 460
Budget and treasury office		27 526	-	-	-	-	-	1 153	1 153	28 680	29 178	30 929
Corporate services		16 893	-	-	-	-	-	4 018	4 018	20 912	17 907	18 982
<i>Community and public safety</i>		27 047	-	-	-	-	-	(21 755)	(21 755)	5 291	5 609	5 945
Community and social services		22 732	-	-	-	-	-	(21 755)	(21 755)	976	1 035	1 097
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		4 315	-	-	-	-	-	-	-	4 315	4 574	4 848
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		16 633	-	-	-	-	-	21 842	21 842	38 474	40 691	43 133
Planning and development		-	-	-	-	-	-	22 935	22 935	22 935	23 061	24 444
Road transport		16 633	-	-	-	-	-	(1 093)	(1 093)	15 540	17 630	18 688
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		28 141	-	-	-	-	-	2 250	2 250	30 391	29 830	31 620
Electricity		26 259	-	-	-	-	-	2 180	2 180	28 439	27 835	29 505
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1 882	-	-	-	-	-	70	70	1 952	1 995	2 115
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	138 900	-	-	-	-	-	11 887	11 887	150 786	147 234	156 068
Surplus/ (Deficit) for the year		27 426	-	-	-	-	-	25 230	25 230	52 656	23 722	21 199

Explanatory notes to Table B2 – Budget Financial Performance (revenue and expenditure by standard classification)

1. Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of these functional areas which enables the National Treasury to compile 'whole of government' reports.
2. Note the Total Revenue on this table includes capital revenues (Transfers recognized – capital) and so does not balance to the operating revenue shown on Table A4.

Table 7: MBRR Table B3 – Budgeted Financial performance (revenue and expenditure by municipal vote)

KZN285 Mthonjaneni - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 2017/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		7 286	-	-	-	-	-	(971)	(971)	6 315	3 424	-
Vote 3 - Financial Services		83 513	-	-	-	-	-	34 475	34 475	117 988	88 524	93 835
Vote 4 - Corporate and Community Services		37	-	-	-	-	-	744	744	780	744	744
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Health		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Protection Services		22 516	-	-	-	-	-	-	-	22 516	23 867	25 299
Vote 8 - Technical Services		20 684	-	-	-	-	-	2 869	2 869	23 553	20 170	21 107
Vote 9 - Refuse Removal		1 088	-	-	-	-	-	-	-	1 088	1 153	1 222
Vote 10 - Electricity		31 202	-	-	-	-	-	-	-	31 202	33 074	35 059
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	166 325	-	-	-	-	-	37 117	37 117	203 442	170 956	177 267
Expenditure by Vote	1											
Vote 1 - Council		8 272	-	-	-	-	-	3 493	3 493	11 766	8 769	9 295
Vote 2 - Municipal Manager		14 387	-	-	-	-	-	885	885	15 272	15 250	16 165
Vote 3 - Financial Services		27 526	-	-	-	-	-	1 153	1 153	28 680	29 178	30 929
Vote 4 - Corporate and Community Services		17 870	-	-	-	-	-	4 018	4 018	21 888	18 942	20 079
Vote 5 - Public Safety		4 315	-	-	-	-	-	-	-	4 315	4 574	4 848
Vote 6 - Public Health		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Protection Services		11 393	-	-	-	-	-	197	197	11 590	12 076	12 801
Vote 8 - Technical Services		26 995	-	-	-	-	-	(110)	(110)	26 885	28 615	30 332
Vote 9 - Refuse Removal		1 882	-	-	-	-	-	70	70	1 952	1 995	2 115
Vote 10 - Electricity		26 259	-	-	-	-	-	2 180	2 180	28 439	27 835	29 505
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	138 900	-	-	-	-	-	11 887	11 887	150 786	147 234	156 068
Surplus/ (Deficit) for the year	2	27 426	-	-	-	-	-	25 230	25 230	52 656	23 722	21 199

Explanatory notes to MBRR Table B3 – Budgeted Financial Performance (revenue and expenditure per municipal vote)

1. Table B3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote.

Table 8: MBRR Table B4 – Budgeted Financial Performance (revenue and expenditure)

