Ugu District Municipality

ADJUSTMENTS BUDGET 2015/2016

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Ugu District Municipality

VISION

"A place where everyone benefit equally from socio-economic opportunities and services"

MISSION

"Create an enabling environment for social and economic development resulting in the provision of quality drinking water and access to decent sanitation. Ensure community participation and coordinate public and private players."

MAYORS REPORT

FOR APPROVAL **2nd Level: COUNCIL (25 February 2016)**

SUBJECT: UGU DISTRICT MUNICIPALITY- ADJUSTMENTS BUDGET 2015/2016

DATE OF MEETING: 25 FEBRUARY 2016

PURPOSE

To present to the Council the Adjustments Budget 2015/2016 of the Ugu District Municipality.

ANNEXURES

Ugu District Municipality Adjustments Budget 2015-2016.

LEGISLATIVE PROVISIONS

Municipal Finance Management Act

BACKGROUND/RATIONALE

Section 28(1) of the Municipal Finance Management Act, No 56 of 2003 states that the municipality may revise an approved annual budget through an adjustments budget.

When the draft budget 2015/2016 was adopted by council in May 2015, the municipality had applied for the rollover grant funding from the budget year 2014/2015 that were not fully spent. These grant funds were not included in the budget year 2015/2016, pending the approvals by the National and provincial governments. These rollover applications were approved during the first half of the budget year 2015/2016.

The mid-term review process indicated that the municipality was overspending on the employee related costs, especially the overtime cost. There was also an indication that the municipality was under-spending on the capital budget. The municipality has adjusted it's annual budget 2015/2016, to provide for the following:

- to appropriated the additional revenues that have become available;
- to provide for the increase in the employee related costs; and
- to move funds from the slow moving projects to the fast moving projects.

IMPLICATIONS FINANCIAL – To adjust the annual budgets and avoid an unauthorised expenditure at the end of the year.

LEGAL – Compliance with Section 28 of the MFMA

MEDIA/COMMUNICATION – Once adopted, the approved Adjustments Budget will be published on the website.

RECOMMENDATION

IT IS RECOMMENDED THAT:

1 That the Adjustments Budget of Ugu District Municipality for the financial year 2015/2016 be **APPROVED**, as set out in the following schedules:

- Table B1 – Adjustments Budget Summary
- Table B2 – Adjustments Budget Financial Performance (standard classification)
- Table B3 – Adjustment Budget Financial Performance (revenue & expenditure by Municipal vote)
- Table B4 – Adjustments Budget Financial Performance (revenue & expenditure)
- Table B5 – Capital Budget by vote and funding
- Table B6 – Adjustment Budget Financial Position
- Table B7 – Adjustments Budget Cash Flow
- Table B8 – Cash backed reserves/accumulated surplus reconciliation
- Table B9 – Asset Management
- Table B10 – Basic Service Delivery measurement
- Other Supporting Tables (Table SB1-SB20)

DATE: 25/02/2016

EXECUTIVE SUMMARY REPORT

1. BACKGROUND

The Annual Budget 2015/2016 was adopted by Council on the 28th May 2015 in accordance with Chapter 4 of the Municipal Finance Management Act and its regulations. Management had taken the following into consideration on compilation of the annual budget:

- The Integrated Development Plan of the municipality as reviewed for the next 5 year period.
- The National and Provincial Developmental Priorities and the municipality's contribution to the achievements of national targets.
- The Financial Recovery Plan and Back to Basics strategy adopted in May 2013.
- The adopted Budget Related policies and by-laws of the municipality.
- The allocations and conditions in the Division of Revenue Act of 2015.

2. IMPLEMENTATION OF THE 2015/2016 BUDGET

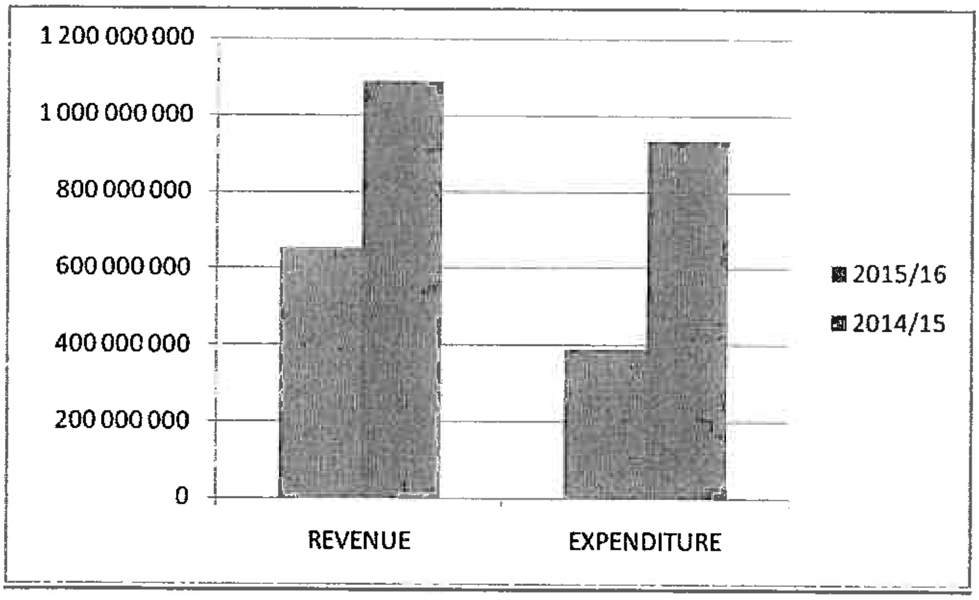
The financial results of all operations for the 6 months period are summarised on the S71 report which has been incorporated into this report.

The expenditure incurred in the first half of the financial year has been in line with the adopted budget. No unauthorised expenditure has been incurred by the municipality during the first half of the current financial year. All deviations from the normal supply chain processes have been approved by the Accounting Officer. There has been a drastic decrease from irregular expenditure incurred in the first half of the current financial year compared to the same period in the last financial year. Monthly reports have been submitted to the Portfolio Committee and Exco. In line with the adopted procedure on dealing with Unauthorised, Irregular, Fruitless and Wasteful expenditure, the register of UIFW expenditure is submitted monthly to Internal Audit for investigation in terms of S32 of the MFMA. The provisions of the MFMA have been considered in as far as they apply in the implementation of the Annual Budget.

3. FINANCIAL PERFORMANCE OVERVIEW

3.1. REVENUE vs. EXPENDITURE

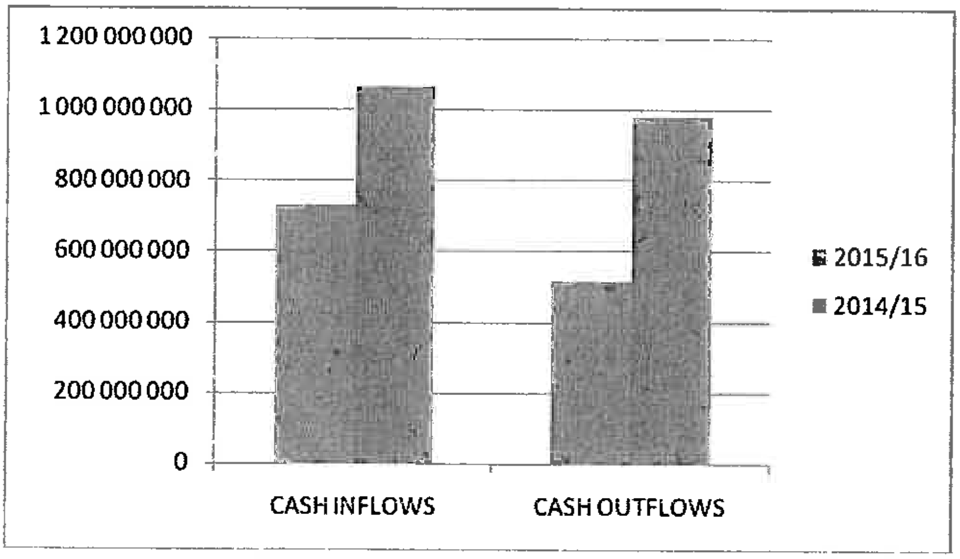
	2011/12	2012/13	2013/14	2014/15	2015/16
REVENUE	930 339 849	905 557 445	1 026 204 412	1 086 133 203	652 168 488
EXPENDITURE	771 183 570	677 033 260	765 610 667	931 178 321	389 105 906
SURPLUS / DEFICIT	**159 156 279**	**228 524 185**	**260 593 745**	**154 954 882**	**263 062 588**



The municipality has maintained an operating surplus over the past 3 years and for the first half of the current financial year. However, the performance in the first 6 months has been an increase in revenue and expenditure compared to the same period in the previous financial year. This is due to the current meter audit and meter reading projects. Expenditure has been contained to below the budget estimates for the first 6 months resulting in the operating surplus.

3.2. CASH FLOWS

	2011/12	2012/13	2013/14	2014/15	2015/16
CASH INFLOWS	878 544 534	889 245 896	963 981 030	1 061 774 788	729 037 848
CASH OUTFLOWS	865 618 787	871 827 821	870 242 479	978 976 243	515 163 836
SURPLUS/ (SHORTFALL)	**12 925 747**	**17 418 075**	**93 738 551**	**82 798 545**	**213 874 012**

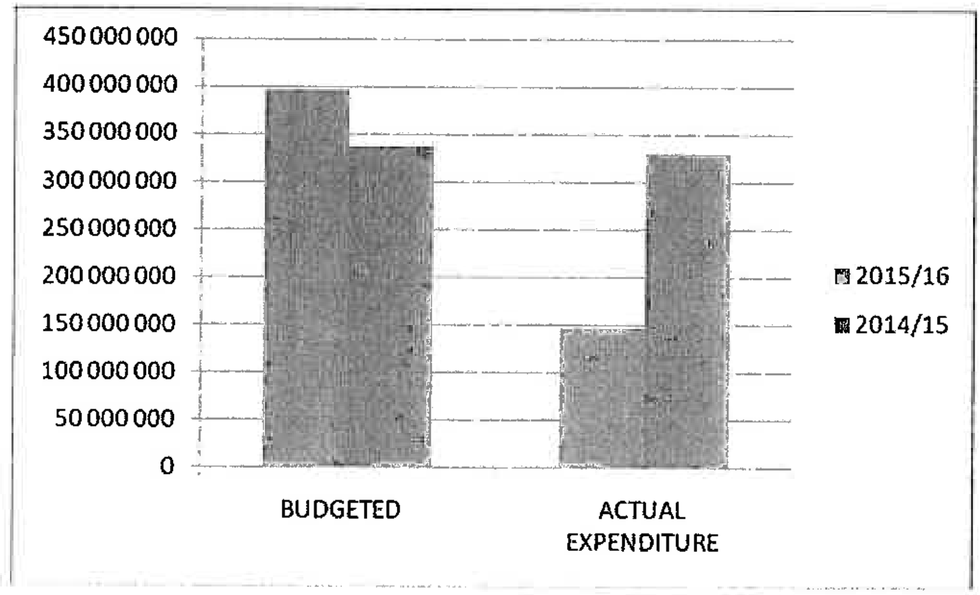


The municipality has maintained a cash surplus in the first half of the year. Although this appears positive, there is a contribution from unspent conditional grants on the cash available at the end of December 2015. All grants are fully cash backed and expenditure has been in line with the annual budget estimates.

This comparison of cash inflows and outflows excludes opening balances and is intended to measure the municipality's ability to service its current obligations from current collections.

3.3. CAPITAL EXPENDITURE

	2011/12	2012/13	2013/14	2014/15	2015/16
Budget	335 242 217	282 068 275	342 943 221	336 566 128	395 972 920
Actual Expenditure	205 801 149	193 129 417	309 019 974	330 219 921	146 318 633
% spent	**61.38%**	**68.47%**	**90.11%**	**98.11%**	**36.95%**



The 2015/2016 actual capital expenditure is below the budget estimates. Only 36.95% of the annual capital budget has been spent in the 1st term of the current financial year. The MIG budget is already overcommitted, however there are challenges with regards to the implementation of the projects on the ground. The current situation is posing a challenge in terms of moving funds from the slow moving projects to the fast moving projects in the adjustments budget. The municipality's management is considering the frontloading options to make funds available to the fast moving projects. The discussions between the municipality's management and DBSA regarding the option of frontloading, is ongoing.

4. IMPACT OF THE NATIONAL AND PROVINCIAL ADJUSTMENTS BUDGET

A rollover grant funding of R4 999 000 has been approved by CoGTA for the Municipal Disaster Recovery grant. The Department of Water and Sanitation has withheld R3 650 000 that was allocated to the municipality for the Water Services Operating Subsidy.

5. 2015/2016 ADJUSTMENTS BUDGET

Regulation 23(3) of the Municipal Budgeting and Reporting Regulations states that if a National or provincial department allocates or transfers additional revenues to the municipality, the mayor of the municipality must table an adjustments budget to Council as per S28 of the MFMA to appropriate the additional revenues that have become available.

During the preparation of the annual budget 2015/2016, the existing salaries and wage agreement had expired and the new agreement was not finalised. The new agreement was signed after the current budget had been adopted by council. The municipality therefore had to adjust the annual budget, in order to align the budgeted staff cost to the new agreement. The current expenditure on overtime and related costs has also exceeded the expectations which might result in the municipality incurring an unauthorised expenditure at the end of the financial year. Therefore the overtime cost has been increased in the adjustments budget.

6. 2012/2013 ANNUAL REPORT CHALLENGES AND PROGRESS IN RESOLVING PROBLEMS IDENTIFIED IN THE ANNUAL REPORT

The challenges that were identified in the annual report 2013/2014 and the progress in resolving them include the following:

6.1. There were delays in the awarding of certain projects which resulted in motivations being made to the National Treasury as per the Division of Revenue Act.
The rollover applications were approved and the affected projects are being implemented. The additional funding has been appropriated in the proposed adjustments budget 2015/2016.

6.2. Lack of capacity to review the Spatial Development Framework (SDF) and the Land Use Management System (LUMS)
The project has been identified for outsourcing and the provincial CoGTA has been requested to assist in this regard.

6.3. The creation of job opportunities through LED initiatives remains very challenging.
The current SCM policy is under review to see how the co-operatives and SMME's can be catered for in the tender processes.

6.4. Consistently recorded increase in HIV prevalence.
Programmes are in place with the LM's and the provincial health department to educate on HIV prevention.

There was also an improvement in the general and financial management of the affairs of the municipality which is evidenced by a qualified audit opinion for the financial year 2014/2015 compared to a qualified audit opinion in 2013/2014.

UGU DISTRICT MUNICIPALITY

EXTRACT FROM THE DRAFT MINUTES OF THE MEETING OF THE UGU DISTRICT MUNICIPAL COUNCIL HELD ON 25 FEBRUARY 2016

9.1 Ugu District Municipality: Adjustment Budget: 2015/2016

The General Manager: Treasury took members through the item.

Following much discussion and deliberations,

It was unanimously,

RESOLVED:

(a) That the Adjustment Budget of the Ugu District Municipality for the financial year 2015/2016 be and is hereby **NOTED**.

(b) That the Adjustment Budget of the Ugu District Municipality for the financial year 2015/2016 be and is hereby **APPROVED**, as set out in the following schedules:

- Table B1- Budget Summary
- Table B2- Budget Financial Performance (Standard classification)
- Table B3- Budget Financial Performance (Revenue &Expenditure by Municipal Vote)
- Table B4- Budget Financial Performance (Revenue &Expenditure)
- Table B5- Capital Expenditure Budget by Vote and Funding
- Table B6- Budget Financial Position
- Table B7- Budget Cash Flow
- Table B8- Cash Backed Reserves/ Accumulated Surplus Reconciliation
- Table B9- Asset Management
- Table B10- Basic Service Delivery measurement
- Other Supporting Tables (Table SB1-SB19)