KZN285 Mthonjaneni - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	9 321	–	–	–	–	–	562	562	9 882	12 350	13 091
Property rates - penalties & collection charges		580							–	580	615	652
Service charges - electricity revenue	2	22 702	–	–	–	–	–	(445)	(445)	22 257	24 064	25 508
Service charges - water revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse revenue	2	1 086	–	–	–	–	–	–	–	1 086	1 151	1 221
Service charges - other		–							–	–	–	–
Rental of facilities and equipment		507						(271)	(271)	235	537	569
Interest earned - external investments		3 146						–	–	3 146	3 335	3 535
Interest earned - outstanding debtors		–						–	–	–	–	–
Dividends received		–						–	–	–	–	–
Fines		20 000						3	3	20 003	21 200	22 472
Licences and permits		2 516						–	–	2 516	2 667	2 827
Agency services		–						–	–	–	–	–
Transfers recognised - operating		77 172						(5 321)	(5 321)	71 851	74 775	74 135
Other revenue	2	1 287	–	–	–	–	–	16 505	16 505	17 792	3 247	3 375
Gains on disposal of PPE		608						830	830	1 438	644	683
Total Revenue (excluding capital transfers and contributions)		138 925	–	–	–	–	–	11 862	11 862	150 787	144 586	148 068
Expenditure By Type												
Employee related costs		42 317	–	–	–	–	–	16	16	42 332	44 856	47 547
Remuneration of councillors		6 107						802	802	6 910	6 474	6 862
Debt impairment		11 130						–	–	11 130	11 798	12 506
Depreciation & asset impairment		3 700	–	–	–	–	–	–	–	3 700	3 922	4 157
Finance charges		–						–	–	–	–	–
Bulk purchases		22 304	–	–	–	–	–	–	–	22 304	23 642	25 061
Other materials		10 131						314	314	10 446	10 739	11 383
Contracted services		3 073	–	–	–	–	–	2 158	2 158	5 231	5 768	6 114
Transfers and grants		1 189						(48)	(48)	1 140	1 260	1 335
Other expenditure		38 948	–	–	–	–	–	8 646	8 646	47 594	38 775	41 102
Loss on disposal of PPE		–						–	–	–	–	–
Total Expenditure		138 900	–	–	–	–	–	11 887	11 887	150 787	147 234	156 068
Surplus/(Deficit)		25	–	–	–	–	–	(25)	(25)	0	(2 648)	(8 000)
Transfers recognised - capital		27 399						–	–	27 399	26 370	29 199
Contributions recognised - capital		–						25 256	25 256	25 256	–	–
Contributed assets		–						–	–	–	–	–
Surplus/(Deficit) before taxation		27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199
Taxation		–						–	–	–	–	–
Surplus/(Deficit) after taxation		27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199
Attributable to minorities		–						–	–	–	–	–
Surplus/(Deficit) attributable to municipality		27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199
Share of surplus/ (deficit) of associate		–						–	–	–	–	–
Surplus/ (Deficit) for the year		27 424	–	–	–	–	–	25 231	25 231	52 655	23 722	21 199

Explanatory notes to Table B4 – Budgeted Financial Performance (revenue and expenditure)

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from operating statement, as inclusions of these revenue sources would distort the calculation of the operating surplus/deficit.

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. Interest comprises of; interest on primary bank account as well as interest earned from call investment accounts.

The decrease from Transfers recognized – operating was informed by the government gazette no. 40035 dated 2 June 2016 that talks about Equitable share transfers to pre – election

municipalities in terms of section 38 (2) of the Division of Revenue Act, 2016 (including proportionate adjustments for post – election municipalities) due to the demarcation process. It should be also noted that the total revenue (excluding capital transfers and contributions) increased from R 138,925m to R 150, 787m to fund the additional expenditure that occurred during the adjustments budget and also to fund unauthorized expenditure in some other line items from various municipal votes. The additional funds will be taken from the municipality's accumulated cash – backed reserves not committed for any other purposes.

The budgeted allocation for employee related costs for 2016/17 financial year totals R 42, 332m, which equals 28 per cent of the total operating expenditure.

The cost associated with the remuneration of councillors is determined by the minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the Municipality's budget.

Provision for depreciation has been informed by Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriation in this regard totals to R 3,7m for 2016/17 financial year and equals to 2 per cent of the total operating expenditure.

Other material comprises of amongst others the purchase of fuel and repairs for maintenance.

Contracted services have been identified as cost saving area for the Municipality. As part of the compilation of the 2016/17 MTREF this group of expenditure was critically evaluated and operational efficiencies were enforced.

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved.