CERTIFIED A TRUE COPY OF THE ORIGINAL

V.P. TSAKO
GENERAL MANAGER CORPORATE SERVICES

DC21 Ugu - Table B1 Consolidated Adjustments Budget Summary -

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
		1	2	3	4	5	6	7	8		
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	–	–	–	–	–	–	–	–	–	–	–
Service charges	407,861	–	–	–	–	–	55,050	55,050	462,912	486,057	510,360
Investment revenue	5,506	–	–	–	–	–	8,391	8,391	13,896	14,591	15,321
Transfers recognised - operational	381,544	–	–	–	–	–	(3,473)	(3,473)	378,071	396,975	416,824
Other own revenue	12,943	–	–	–	–	–	18,680	18,680	31,623	33,204	34,864
Total Revenue (excluding capital transfers and contributions)	**807,854**	–	–	–	–	–	**78,648**	**78,648**	**886,502**	**930,827**	**977,368**
Employee costs	290,324	–	–	–	–	–	19,442	19,442	309,766	325,254	341,517
Remuneration of councillors	9,916	–	–	–	–	–	1,151	1,151	11,067	11,620	12,201
Depreciation & asset impairment	70,285	–	–	–	–	–	46,036	46,036	116,321	122,137	128,244
Finance charges	18,952	–	–	–	–	–	(6)	(6)	18,946	19,894	20,888
Materials and bulk purchases	78,322	–	–	–	–	–	–	–	78,322	82,238	86,350
Transfers and grants	95,190	–	–	–	–	–	(4,607)	(4,607)	90,583	95,112	99,868
Other expenditure	241,600	–	–	–	–	–	7,188	7,188	248,788	261,227	274,289
Total Expenditure	**804,588**	–	–	–	–	–	**69,205**	**69,205**	**873,793**	**917,483**	**963,357**
Surplus/(Deficit)	3,265	–	–	–	–	–	9,444	9,444	12,709	13,344	14,011
Transfers recognised - capital	354,998	–	–	–	–	–	9,438	9,438	364,437	382,659	401,792
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	**358,264**	–	–	–	–	–	**18,882**	**18,882**	**377,146**	**396,003**	**415,803**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**358,264**	–	–	–	–	–	**18,882**	**18,882**	**377,146**	**396,003**	**415,803**
Capital expenditure & funds sources											
Capital expenditure	396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
Transfers recognised - capital	354,998	–	–	–	–	–	9,438	9,438	364,437	382,659	401,792
Public contributions & donations	–	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–	–
Internally generated funds	41,655	–	–	–	–	–	10,276	10,276	51,930	54,527	57,253
Total sources of capital funds	**396,653**	–	–	–	–	–	**19,714**	**19,714**	**416,367**	**437,186**	**459,045**
Financial position											
Total current assets	324,932	–	–	–	–	–	117,645	117,645	442,577	421,076	398,501
Total non current assets	2,614,398	–	–	–	–	–	1,196,347	1,196,347	3,810,745	4,001,282	4,201,346
Total current liabilities	127,811	–	–	–	–	–	117,385	117,385	245,196	257,456	270,328
Total non current liabilities	162,759	–	–	–	–	–	18,907	18,907	181,666	190,750	200,287
Community wealth/Equity	**2,648,760**	–	–	–	–	–	**1,190,885**	**1,190,885**	**3,839,645**	**3,987,998**	**4,143,768**
Cash flows											
Net cash from (used) operating	399,635	–	–	–	–	–	51,667	51,667	451,301	473,866	497,560
Net cash from (used) investing	(337,894)	–	–	–	–	–	(78,473)	(78,473)	(416,367)	(437,186)	(459,045)
Net cash from (used) financing	(17,775)	–	–	–	–	–	–	–	(17,775)	(18,663)	(19,597)
Cash/cash equivalents at the year end	**234,571**	–	–	–	–	–	**29,138**	**29,138**	**263,709**	**276,894**	**290,739**
Cash backing/surplus reconciliation											
Cash and investments available	234,571	–	–	–	–	–	29,138	29,138	263,709	276,894	290,739
Application of cash and investments	89,435	–	–	–	–	–	91,958	91,958	181,393	190,463	199,986
Balance - surplus (shortfall)	**145,135**	–	–	–	–	–	**(62,819)**	**(62,819)**	**82,316**	**86,432**	**90,753**
Asset Management											
Asset register summary (WDV)	2,614,262	–	–	–	–	–	1,196,199	1,196,199	3,810,461	4,000,984	4,201,033
Depreciation & asset impairment	70,285	–	–	–	–	–	46,036	46,036	116,321	122,137	128,244
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	58,600	–	–	–	–	–	43	43	58,643	61,575	64,653
Free services											
Cost of Free Basic Services provided	55,264	–	–	–	–	–	–	–	55,264	58,027	60,928
Revenue cost of free services provided	73,105	–	–	–	–	–	–	–	73,105	76,761	80,599
Households below minimum service level											
Water:	91	–	–	–	–	–	–	–	91	95	100
Sanitation/sewerage:	33	–	–	–	–	–	–	–	33	35	37
Energy:	–	–	–	–	–	–	–	–	–	–	–
Refuse:	–	–	–	–	–	–	–	–	–	–	–

DC21 Ugu - Table B2 Consolidated Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref	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
			5	6	7	8	9	10	11	12		
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
<u>Revenue - Standard</u>												
Governance and administration		**160,820**	–	–	–	–	–	**8,482**	**8,482**	**169,302**	**177,767**	**186,655**
Executive and council		2,076	–	–	–	–	–	2	2	2,078	2,182	2,291
Budget and treasury office		157,796	–	–	–	–	–	8,050	8,050	165,846	174,139	182,846
Corporate services		948	–	–	–	–	–	430	430	1,377	1,446	1,518
Community and public safety		**6,942**	–	–	–	–	–	**140**	**140**	**7,082**	**7,436**	**7,808**
Community and social services		–	–	–	–	–	–	–	–	–	–	–
Sport and recreation		180	–	–	–	–	–	31	31	211	221	232
Public safety		6,762	–	–	–	–	–	110	110	6,871	7,215	7,576
Housing		–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**49,982**	–	–	–	–	–	**(20)**	**(20)**	**49,961**	**52,460**	**55,082**
Planning and development		33,015	–	–	–	–	–	(451)	(451)	32,564	34,193	35,902
Road transport		–	–	–	–	–	–	–	–	–	–	–
Environmental protection		16,967	–	–	–	–	–	430	430	17,397	18,267	19,180
Trading services		**944,509**	–	–	–	–	–	**(285,102)**	**(285,102)**	**659,407**	**692,377**	**726,996**
Electricity		–	–	–	–	–	–	–	–	–	–	–
Water		830,652	–	–	–	–	–	(278,958)	(278,958)	551,695	579,279	608,243
Waste water management		113,856	–	–	–	–	–	(6,144)	(6,144)	107,712	113,098	118,753
Waste management		–	–	–	–	–	–	–	–	–	–	–
Other		**600**	–	–	–	–	–	**150**	**150**	**750**	**788**	**827**
Total Revenue - Standard	2	**1,162,852**	–	–	–	–	–	**(276,350)**	**(276,350)**	**886,502**	**930,827**	**977,368**
<u>**Expenditure - Standard**</u>												
Governance and administration		**161,722**	–	–	–	–	–	**19,850**	**19,850**	**181,571**	**190,650**	**200,183**
Executive and council		51,441	–	–	–	–	–	1,715	1,715	53,156	55,814	58,605
Budget and treasury office		30,315	–	–	–	–	–	7,960	7,960	38,276	40,190	42,199
Corporate services		79,966	–	–	–	–	–	10,174	10,174	90,140	94,647	99,379
Community and public safety		**3,736**	–	–	–	–	–	**1,870**	**1,870**	**5,606**	**5,886**	**6,180**
Community and social services		–	–	–	–	–	–	–	–	–	–	–
Sport and recreation		–	–	–	–	–	–	260	260	260	273	287
Public safety		3,736	–	–	–	–	–	1,610	1,610	5,346	5,613	5,894
Housing		–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–
Economic and environmental services		**64,891**	–	–	–	–	–	**1,844**	**1,844**	**66,734**	**70,071**	**73,575**
Planning and development		47,624	–	–	–	–	–	939	939	48,562	50,991	53,540
Road transport		–	–	–	–	–	–	–	–	–	–	–
Environmental protection		17,267	–	–	–	–	–	905	905	18,172	19,080	20,034
Trading services		**573,207**	–	–	–	–	–	**45,652**	**45,652**	**618,859**	**649,802**	**682,282**
Electricity		–	–	–	–	–	–	–	–	–	–	–
Water		485,665	–	–	–	–	–	45,372	45,372	531,037	557,589	585,468
Waste water management		87,542	–	–	–	–	–	280	280	87,823	92,214	96,824
Waste management		–	–	–	–	–	–	–	–	–	–	–
Other		**1,032**	–	–	–	–	–	**(10)**	**(10)**	**1,022**	**1,073**	**1,127**
Total Expenditure - Standard	3	**804,588**	–	–	–	–	–	**69,205**	**69,205**	**873,793**	**917,483**	**963,357**
Surplus/ (Deficit) for the year		**358,264**	–	–	–	–	–	**(345,555)**	**(345,555)**	**12,709**	**13,344**	**14,011**

<u>References</u>

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes

2. Total Revenue by standard classification must reconcile to Total Operating Revenue shown in the Adjustments Budget Financial Performance (revenue and expenditure)

3. Total Operating Expenditure by standard classification must reconcile to Total Operating Expenditure shown in the Adjustments Budget Financial Performance (revenue and expenditure)

4. All amounts must be classified under a standard classification (modified GFS). The GFS function 'Other' is only for Abbatoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

5. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

6. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

7. Increases of funds approved under MFMA section 31

8. Adjustments approved in accordance with MFMA section 29

9. Adjustments to transfers from National or Provincial Government

10. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

11. G = B + C + D + E + F

12. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B3 Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description	Ref	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
[Insert departmental structure etc]			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue by Vote	1											
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		2,076	–	–	–	–	–	2	2	2,078	2,182	2,291
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		158,744	–	–	–	–	–	8,480	8,480	167,224	175,585	184,364
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPME		33,015	–	–	–	–	–	(451)	(451)	32,564	34,193	35,902
Vote 4 - Vote 4 - WATER		830,652	–	–	–	–	–	(278,958)	(278,958)	551,695	579,279	608,243
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		113,856	–	–	–	–	–	(6,144)	(6,144)	107,712	113,098	118,753
Vote 6 - Vote 6 - PUBLIC SAFETY		6,762	–	–	–	–	–	110	110	6,871	7,215	7,576
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		16,967	–	–	–	–	–	430	430	17,397	18,267	19,180
Vote 8 - Vote 8 - OTHER: MARKET		600	–	–	–	–	–	150	150	750	788	827
Vote 9 - Vote 9 - SPORTS & RECREATION		180	–	–	–	–	–	31	31	211	221	232
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	1,162,852	–	–	–	–	–	(276,350)	(276,350)	886,502	930,827	977,368
Expenditure by Vote	1											
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		51,441	–	–	–	–	–	1,715	1,715	53,156	55,814	58,605
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		110,281	–	–	–	–	–	18,134	18,134	128,415	134,836	141,578
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPME		47,624	–	–	–	–	–	939	939	48,562	50,991	53,540
Vote 4 - Vote 4 - WATER		485,665	–	–	–	–	–	45,372	45,372	531,037	557,589	585,468
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		87,542	–	–	–	–	–	280	280	87,823	92,214	96,824
Vote 6 - Vote 6 - PUBLIC SAFETY		3,736	–	–	–	–	–	1,610	1,610	5,346	5,613	5,894
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		17,267	–	–	–	–	–	905	905	18,172	19,080	20,034
Vote 8 - Vote 8 - OTHER: MARKET		1,032	–	–	–	–	–	(10)	(10)	1,022	1,073	1,127
Vote 9 - Vote 9 - SPORTS & RECREATION		–	–	–	–	–	–	260	260	260	273	287
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	804,588	–	–	–	–	–	69,205	69,205	873,793	917,483	963,357
Surplus/ (Deficit) for the year	2	358,264	–	–	–	–	–	(345,555)	(345,555)	12,709	13,344	14,011

References

1. Insert 'Vote'; e.g. Department, if different to standard classification structure

2. Must reconcile to Budgeted Financial Performance (revenue and expenditure)

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

5. Increases of funds approved under MFMA section 31

6. Adjustments approved in accordance with MFMA section 29

7. Adjustments to transfers from National or Provincial Government

8. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2))(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

9. G = B + C + D + E + F

10. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2015/16									Budget Year +1 2016/17	Budget Year +2 2017/18
		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	–	–	–	–	–	–	–	–	–	–	–
Property rates - penalties & collection charges									–	–	–	–
Service charges - electricity revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - water revenue	2	300,751	–	–	–	–	–	61,370	61,370	362,121	380,227	399,238
Service charges - sanitation revenue	2	107,110	–	–	–	–	–	(6,319)	(6,319)	100,791	105,830	111,122
Service charges - refuse revenue	2	–	–	–	–	–	–	–	–	–	–	–
Service charges - other									–	–	–	–
Rental of facilities and equipment		1,485						317	317	1,801	1,891	1,986
Interest earned - external investments		5,506						8,391	8,391	13,896	14,591	15,321
Interest earned - outstanding debtors		3,597						(132)	(132)	3,464	3,637	3,819
Dividends received									–	–	–	–
Fines									–	–	–	–
Licences and permits									–	–	–	–
Agency services									–	–	–	–
Transfers recognised - operating		381,544						(3,473)	(3,473)	378,071	396,975	416,824
Other revenue	2	7,862	–	–	–	–	–	18,496	18,496	26,358	27,676	29,059
Gains on disposal of PPE									–	–	–	–
Total Revenue (excluding capital transfers and contributions)		807,854	–	–	–	–	–	78,648	78,648	886,502	930,827	977,368
Expenditure By Type												
Employee related costs		290,324	–	–	–	–	–	19,442	19,442	309,766	325,254	341,517
Remuneration of councillors		9,916						1,151	1,151	11,067	11,620	12,201
Debt impairment		23,072						(3)	(3)	23,069	24,223	25,434
Depreciation & asset impairment		70,285	–	–	–	–	–	46,036	46,036	116,321	122,137	128,244
Finance charges		18,952						(6)	(6)	18,946	19,894	20,888
Bulk purchases		69,255	–	–	–	–	–	–	–	69,255	72,718	76,354
Other materials		9,067						–	–	9,067	9,520	9,996
Contracted services		22,337	–	–	–	–	–	784	784	23,121	24,277	25,491
Transfers and grants		95,190						(4,607)	(4,607)	90,583	95,112	99,868
Other expenditure		196,191	–	–	–	–	–	6,407	6,407	202,598	212,728	223,364
Loss on disposal of PPE									–	–	–	–
Total Expenditure		804,588	–	–	–	–	–	69,205	69,205	873,793	917,483	963,357
Surplus/(Deficit)		3,265	–	–	–	–	–	9,444	9,444	12,709	13,344	14,011
Transfers recognised - capital		354,998						9,438	9,438	364,437	382,659	401,792
Contributions recognised - capital									–	–	–	–
Contributed assets									–	–	–	–
Surplus/(Deficit) before taxation		358,264	–	–	–	–	–	18,882	18,882	377,146	396,003	415,803
Taxation									–	–		
Surplus/(Deficit) after taxation		358,264	–	–	–	–	–	18,882	18,882	377,146	396,003	415,803
Attributable to minorities									–	–	–	–
Surplus/(Deficit) attributable to municipality		358,264	–	–	–	–	–	18,882	18,882	377,146	396,003	415,803
Share of surplus/ (deficit) of associate									–	–	–	–
Surplus/ (Deficit) for the year		358,264	–	–	–	–	–	18,882	18,882	377,146	396,003	415,803

References

1. Classifications are revenue sources and expenditure type

2. Detail to be provided in Table SB1

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

5. Increases of funds approved under MFMA section 31

6. Adjustments approved in accordance with MFMA section 29

DC21 Ugu - Table B5 Consolidated Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	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
			5	6	7	8	9	10	11	12		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure *to be adjusted*	2											
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		–	–	–	–	–	–	–	–	–	–	–
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		–	–	–	–	–	–	–	–	–	–	–
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPME		–	–	–	–	–	–	–	–	–	–	–
Vote 4 - Vote 4 - WATER		–	–	–	–	–	–	–	–	–	–	–
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		–	–	–	–	–	–	–	–	–	–	–
Vote 6 - Vote 6 - PUBLIC SAFETY		–	–	–	–	–	–	–	–	–	–	–
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		–	–	–	–	–	–	–	–	–	–	–
Vote 8 - Vote 8 - OTHER: MARKET		–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Vote 9 - SPORTS & RECREATION		–	–	–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	3	–	–	–	–	–	–	–	–	–	–	–
Single-year expenditure *to be adjusted*	2											
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		1,055	–	–	–	–	–	(1,000)	(1,000)	55	57	60
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		26,320	–	–	–	–	–	(1,540)	(1,540)	24,780	26,019	27,320
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPME		680	–	–	–	–	–	829	829	1,509	1,584	1,663
Vote 4 - Vote 4 - WATER		308,829	–	–	–	–	–	18,357	18,357	327,186	343,545	360,723
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		56,769	–	–	–	–	–	68	68	56,838	59,680	62,664
Vote 6 - Vote 6 - PUBLIC SAFETY		3,000	–	–	–	–	–	3,000	3,000	6,000	6,300	6,615
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		–	–	–	–	–	–	–	–	–	–	–
Vote 8 - Vote 8 - OTHER: MARKET		–	–	–	–	–	–	–	–	–	–	–
Vote 9 - Vote 9 - SPORTS & RECREATION		–	–	–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total		396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
Total Capital Expenditure - Vote		396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
Capital Expenditure - Standard												
Governance and administration		27,375	–	–	–	–	–	(2,540)	(2,540)	24,835	26,076	27,380
Executive and council		1,055						(1,000)	(1,000)	55	57	60
Budget and treasury office		20						460	460	480	504	529
Corporate services		26,300						(2,000)	(2,000)	24,300	25,515	26,791
Community and public safety		3,000	–	–	–	–	–	3,000	3,000	6,000	6,300	6,615
Community and social services									–	–		
Sport and recreation									–	–		
Public safety		3,000						3,000	3,000	6,000	6,300	6,615
Housing									–	–		
Health									–	–		
Economic and environmental services		680	–	–	–	–	–	829	829	1,509	1,584	1,663
Planning and development		680						829	829	1,509	1,584	1,663
Road transport									–	–		
Environmental protection									–	–		
Trading services		365,598	–	–	–	–	–	18,426	18,426	384,024	403,225	423,387
Electricity									–	–		
Water		308,829						18,357	18,357	327,186	343,545	360,723
Waste water management		56,769						68	68	56,838	59,680	62,664
Waste management									–	–		
Other									–	–		
Total Capital Expenditure - Standard	3	396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
Funded by:												
National Government		354,998						4,438	4,438	359,437	377,409	396,279
Provincial Government								5,000	5,000	5,000	5,250	5,513
District Municipality									–	–		
Other transfers and grants									–	–		
Total Capital transfers recognised	4	354,998	–	–	–	–	–	9,438	9,438	364,437	382,659	401,792
Public contributions & donations									–	–		
Borrowing									–	–		
Internally generated funds		41,655						10,276	10,276	51,930	54,527	57,253
Total Capital Funding		396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).