Table 9: MBRR Table B5 – Budgeted Capital Expenditure by vote, standard classification and funding sources

KZN285 Mthonjaneni - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted 5 A1	Accum. Funds 6 B	Multi-year capital 7 C	Unfore. Unavoid. 8 D	Nat. or Prov. Govt 9 E	Other Adjusts. 10 F	Total Adjusts. 11 G	Adjusted Budget 12 H	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		960	-	-	-	-	-	6 600	6 600	7 560	3 050	-
Vote 2 - Municipal Manager		22	-	-	-	-	-	405	405	427	-	-
Vote 3 - Financial Services		61	-	-	-	-	-	(10)	(10)	51	-	-
Vote 4 - Corporate and Community Services		163	-	-	-	-	-	-	-	163	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Health		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Protection Services		197	-	-	-	-	-	-	-	197	-	-
Vote 8 - Technical Services		22 339	-	-	-	-	-	18	18	22 357	21 783	22 817
Vote 9 - Refuse Removal		1 700	-	-	-	-	-	(600)	(600)	1 100	1 892	15 693
Vote 10 - Electricity		8 800	-	-	-	-	-	12 000	12 000	20 800	8 000	10 000
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	34 242	-	-	-	-	-	18 413	18 413	52 655	34 725	48 510
Single-year expenditure to be adjusted	2											
Vote 1 - Council		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate and Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Public Health		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Protection Services		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Technical Services		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - Refuse Removal		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Electricity		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
#REF!		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		34 242	-	-	-	-	-	18 413	18 413	52 655	34 725	48 510
Capital Expenditure - Standard												
Governance and administration		1 206	-	-	-	-	-	6 995	6 995	8 201	3 050	-
Executive and council		982	-	-	-	-	-	7 005	7 005	7 987	3 050	-
Budget and treasury office		61	-	-	-	-	-	(10)	(10)	51	-	-
Corporate services		163	-	-	-	-	-	-	-	163	-	-
Community and public safety		3 220	-	-	-	-	-	(3 023)	(3 023)	197	3 413	3 618
Community and social services		3 220	-	-	-	-	-	(3 220)	(3 220)	-	3 413	3 618
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	197	197	197	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		19 316	-	-	-	-	-	3 041	3 041	22 357	18 370	19 199
Planning and development		-	-	-	-	-	-	3 238	3 238	3 238	-	-
Road transport		19 316	-	-	-	-	-	(197)	(197)	19 119	18 370	19 199
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		10 500	-	-	-	-	-	11 400	11 400	21 900	9 892	25 693
Electricity		8 800	-	-	-	-	-	12 000	12 000	20 800	8 000	10 000
Water		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		1 700	-	-	-	-	-	(600)	(600)	1 100	1 892	15 693
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	34 242	-	-	-	-	-	18 413	18 413	52 655	34 725	48 510

Explanatory notes to Table B5 – Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital programs in relation to capital expenditure by municipal vote (multi – year and single – year appropriations); capital expenditure by standard classification; and funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
2. Mthonjaneni Municipality has increased it's capital budget to spend R 52,665m on capital expenditure for 2016/17 in order to address backlogs of electricity in some other ward that are within the jurisdiction of Mthonjaneni Local Municipality
3. The capital programs of Mthonjaneni Municipality is funded from national & provincial grants and subsidies and from accumulated cash backed reserves that are not committed for any other purposes.