2. Include capital component of PPP unitary payment. Note that capital transfers are only appropriated to municipalities for the budget year

3. Capital expenditure by standard classification must reconcile to the appropriations by vote

4. Must reconcile to supporting table SB7 and to Adjustments Budget Financial Performance (revenue and expenditure)

5. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

6. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not

7. Increases of funds approved under MFMA section 31

8. Adjustments approved in accordance with MFMA section 29

9. Adjustments to transfers from National or Provincial Government

10. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

11. G = B + C + D + E + F

12. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B6 Consolidated Adjustments Budget Financial Position -

Description	Ref	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
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		212,669						(182,144)	(182,144)	30,525	32,052	33,654
Call investment deposits	1	21,901	–	–	–	–	–	211,282	211,282	233,184	244,843	257,085
Consumer debtors	1	75,878	–	–	–	–	–	25,197	25,197	101,075	62,499	21,994
Other debtors		5,373						48,166	48,166	53,538	56,215	59,026
Current portion of long-term receivables		57						(3)	(3)	54	57	60
Inventory		9,053						15,148	15,148	24,201	25,411	26,581
Total current assets		**324,932**	–	–	–	–	–	**117,645**	**117,645**	**442,577**	**421,076**	**398,501**
Non current assets												
Long-term receivables		136						148	148	284	298	313
Investments									–	–	–	–
Investment property		22,500						8,373	8,373	30,873	32,417	34,038
Investment in Associate									–	–	–	–
Property, plant and equipment	1	2,579,253	–	–	–	–	–	1,190,904	1,190,904	3,770,157	3,958,665	4,156,598
Agricultural									–	–	–	–
Biological									–	–	–	–
Intangible		12,509						(3,079)	(3,079)	9,430	9,901	10,396
Other non-current assets									–	–	–	–
Total non current assets		**2,614,398**	–	–	–	–	–	**1,196,347**	**1,196,347**	**3,810,745**	**4,001,282**	**4,201,346**
TOTAL ASSETS		**2,939,330**	–	–	–	–	–	**1,313,992**	**1,313,992**	**4,253,322**	**4,422,358**	**4,599,847**
LIABILITIES												
Current liabilities												
Bank overdraft		–						–	–	–	–	–
Borrowing		17,816	–	–	–	–	–	5,262	5,262	23,078	24,232	25,444
Consumer deposits		20,559						476	476	21,036	22,087	23,192
Trade and other payables		87,319	–	–	–	–	–	92,481	92,481	179,800	188,790	198,229
Provisions		2,116						19,166	19,166	21,282	22,346	23,464
Total current liabilities		**127,811**	–	–	–	–	–	**117,385**	**117,385**	**245,196**	**257,456**	**270,328**
Non current liabilities												
Borrowing	1	131,323	–	–	–	–	–	20,435	20,435	151,758	159,346	167,313
Provisions	1	31,436	–	–	–	–	–	(1,527)	(1,527)	29,908	31,404	32,974
Total non current liabilities		**162,759**	–	–	–	–	–	**18,907**	**18,907**	**181,666**	**190,750**	**200,287**
TOTAL LIABILITIES		**290,570**	–	–	–	–	–	**136,293**	**136,293**	**426,862**	**448,205**	**470,615**
NET ASSETS	2	**2,648,760**	–	–	–	–	–	**1,177,700**	**1,177,700**	**3,826,460**	**3,974,153**	**4,129,231**
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		2,648,760	–	–	–	–	–	1,190,885	1,190,885	3,839,645	3,987,998	4,143,768
Reserves		–	–	–	–	–	–	–	–	–	–	–
Minorities' interests		–						–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY		**2,648,760**	–	–	–	–	–	**1,190,885**	**1,190,885**	**3,839,645**	**3,987,998**	**4,143,768**

References

1. Detail to be provided in Table SA3

2. Net assets must balance with Total Community Wealth/Equity

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

5. Increases of funds approved under MFMA section 31

6. Adjustments approved in accordance with MFMA section 29

7. Adjustments to transfers from National or Provincial Government

8. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

9. G = B + C + D + E + F

10. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B7 Consolidated Adjustments Budget Cash Flows -

Description	Ref	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
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges									–	–	–	–
Service charges		354,839						47,894	47,894	402,733	422,870	444,013
Other revenue		8,131						23,353	23,353	31,484	33,058	34,711
Government - operating	1	381,544						(11,034)	(11,034)	370,510	389,035	408,487
Government - capital	1	355,678						8,458	8,458	364,137	382,344	401,461
Interest		7,918						6,710	6,710	14,628	15,360	16,128
Dividends									–	–	–	–
Payments												
Suppliers and employees		(594,335)						(24,384)	(24,384)	(618,719)	(649,655)	(682,138)
Finance charges		(16,952)						7	7	(18,945)	(19,892)	(20,887)
Transfers and Grants	1	(95,190)						663	663	(94,527)	(99,253)	(104,215)
NET CASH FROM/(USED) OPERATING ACTIVITIES		399,635	–	–	–	–	–	51,667	51,667	451,301	473,866	497,560
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									–	–		
Decrease (Increase) in non-current debtors									–	–		
Decrease (increase) other non-current receivables									–	–		
Decrease (increase) in non-current investments									–	–		
Payments												
Capital assets		(337,894)						(78,473)	(78,473)	(416,367)	(437,186)	(459,045)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(337,894)	–	–	–	–	–	(78,473)	(78,473)	(416,367)	(437,186)	(459,045)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									–	–	–	–
Borrowing long term/refinancing									–	–	–	–
Increase (decrease) in consumer deposits		979							–	979	1,026	1,079
Payments												
Repayment of borrowing		(18,754)						0	–	(18,754)	(19,691)	(20,576)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(17,775)	–	–	–	–	–	–	–	(17,775)	(18,663)	(19,597)
NET INCREASE/ (DECREASE) IN CASH HELD		43,965	–	–	–	–	–	(26,806)	(26,806)	17,159	18,017	18,918
Cash/cash equivalents at the year begin:	2	190,605						55,944	55,944	246,549	258,877	271,821
Cash/cash equivalents at the year end:	2	234,571	–	–	–	–	–	29,138	29,138	263,709	276,894	290,739

References

1. Local/District municipalities to include transfers from/to District/Local Municipalities

2. Cash equivalents includes investments with maturities of 3 months or less

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

5. Increases of funds approved under MFMA section 31

6. Adjustments approved in accordance with MFMA section 29

7. Adjustments to transfers from National or Provincial Government

8. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2))(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

9. G = B + C + D + E + F

10. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	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
			3	4	5	6	7	8	9	10		
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	234,571	–	–	–	–	–	29,138	29,138	263,709	276,894	290,739
Other current investments > 90 days		–	–	–	–	–	–	0	0	0	0	0
Non current assets - investments	1	–	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		234,571	–	–	–	–	–	29,138	29,138	263,709	276,894	290,739
Applications of cash and investments												
Unspent conditional transfers		54,875	–	–	–	–	–	(32,441)	(32,441)	22,434	23,556	24,734
Unspent borrowing									–	–	–	–
Statutory requirements									–	–	–	–
Other working capital requirements	2	32,444	–					124,398	124,398	156,842	164,684	172,919
Other provisions		2,119							–	2,116	2,222	2,333
Long term investments committed		–	–					–	–	–	–	–
Reserves to be backed by cash/investments		–	–					–	–	–	–	–
Total Application of cash and investments:		89,435	–	–	–	–	–	91,958	91,958	181,393	190,463	199,586
Surplus(shortfall)		145,135	–	–	–	–	–	(62,819)	(62,819)	82,316	86,432	90,753

References

1. Must reconcile with the Adjustments Budget Cash Flow and Adjustements Budget Financial Position

2. Council approval for policy required - include sufficient working capital (e.g. allowing for a % of current debtors > 90 days as uncollectable)

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

5. Increases of funds approved under MFMA section 31

6. Adjustments approved in accordance with MFMA section 29

7. Adjustments to transfers from National or Provincial Government

8. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section

9. G = B + C + D + E + F

10. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B9 Consolidated Asset Management -