Table 10: MBRR Table A6 – Budgeted Financial Position

KZN285 Mthonjaneni - Table B6 Adjustments Budget Financial Position - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		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												
ASSETS												
Current assets												
Cash		30 000							-	30 000	31 800	33 708
Call investment deposits	1	25 500	-	-	-	-	-	(21 511)	(21 511)	3 989	27 030	28 652
Consumer debtors	1	21 168	-	-	-	-	-	-	-	21 168	12 805	3 941
Other debtors		21 068							-	21 068	22 332	23 671
Current portion of long-term receivables									-	-	-	-
Inventory		336							-	336	357	378
Total current assets		98 072	-	-	-	-	-	(21 511)	(21 511)	76 561	94 324	90 350
Non current assets												
Long-term receivables									-	-		
Investments									-	-		
Investment property		2 510							-	2 510	2 660	2 820
Investment in Associate									-	-		
Property, plant and equipment	1	187 715	-	-	-	-	-	-	-	187 715	222 293	258 945
Agricultural									-	-		
Biological		5 136							-	5 136	5 136	5 136
Intangible		98							-	98	103	110
Other non-current assets									-	-		
Total non current assets		195 458	-	-	-	-	-	-	-	195 458	230 193	267 010
TOTAL ASSETS		293 530	-	-	-	-	-	(21 511)	(21 511)	272 019	324 516	357 361
LIABILITIES												
Current liabilities												
Bank overdraft									-	-		
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Consumer deposits		1 216							-	1 216	1 289	1 366
Trade and other payables		2 804	-	-	-	-	-	-	-	2 804	2 972	3 150
Provisions		21 624							-	21 624	22 921	24 297
Total current liabilities		25 643	-	-	-	-	-	-	-	25 643	27 182	28 813
Non current liabilities												
Borrowing	1	-	-	-	-	-	-	-	-	-	-	-
Provisions	1	2 746		-	-	-	-	-	-	2 746	2 911	3 086
Total non current liabilities		2 746	-	-	-	-	-	-	-	2 746	2 911	3 086
TOTAL LIABILITIES		28 390	-	-	-	-	-	-	-	28 390	30 093	31 899
NET ASSETS	2	265 140	-	-	-	-	-	(21 511)	(21 511)	243 630	294 423	325 462
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		-	-	-	-	-	-	-	-	-	-	-
Reserves		-	-	-	-	-	-	-	-	-	-	-
Minorities' interests		265 140						(21 511)	(21 511)	243 630	294 423	325 462
TOTAL COMMUNITY WEALTH/EQUITY		265 140	-	-	-	-	-	(21 511)	(21 511)	243 630	294 423	325 462

Explanatory notes to Table A6 – Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councillors and management of the impact of the budget on the statement of financial position (balance sheet)
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets ready converted to cash, or liabilities immediately required to be met from cash, appear first.
3. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.
4. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budget Financial Position.

Table 11: MBRR Table A7 – Budgeted Cash Flow Statement

KZN285 Mthonjaneni - Table B7 Adjustments Budget Cash Flows - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		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 FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges		9 901						(2 776)	(2 776)	7 125	10 495	11 124
Service charges		23 788						(1 831)	(1 831)	21 957	25 216	26 729
Other revenue		24 918						(14 818)	(14 818)	10 100	26 413	27 998
Government - operating	1	77 172						(5 321)	(5 321)	71 851	81 802	86 710
Government - capital	1	27 399						–	–	27 399	29 043	30 786
Interest		3 146						(1 940)	(1 940)	1 206	3 335	3 535
Dividends		–						–	–	–	–	–
Payments												
Suppliers and employees		(126 581)						15 914	15 914	(110 667)	(134 176)	(142 226)
Finance charges		(11 130)						11 130	11 130	–	(11 798)	(12 506)
Transfers and Grants	1	(1 189)						(111)	(111)	(1 300)	(1 260)	(1 336)
NET CASH FROM/(USED) OPERATING ACTIVITIES		27 424	–	–	–	–	–	247	247	27 671	29 069	30 813
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE								2 230	2 230	2 230	–	–
Decrease (increase) in non-current debtors								–	–	–	–	–
Decrease (increase) other non-current receivables								–	–	–	–	–
Decrease (increase) in non-current investments								–	–	–	–	–
Payments												
Capital assets		(34 242)						(18 063)	(18 063)	(52 305)	(36 296)	(38 474)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(34 242)	–	–	–	–	–	(15 833)	(15 833)	(50 075)	(36 296)	(38 474)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans								–	–	–	–	–
Borrowing long term/refinancing								–	–	–	–	–
Increase (decrease) in consumer deposits								–	–	–	–	–
Payments												
Repayment of borrowing								–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD		(6 818)	–	–	–	–	–	(15 586)	(15 586)	(22 404)	(7 227)	(7 661)
Cash/cash equivalents at the year begin:	2	42 470						–	–	42 470	20 066	12 839
Cash/cash equivalents at the year end:	2	35 652						(15 586)	(15 586)	20 066	12 839	5 178

Table 12: MBRR Table A8 – Cash Backed Reserves/Accumulated Surplus Reconciliation