Description	Ref	Budget Year 2015/16									Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Water		303,229	–	–	–	–	–	18,357	18,357	321,586	337,665	354,549
Infrastructure - Sanitation		56,769	–	–	–	–	–	68	68	56,838	59,680	62,664
Infrastructure - Other		–	–	–	–	–	–	–	–	–	–	–
Infrastructure		359,998	–	–	–	–	–	18,426	18,426	378,424	397,345	417,213
Community		–	–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Other assets	6	36,655	–	–	–	–	–	1,289	1,289	37,943	39,840	41,832
Agricultural Assets		–	–	–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–	–	–
Total Renewal of Existing Assets to be adjusted	2	–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Water		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Sanitation		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Other		–	–	–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–	–	–
Community		–	–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Other assets	6	–	–	–	–	–	–	–	–	–	–	–
Agricultural Assets		–	–	–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure to be adjusted	4											
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Water		303,229	–	–	–	–	–	18,357	18,357	321,586	337,665	354,549
Infrastructure - Sanitation		56,769	–	–	–	–	–	68	68	56,838	59,680	62,664
Infrastructure - Other		–	–	–	–	–	–	–	–	–	–	–
Infrastructure		359,998	–	–	–	–	–	18,426	18,426	378,424	397,345	417,213
Community		–	–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Other assets		36,655	–	–	–	–	–	1,289	1,289	37,943	39,840	41,832
Agricultural Assets		–	–	–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–	–	–
TOTAL CAPITAL EXPENDITURE to be adjusted	2	396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045
ASSET REGISTER SUMMARY - PPE (WDV)	5											
Infrastructure - Road transport									–	–		
Infrastructure - Electricity									–	–		
Infrastructure - Water		1 [illegible]73 900						[illegible],455 838	1,455,838	2,929,538	[illegible]075,015	3,2[illegible]9 816
Infrastructure - Sanitation		[illegible]19,749						315 787	315,787	635,537	667 31[illegible]	700 679
Infrastructure - Other		2,695						2 661	2,661	5,356	5,623	5,905
Infrastructure		1,796,344	–	–	–	–	–	1,774,088	1,774,088	3,570,431	3,748,952	3,936,400
Community		77 587						(77 587)	(77,587)	–	–	–
Heritage assets									–	–	–	–
Investment properties		22,500	–	–	–	–	–	8,373	8,373	30,873	32,417	34,038
Other assets		705,322						(505,595)	(505,595)	199,727	209,713	220,199
Agricultural Assets		–	–	–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–	–	–
Intangibles		12,509	–	–	–	–	–	(3,076)	(3,079)	9,430	9,901	10,396
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	2,614,262	–	–	–	–	–	1,196,198	1,196,199	3,810,461	4,000,984	4,201,033
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		70,285	–	–	–	–	–	46,036	46,036	116,321	122,137	128,244
Repairs and Maintenance by asset class	3	58,600	–	–	–	–	–	43	43	58,643	61,575	64,653
Infrastructure - Road transport		6,581	–	–	–	–	–	5	5	6,586	6,915	7,261
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Water		14,955	–	–	–	–	–	11	11	14,966	15,714	16,500
Infrastructure - Sanitation		3,164	–	–	–	–	–	2	2	3,167	3,325	3,491
Infrastructure - Other		4,268	–	–	–	–	–	3	3	4,271	4,485	4,709
Infrastructure		28,969	–	–	–	–	–	21	21	28,990	30,440	31,962
Community		–	–	–	–	–	–	–	–	–	–	–
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Other assets	6	29,631	–	–	–	–	–	22	22	29,653	31,135	32,692
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		128,884	–	–	–	–	–	46,079	46,079	174,964	183,712	192,897
Renewal of Existing Assets as % of total capex		0.0%	0.0%							0.0%	0.0%	0.0%
Renewal of Existing Assets as % of deprecn"		0.0%	0.0%							0.0%	0.0%	0.0%
R&M as a % of PPE		2.2%	0.0%							1.5%	1.5%	1.5%
Renewal and R&M as a % of PPE		2.2%	0.0%							1.5%	1.5%	1.5%

References

1. Detail of new assets provided in Table SA34a

2. Detail of renewal of existing assets provided in Table SA34b

3. Detail of Repairs and Maintenance by Asset Class provided in Table SA34c

4. Must reconcile to total capital expenditure on Budgeted Capital Expenditure

5. Must reconcile to Adjustments Budget Financial Position (written down value)

6. Donated/contributed and assets funded by finance leases to be allocated to the respective category

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

9. Increases of funds approved under MFMA section 31

10. Adjustments approved in accordance with MFMA section 29

11. Adjustments to transfers from National or Provincial Government

12. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

13. G = B + C + D + E + F

14. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Table B10 Consolidated Basic service delivery measurement -

Description	Ref	Budget Year 2015/16									Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. 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		
Household service targets	1											
Water:												
Piped water inside dwelling		49							–	49	51	53
Piped water inside yard (but not in dwelling)									–	–	–	–
Using public tap (at least min.service level)	2	65							–	65	68	72
Other water supply (at least min.service level)									–	–	–	–
Minimum Service Level and Above sub-total		114	–	–	–	–	–	–	–	114	119	125
Using public tap (< min.service level)	3								–	–	–	–
Other water supply (< min.service level)	3,4	91							–	91	95	100
No water supply									–	–	–	–
Below Minimum Servic Level sub-total		91	–	–	–	–	–	–	–	91	95	100
Total number of households	5	204	–	–	–	–	–	–	–	204	215	225
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		19							–	18,743	20	21
Flush toilet (with septic tank)		17							–	16,538	17	18
Chemical toilet		2							–	2,205	2	2
Pit toilet (ventilated)		95							–	94,805	100	105
Other toilet provisions (> min.service level)									–	–	–	–
Minimum Service Level and Above sub-total		132,290	–	–	–	–	–	–	–	132,290	138,905	145,850
Bucket toilet									–	–	–	–
Other toilet provisions (< min.service level)		33							–	33,434	35	37
No toilet provisions									–	–	–	–
Below Minimum Servic Level sub-total		33,434	–	–	–	–	–	–	–	33,434	35,106	36,861
Total number of households	5	165,724	–	–	–	–	–	–	–	165,724	174,011	182,711
Energy:												
Electricity (at least min. service level)									–	–		
Electricity - prepaid (> min.service level)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Electricity (< min.service level)									–	–		
Electricity - prepaid (< min. service level)									–	–		
Other energy sources									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Refuse:												
Removed at least once a week (min.service)									–	–		
Minimum Service Level and Above sub-total		–	–	–	–	–	–	–	–	–	–	–
Removed less frequently than once a week									–	–		
Using communal refuse dump									–	–		
Using own refuse dump									–	–		
Other rubbish disposal									–	–		
No rubbish disposal									–	–		
Below Minimum Servic Level sub-total		–	–	–	–	–	–	–	–	–	–	–
Total number of households	5	–	–	–	–	–	–	–	–	–	–	–
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		84							–	83,781	88	92
Sanitation (free minimum level service)		95							–	94,805	100	105
Electricity/other energy (50kwh per household per month)									–	–	–	–
Refuse (removed at least once a week)									–	–	–	–
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per household per month)		55,264							–	55,264	58,027	60,928
Sanitation (free sanitation service)									–	–		
Electricity/other energy (50kwh per household per month)									–	–		
Refuse (removed once a week)									–	–		
Total cost of FBS provided (minimum social package)		55,264	–	–	–	–	–	–	–	55,264	58,027	60,928
Highest level of free service provided												
Property rates (R'000 value threshold)									–	–		
Water (kilolitres per household per month)									–	–		
Sanitation (kilolitres per household per month)									–	–		
Sanitation (Rand per household per month)									–	–		
Electricity (kw per household per month)									–	–		
Refuse (average litres per week)									–	–		
Revenue cost of free services provided (R'000)	17											
Property rates (R15 000 threshold rebate)									–	–		
Property rates (other exemptions, reductions and rebates)									–	–		
Water		73,105							–	73,105	76,761	80,599
Sanitation									–	–		
Electricity/other energy									–	–		
Refuse									–	–		
Municipal Housing - rental rebates									–	–		
Housing - top structure subsidies	6								–	–		
Other									–	–		
Total revenue cost of free services provided (total social pa		73,105	–	–	–	–	–	–	–	73,105	76,761	80,599

References

1. Include services provided by another entity; e.g. Eskom

2. Stand distance > 200m from dwelling

3. Stand distance <= 200m from dwelling

4. Borehole, spring, rain-water tank etc.

5. Must agree to total number of households in municipal area

6. Include value of subsidy provided by municipality above provincial subsidy level

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Additional cash-backed accumulated funds/unspent funds (MFMA section 18(1)(b) and section 28(2)(e)) identified after the Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably have been foreseen)

9. Increases of funds approved under MFMA section 31

10. Adjustments approved in accordance with MFMA section 29

11. Adjustments to transfers from National or Provincial Government

12. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (section 28(2)(f))

13. G = B + C + D + E + F

14. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Supporting Table SB1 Consolidated Supporting detail to 'Budgeted Financial Performance' -

Description	Ref	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
			6	7	8	9	10	11	12	13		
R thousands		A	A1	B	C	D	E	F	G	H		
REVENUE ITEMS												
Property rates												
Total Property Rates									–	–		
less Revenue Foregone									–	–		
Net Property Rates		–	–	–	–	–	–	–	–	–	–	–
Service charges - electricity revenue												
Total Service charges - electricity revenue									–	–		
less Revenue Foregone									–	–		
Net Service charges - electricity revenue		–	–	–	–	–	–	–	–	–	–	–
Service charges - water revenue												
Total Service charges - water revenue		327,158						61,370	61,370	388,528	407,954	428,352
less Revenue Foregone		26,407						–	–	26,407	27,727	29,113
Net Service charges - water revenue		300,751	–	–	–	–	–	61,370	61,370	362,121	380,227	399,238
Service charges - sanitation revenue												
Total Service charges - sanitation revenue		107,110						(6,319)	(6,319)	100,791	105,830	111,122
less Revenue Foregone									–	–		
Net Service charges - sanitation revenue		107,110	–	–	–	–	–	(6,319)	(6,319)	100,791	105,830	111,122
Service charges - refuse revenue												
Total refuse removal revenue									–	–		
Total landfill revenue									–	–		
less Revenue Foregone									–	–		
Net Service charges - refuse revenue		–	–	–	–	–	–	–	–	–	–	–
Other Revenue By Source												
Building Plans		42						78	78	120	107	[illegible]
Connection fees - illegal connections		32							–	32	34	36
House Connections		110						(55)	(55)	55	58	61
New Connection Fees		2,576						(670)	(670)	1,906	2,001	2,102
Reconnections		150						45	45	195	204	215
Restrictions/Disconnections		741						(191)	(191)	550	577	606
Septic Tanks - Umdoni Municipality		433							–	433	455	478
Tender Deposits		303						(212)	(212)	91	95	100
Rates Certificate		252						680	680	932	979	1,028
Water Sundry		2						4,178	4,178	4,180	4,389	4,609
Miscellaneous / Sundry		1,199						522	522	1,721	1,508	1,654
Other Income - Grants Poll[illegible]		–						12,831	12,831	12,831	13,472	14,146
Other Income _ Entity		2,021						1,290	1,290	3,311	3,476	3,650
Total 'Other' Revenue	1	7,862	–	–	–	–	–	18,496	18,496	26,358	27,676	29,059
EXPENDITURE ITEMS												
Employee related costs												
Basic Salaries and Wages		187,391						(11,846)	(11,846)	175,545	184,322	193,538
Pension and UIF Contributions		27,739						707	707	28,445	29,868	31,361
Medical Aid Contributions		17,024						1,363	1,363	18,386	19,306	20,271
Overtime		21,391						8,107	8,107	29,498	30,973	32,521
Performance Bonus		319						594	594	912	958	1,006
Motor Vehicle Allowance		10,930						2,460	2,460	13,390	14,060	14,762
Cellphone Allowance		1,402						226	226	1,629	1,710	1,795
Housing Allowances		1,662						183	183	1,845	1,937	2,034
Other benefits and allowances		14,982						16,982	16,982	31,964	33,562	35,240
Payments in lieu of leave		6,066						8	8	6,074	6,378	6,697
Long service awards		1,418						(236)	(236)	1,182	1,241	1,303
Post-retirement benefit obligations	4	–						896	896	896	941	988
sub-total		290,324	–	–	–	–	–	19,442	19,442	309,766	325,254	341,517
Less: Employees costs capitalised to PPE									–	–		
Total Employee related costs	1	290,324	–	–	–	–	–	19,442	19,442	309,766	325,254	341,517
Contributions recognised - capital												
List contributions by contract									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
Total Contributions recognised - capital		–	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment												
Depreciation of Property, Plant & Equipment		70,285						46,036	46,036	116,321	122,137	128,244
Lease amortisation									–	–	–	–
Capital asset impairment									–	–	–	–
Depreciation resulting from revaluation of PPE									–	–	–	–
Total Depreciation & asset impairment	1	70,285	–	–	–	–	–	46,036	46,036	116,321	122,137	128,244
Bulk purchases												
Electricity Bulk Purchases									–	–	–	–
Water Bulk Purchases		69,255						–	–	69,255	72,718	76,354
Total bulk purchases	1	69,255	–	–	–	–	–	–	–	69,255	72,718	76,354
Transfers and grants												
Cash transfers and grants									–	–		
Non-cash transfers and grants									–	–		
Total transfers and grants		–	–	–	–	–	–	–	–	–	–	–
Contracted services												
Security Services		9,069						254	254	9,323	9,789	10,278
Cleaning & Hygiene Services		2,100						(100)	(100)	2,000	2,100	2,205
Cash Banking		250						(250)	(250)	–	–	–
Water Monitoring		10						(10)	(10)	–	–	–
Agency services		300						(300)	(300)	–	–	–
Other contracted services		38						(38)	(38)	–	–	–
Consulting Fees		237						2,183	2,183	2,420	2,541	2,668

ERP Support Services		1,500						780	780	2,280	2,394	2,514
Consulting Chemist		[illegible]						(1,753)	(1,753)	5,420	5,690	5,975
Internal audit outsourced		143						(143)	(143)	–	–	–
Pest Control		80						(80)	(80)	–	–	–
blockages contractors		–						–	–	–	–	–
Other contracted services		1,129						250	250	1,379	[illegible]	1,851
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
sub-total	1	22,337	–	–	–	–	–	784	784	23,121	24,277	25,491
Allocations to organs of state:												
Electricity									–	–		
Water									–	–		
Sanitation									–	–		
Other									–	–		
Total contracted services??		22,337	–	–	–	–	–	784	784	23,121	24,277	25,491
Other Expenditure By Type												
Collection costs									–	–		
Contributions to 'other' provisions									–	–		
Consultant fees									–	–		
Audit fees		2,538						360	360	2,898	3,043	3,195
General expenses	3,5	[illegible]						13,920	13,920	16,020	50,421	52,942
Repairs and maintenance *(to be deleted)*		58,600						43	43	58,643	61,575	64,653
Electricity		59,171						1,219	1,219	60,390	63,409	66,580
Fuel & Oil		5,694						454	454	6,148	6,455	6,778
Transport Costs		8,318						(8,318)	(8,318)	–	–	–
Materials		800						(800)	(800)	–	–	–
Workmens Compensation		1,800						(400)	(400)	1,400	1,470	[illegible]
Telephones		1,103						517	517	1,620	1,701	1,786
Training and work study		3,000						–	–	3,000	3,150	3,308
Rent Offices		1,000						(50)	(50)	950	998	1,047
Rent Office Equipment		1,000						(220)	(220)	780	819	860
Events		–						400	400	400	420	441
Accommodation, seminars & travel		911						292	292	1,203	1,263	1,326
Advertising		581						(39)	(39)	542	569	598
Cellphones		700						(150)	(150)	550	578	606
Garden Services		1,175						–	–	1,175	1,234	1,296
Computer Licenses		5,000						1,000	1,000	6,000	6,300	6,615
Legal Fees		1,265						50	50	1,315	1,381	1,450
Insurance		3,036						–	–	3,036	[illegible]	3,348
[illegible]		1,047						(332)	(332)	715	751	788
Vehicle Tracking		1,138						(38)	(38)	1,100	1,155	1,213
Water Research Fund		2,500						(1,500)	(1,500)	1,000	1,050	1,103
Postage		1,710						–	–	1,710	1,796	1,885
Total Other Expenditure	1	196,191	–	–	–	–	–	6,407	6,407	202,598	212,728	223,364
Repairs and Maintenance by Expenditure Item	14											
Employee related costs									–	–	–	–
Other materials									–	–	–	–
Contracted Services									–	–	–	–
Other Expenditure		58,600						43	43	58,643	61,575	64,653
Total Repairs and Maintenance Expenditure	15	58,600	–	–	–	–	–	43	43	58,643	61,575	64,653

References

1. Must reconcile with relevant line on the 'Financial Performance' budget

2. Must reconcile to supporting documentation on staff salaries

3. Insert other categories where revenue or expenditure is of a material nature

DC21 Ugu - Supporting Table SB2 Consolidated Supporting detail to 'Financial Position Budget' -