KZN285 Mthonjaneni - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		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												
Cash and investments available												
Cash/cash equivalents at the year end	1	35 652	–	–	–	–	–	(15 586)	(15 586)	20 066	12 839	5 178
Other current investments > 90 days		19 848	–	–	–	–	–	(5 925)	(5 925)	13 923	45 991	57 181
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		55 500	–	–	–	–	–	(21 511)	(21 511)	33 989	58 830	62 360
Applications of cash and investments												
Unspent conditional transfers		–	–	–	–	–	–	–	–	–	–	–
Unspent borrowing												
Statutory requirements												
Other working capital requirements	2	(39 875)	–	–	–	–	–	20 421	20 421	(19 453)	(30 186)	(22 932)
Other provisions												
Long term investments committed		–	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments		–	–	–	–	–	–	–	–	–	–	–
Total Application of cash and investments:		(39 875)	–	–	–	–	–	20 421	20 421	(19 453)	(30 186)	(22 932)
Surplus(shortfall)		95 375	–	–	–	–	–	(41 932)	(41 932)	53 443	89 016	85 292

Explanatory notes to Table A7 – Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in – flow that is likely to result from the implementation of the budget.

Explanatory notes to Table A8 – Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.

Table 13: MBRR Table A9 – Asset Management

KZN285 Mthonjaneni - Table B9 Asset Management - 2017/02/28

Description	Ref	Budget Year 2016/17									Budget Year +1 2017/18	Budget Year +2 2018/19
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unavoid. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	34 242	-	-	-	-	-	18 413	18 413	52 655	39 114	41 334
Infrastructure - Road transport		18 899	-	-	-	-	-	335	335	19 234	20 033	21 235
Infrastructure - Electricity		8 800	-	-	-	-	-	12 000	12 000	20 800	9 328	9 888
Infrastructure - Water		-	-	-	-	-	-	1 900	1 900	1 900	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		27 699	-	-	-	-	-	14 235	14 235	41 934	29 361	31 123
Community		3 220	-	-	-	-	-	(3 220)	(3 220)	-	7 413	7 858
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	3 323	-	-	-	-	-	7 398	7 398	10 721	2 340	2 353
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	31 022	-	-	-	-	-	(31 022)	(31 022)	-	-	-
Infrastructure - Road transport		18 899	-	-	-	-	-	(18 899)	(18 899)	-	-	-
Infrastructure - Electricity		8 800	-	-	-	-	-	(8 800)	(8 800)	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		27 699	-	-	-	-	-	(27 699)	(27 699)	-	-	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	3 323	-	-	-	-	-	(3 323)	(3 323)	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	37 798	-	-	-	-	-	(18 564)	(18 564)	19 234	20 033	21 235
Infrastructure - Road transport		17 600	-	-	-	-	-	3 200	3 200	20 800	9 328	9 888
Infrastructure - Electricity		-	-	-	-	-	-	1 900	1 900	1 900	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		55 398	-	-	-	-	-	(13 464)	(13 464)	41 934	29 361	31 123
Community		3 220	-	-	-	-	-	(3 220)	(3 220)	-	7 413	7 858
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	6 645	-	-	-	-	-	4 075	4 075	10 721	2 340	2 353
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	2	65 263	-	-	-	-	-	(12 609)	(12 609)	52 655	39 114	41 334
ASSET REGISTER SUMMARY - PPE (WDV)	5											
Infrastructure - Road transport		72 123	-	-	-	-	-	1 200	1 200	73 323	76 450	81 037
Infrastructure - Electricity		69 160	-	-	-	-	-	12 000	12 000	81 160	73 310	77 708
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		109 284	-	-	-	-	-	7 600	7 600	116 884	115 841	122 792
Infrastructure		250 567	-	-	-	-	-	20 800	20 800	271 367	265 601	281 537
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		2 510	-	-	-	-	-	-	-	2 510	2 660	2 820
Other assets		1 920	-	-	-	-	-	550	550	2 470	2 035	2 157
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		5 136	-	-	-	-	-	-	-	5 136	5 136	5 136
Intangibles		98	-	-	-	-	-	-	-	98	103	110
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	260 230	-	-	-	-	-	21 350	21 350	281 580	275 535	291 759
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		3 700	-	-	-	-	-	-	-	3 700	3 922	4 157
Repairs and Maintenance by asset class	3	10 131	-	-	-	-	-	(270)	(270)	9 862	10 128	10 736
Infrastructure - Road transport		5 000	-	-	-	-	-	(1 220)	(1 220)	3 780	5 300	5 618
Infrastructure - Electricity		-	-	-	-	-	-	840	840	840	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		500	-	-	-	-	-	-	-	500	-	-
Infrastructure		5 500	-	-	-	-	-	(380)	(380)	5 120	5 300	5 618
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets	6	4 631	-	-	-	-	-	110	110	4 742	4 828	5 118
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		13 831	-	-	-	-	-	(270)	(270)	13 562	14 050	14 893

Table 14: MBRR Table A10 – Basic service delivery measurement

KZN283 Ntambanana - Table B10 Basic service delivery measurement -

Description	Budget Year 2015/16									Budget Year +1 2016/17	Budget Year +2 2017/18
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets											
Water:											
Piped water inside dwelling	836							-	1	894	957
Piped water inside yard (but not in dwelling)	2 825							-	3	3 023	3 234
Using public tap (at least min.service level)	4 237							-	4	4 534	4 851
Other water supply (at least min.service level)	1 824							-	2	2	2
<i>Minimum Service Level and Above sub-total</i>	10	-	-	-	-	-	-	-	10	10	11
Using public tap (< min.service level)	1 153							-	1	1 234	1 321
Other water supply (< min.service level)	530							-	1	567	606
No water supply	5 002							-	5	5 352	5 727
<i>Below Minimum Service Level sub-total</i>	7	-	-	-	-	-	-	-	7	7	8
Total number of households	16	-	-	-	-	-	-	-	16	18	19
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	424							-	424	453	485
Flush toilet (with septic tank)	377							-	377	403	431
Chemical toilet	612							-	612	655	701
Pit toilet (ventilated)	6 026							-	6 026	6 448	6 899
Other toilet provisions (> min.service level)	269							-	269	287	307
<i>Minimum Service Level and Above sub-total</i>	7 708	-	-	-	-	-	-	-	7 708	8 246	8 823
Bucket toilet	447							-	447	479	512
Other toilet provisions (< min.service level)	3 908							-	3 908	4 181	4 474
No toilet provisions	4 345							-	4 345	4 650	4 975
<i>Below Minimum Service Level sub-total</i>	8 700	-	-	-	-	-	-	-	8 700	9 310	9 961
Total number of households	16 408	-	-	-	-	-	-	-	16 408	17 556	18 784
Energy:											
Electricity (at least min. service level)	7 161							-	7 161	7 664	8 200
Electricity - prepaid (> min.service level)								-			
<i>Minimum Service Level and Above sub-total</i>	7 161	-	-	-	-	-	-	-	7 161	7 664	8 200
Electricity (< min.service level)								-			
Electricity - prepaid (< min. service level)								-			
Other energy sources	9 246							-	9 246	9 893	10 586
<i>Below Minimum Service Level sub-total</i>	9 246	-	-	-	-	-	-	-	9 246	9 893	10 586
Total number of households	16 407	-	-	-	-	-	-	-	16 407	17 557	18 786
Refuse:											
Removed at least once a week (min.service)								-			
<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week	846							-	846	906	969
Using communal refuse dump	290							-	290	310	332
Using own refuse dump	13 115							-	13 115	14 033	15 015
Other rubbish disposal	332							-	332	355	380
No rubbish disposal	1 824							-	1 824	1 952	2 087
<i>Below Minimum Service Level sub-total</i>	16 407	-	-	-	-	-	-	-	16 407	17 556	18 783
Total number of households	16 407	-	-	-	-	-	-	-	16 407	17 556	18 783
Households receiving Free Basic Service											
Water (6 kilolitres per household per month)								-	-		
Sanitation (free minimum level service)								-	-		
Electricity/other energy (50kwh per household per month)	2 142							-	2 142	2 292	2 453
Refuse (removed at least once a week)								-	-		
Cost of Free Basic Services provided (R'000)											
Water (6 kilolitres per household per month)	-							-	-	-	-
Sanitation (free sanitation service)	-							-	-	-	-
Electricity/other energy (50kwh per household per month)	1 067							-	1 067	1 141	1 221
Refuse (removed once a week)	-							-	-	-	-
Total cost of FBS provided (minimum social p	1 067	-	-	-	-	-	-	-	1 067	1 141	1 221

Part 2 – Supporting Documentation

Table 15: Adjustments to Expenditure on allocations and grant programmes

KZN285 Mthonjaneni - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 2017/02/28

Description	Ref	Budget Year 2016/17							Budget Year	Budget Year
		Original	Prior	Multi-year	Nat. or Prov.	Other	Total	Adjusted	+1 2017/18	+2 2018/19
		Budget	Adjusted	capital	Govt	Adjusts.	Adjusts.	Budget	Adjusted	Adjusted
R thousands		A	A1	B	C	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		76 022	-	-	-	(4 909)	(4 909)	71 113	74 037	73 397
Local Government Equitable Share		63 837				(3 938)	(3 938)	59 899	67 763	70 547
Finance Management		2 738				-	-	2 738	2 850	2 850
Municipal Systems Improvement		-				-	-	-	-	-
EPWP Incentive		2 161				-	-	2 161	-	-
Demarcation Transition Grant		7 286				(971)	(971)	6 315	3 424	-
Provincial Government:		738	-	-	-	-	-	738	738	738
Community libraries Service grant		179				-	-	179	179	179
Provincialisation of Libraries		559				-	-	559	559	559
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		562	-	-	-	(562)	(562)	-	-	-
GOGTA		562				(562)	(562)	-		
Total operating expenditure of Transfers and Grants:		77 322	-	-	-	(5 471)	(5 471)	71 851	74 775	74 135
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		27 399	-	-	-	-	-	27 399	26 370	29 199
Municipal Infrastructure Grant (MIG)		18 899					-	18 899	18 370	19 199
integrated national electrification grant (INEG)		8 500					-	8 500	8 000	10 000
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants <i>[insert description]</i>							-	-		
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>							-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>							-	-		
Total capital expenditure of Transfers and Grants		27 399	-	-	-	-	-	27 399	26 370	29 199
Total capital expenditure of Transfers and Grants		104 721	-	-	-	(5 471)	(5 471)	99 250	101 145	103 334

Table 16: Adjustments to councillor allowances and employee benefits

KZN285 Mthonjaneni - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 2017/02/28

Summary of remuneration	Ref	Budget Year 2016/17									% 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		3 733						267	267	4 000	7.1%
Pension and UIF Contributions		756						(156)	(156)	600	-20.6%
Medical Aid Contributions		100						(55)	(55)	44	-55.6%
Motor Vehicle Allowance		800						748	748	1 548	93.5%
Cellphone Allowance		718						(148)	(148)	570	
Housing Allowances		-						-	-	-	
Other benefits and allowances		-						147	147	147	
Sub Total - Councillors		6 107	-			-		802	802	6 910	13.1%
% increase			(0)							0	
Senior Managers of the Municipality											
Basic Salaries and Wages		3 634						-	-	3 634	0.0%
Pension and UIF Contributions		30						-	-	30	0.0%
Medical Aid Contributions								-	-	-	
Overtime								-	-	-	
Performance Bonus		1 059						-	-	1 059	
Motor Vehicle Allowance		705						-	-	705	0.0%
Cellphone Allowance								-	-	-	
Housing Allowances								-	-	-	
Other benefits and allowances		76						-	-	76	
Payments in lieu of leave								-	-	-	
Long service awards								-	-	-	
Post-retirement benefit obligations	5							-	-	-	
Sub Total - Senior Managers of Municipality		5 504	-	-		-		-	-	5 504	0.0%
% increase			(0)							-	
Other Municipal Staff											
Basic Salaries and Wages		23 815						-	-	23 815	0.0%
Pension and UIF Contributions		2 996						-	-	2 996	0.0%
Medical Aid Contributions		3 659						-	-	3 659	0.0%
Overtime		1 046						-	-	1 046	0.0%
Performance Bonus		1 802						-	-	1 802	
Motor Vehicle Allowance		1 901						-	-	1 901	0.0%
Cellphone Allowance								-	-	-	
Housing Allowances								-	-	-	
Other benefits and allowances		1 594						16	16	1 609	
Payments in lieu of leave								-	-	-	
Long service awards								-	-	-	
Post-retirement benefit obligations	5							-	-	-	
Sub Total - Other Municipal Staff		36 813	-	-	-	-	-	16	16	36 828	0.0%
% increase											
Total Parent Municipality		48 424	-	-	-	-	-	818	818	49 242	1.7%
TOTAL SALARY, ALLOWANCES & BENEFITS		48 424	-	-	-	-	-	818	818	49 242	1.7%
% increase											
TOTAL MANAGERS AND STAFF		42 317	-	-	-	-	-	16	16	42 332	0.0%