Description	Ref	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
			4	5	6	7	8	9	10	11		
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Call investment deposits												
Call deposits < 90 days		21,901						211.282	211,282	233,184	244,843	257,085
Other current investments > 90 days									–	–	–	–
Total Call investment deposits	1	21,901	–	–	–	–	–	211,282	211,282	233,184	244,843	257,085
Consumer debtors												
Consumer debtors		204,704						75 268	75,268	279,972	293,971	308,669
Less: provision for debt impairment		128,826	–	–	–	–	–	50,071	50,071	178,897	231,472	286,675
Total Consumer debtors	1	75,878	–	–	–	–	–	25,197	25,197	101,075	62,499	21,994
Debt impairment provision												
Balance at the beginning of the year		128,826						–	–	128,826	178,897	231,472
Contributions to the provision								50.071	50,071	50,071	52,575	55.203
Bad debts written off								–	–	–	–	–
Balance at end of year		128,826	–	–	–	–	–	50,071	50,071	178,897	231,472	286,675
Property, plant & equipment												
PPE at cost/valuation (excl. finance leases)		3,791,986						4,540,289	4,540,289	8,332,275	8,748,689	9 186.333
Leases recognised as PPE	2	–						–	–	–	–	–
Less: Accumulated depreciation		1,212,733						3,349,385	3,349,385	4,562,118	4,790,224	5,029,735
Total Property, plant & equipment	1	2,579,253	–	–	–	–	–	1,190,904	1,190,904	3,770,157	3,955,665	4,156,598
LIABILITIES												
Current liabilities - Borrowing												
Short term loans (other than bank overdraft)									–	–		
Current portion of long-term liabilities		17,816						5,262	5,262	23,078	24,232	25,444
Total Current liabilities - Borrowing		17,816	–	–	–	–	–	5,262	5,262	23,078	24,232	25,444
Trade and other payables												
Creditors		32,444						124,398	124,398	156,842	164,684	172,919
Unspent conditional grants and receipts		54,875						(32,441)	(32,441)	22,434	23.556	24,734
VAT								523	523	523	549	577
Total Trade and other payables	1	87,319	–	–	–	–	–	92,481	92,481	179,800	188,790	198,229
Non current liabilities - Borrowing												
Borrowing	3	131,323						20,435	20,435	151,758	159,346	167,313
Finance leases (including PPP asset element)									–	–	–	–
Total Non current liabilities - Borrowing		131,323	–	–	–	–	–	20,435	20,435	151,758	159,346	167,313
Provisions - non current												
Retirement benefits		22,367						(6,354)	(6,354)	16,013	16,813	17,654
List other major items									–	–	–	–
Refuse landfill site rehabilitation									–	–	–	–
Other		9,069						4,827	4,827	13,896	14,591	15,320
Total Provisions - non current		31,436	–	–	–	–	–	(1,527)	(1,527)	29,908	31,404	32,974
CHANGES IN NET ASSETS												
Accumulated surplus/(Deficit)												
Accumulated surplus/(Deficit) - opening balance		2.152.798						1,190,885	1,190,885	3,343,683	3,467,238	3,596,970
Appropriations to Reserves									–	–	–	–
Transfers from Reserves									–	–	–	–
Depreciation offsets									–	–	–	–
Other adjustments		495,962						–	–	495,962	520,760	546,798
Accumulated Surplus/(Deficit)	1	2,648,760	–	–	–	–	–	1,190,885	1,190,885	3,839,645	3,987,998	4,143,768
Reserves												
Housing Development Fund									–	–		
Capital replacement									–	–		
Self-insurance									–	–		
Other reserves *(list)*									–	–		
Revaluation									–	–		
Total Reserves	2	–	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	2,648,760	–	–	–	–	–	1,190,885	1,190,885	3,839,645	3,987,998	4,143,768
Total capital expenditure includes expenditure on nationally significant priorities:												
Provision of basic services									–	–		
2010 World Cup									–	–		
									–	–		

References

1. Must reconcile with 'Financial Position' budget

2. Leases treated as assets to be depreciated as the same as purchased/constructed assets. Includes PPP asset element accounted for as finance leases

3. Borrowing (original budget) must reconcile to Budget Table A16

4. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

5. Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have for

6. Increases of funds approved under section 31 MFMA

7. Adjustments approved in accordance with section 29 MFMA

8. Adjustments to funding allocations from National or Provincial Government

9. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2))(b); projected savings (section 28(2)(d)); error correction (sect

10. G = B + C + D + E + F

11. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Supporting Table SB4 Consolidated Adjustments to budgeted performance indicators and benchmarks -

Description of financial indicator	Basis of calculation	2012/13	2013/14	2014/15	Budget Year 2015/16			Budget Year +1 2016/17	Budget Year +2 2017/18
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
Borrowing Management									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure				4.7%	0.0%	4.3%	4.3%	4.3%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue				0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital									
Gearing	Long Term Borrowing/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity									
Current Ratio	Current assets/current liabilities				254.2%	0.0%	180.5%	163.6%	147.4%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				254.2%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				1.8	0.0	1.1	1.1	1.1
Revenue Management									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing								
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)									
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				10.1%	0.0%	17.5%	12.8%	8.3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash and Investments					37.2%	0.0%	68.2%	68.2%	68.2%
Other Indicators									
	Total Volume Losses (kW)								
Electricity Distribution Losses (2)	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
	Total Volume Losses (kℓ)								
Water Distribution Losses (2)	Total Cost of Losses (Rand '000)								
	% Volume (units purchased and generated less units sold)/units purchased and generated								
Employee costs	Employee costs/(Total Revenue - capital revenue)				35.9%	0.0%	34.9%	34.9%	34.9%
Remuneration	Total remuneration/(Total Revenue - capital revenue)								
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				7.3%	0.0%	6.6%	6.6%	6.6%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				11.0%	0.0%	15.3%	15.3%	15.3%
IDP regulation financial viability indicators									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)				1076.9%	0.0%	1284.4%	1284.4%	1348.6%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				9.4%	0.0%	11.4%	6.7%	2.3%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.0	0.0	0.0	0.0	0.0

References

1. Consumer debtors > 12 months old are excluded from current assets

DC21 Ugu - Supporting Table SB5 Consolidated Adjustments Budget - social, economic and demographic statistics and assumptions -

Description of economic indicator	Ref.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2012/13 Outcome	2013/14 Outcome	2014/15 Outcome	Budget Year 2015/16 Original Budget	2015/16 Medium Outcome
Demographics										
Population			643	704 03[illegible]	[illegible]	710	710	710	745	
Females aged 5 - 14			[illegible]	95 349	[illegible]	152	133	133	139	
Males aged 5 - 14			114	97 337	[illegible]	121	121	121	127	
Females aged 15 - 34			101	126 815	116	216	216	216	227	
Males aged 15 - 34			92	111,470	195	195	195	195	205	
Unemployment			320	84,265	190	190	190	190	200	
Monthly Household Income (no. of households)	1, 12									
None			11 347	41 247	41 247	41 247	41 247	41	43	
R1 - R1 600			[illegible]	18 449	18 449	18 449	18 449	18	19	
R1 601 - R3 200			38 547	38 547	38 547	38 547	38,547	39	40	
R3 201 - R6 400			21 760	21 760	21 760	21 760	21 760	22	[illegible]	
R6 401 - R12 800			10,995	10 995	10 995	10 995	10,995	11	[illegible]	
R12 801 - R25 600			4 958	4 958	4,958	4,958	4 958	5	5	
R25 601 - R51 200			1,811	1,811	1 811	1 811	1,811	2	2	
R52 201 - R102 400			532	532	532	532	532	1	1	
R102 401 - R204 800			156	156	156	156	156	0	0	
R204 801 - R409 600			74	74	74	74	74	0	0	
R409 601 - R819 200			186	186	186	186	186	0	0	
> R819 200			55	55	55	55	55	0	0	
Poverty profiles (no. of households)										
< R2 060 per household per month	13									
Insert description	2									
Household/demographics (000)										
Number of people in municipal area			643 349	704,030	7[illegible] 916	710	710	710	745	
Number of poor people in municipal area						160	160	168	176	
Number of households in municipal area			122 546	150 610	1[illegible]	152	152	152	159	
Number of poor households in municipal area						114	114	114	119	
Definition of poor household (R per month)			2,020	2,020	2,020	2,020	2,020	2,020	2	
Housing statistics	3									
Formal			52,403	144,324	144,796	144,234	144 234	144	152	
Informal			70,143	5,286	6,659	8,286	8,286	8	9	
Total number of households		–	122 546	150 610	151 455	152 520	152 520	152 520	160 261	–
Dwellings provided by municipality	4									
Dwellings provided by province										
Dwellings provided by private sector	5									
Total new housing dwellings		–	–	0	–	–	–	–	–	–
Economic	6									
Inflation/inflation outlook (CPIX)						5.7%	5.8%	5.6%	4.9%	
Interest rate - borrowing						9.5%	10.1%	10.6%	11.1%	
Interest rate - investment						5.8%	7.3%	7.7%	8.0%	
Remuneration increases						6.8%	6.3%	6.8%	4.4%	
Consumption growth (electricity)										
Consumption growth (water)						2.7%	3.0%	2.5%	4.0%	
Collection rates	7									
Property tax/service charges					%	7[illegible]%	80.2%	80.5%	80.5%	
Rental of facilities & equipment					%	100.0%	100.0%	100.0%	100.0%	
Interest - external investments					%	100.0%	100.0%	100.0%	100.0%	
Interest - debtors					%				%	
Revenue from agency services					%				%	

Detail on the provision of municipal services for B10

Total municipal services	Ref.		2012/13 Outcome	2013/14 Outcome	2014/15 Outcome	Budget Year 2015/16 Original Budget	Budget Year 2015/16 Adjusted Budget	Budget Year 2015/16 Full Year Forecast	2015/16 Medium Budget Year 2015/16
		Household service targets (000)							
		Water:							
		Piped water inside dwelling	41	35 000	36 750	38 588	38,588	38 588	38,588
		Piped water inside yard (but not in dwelling)	1						
	8	Using public tap (at least min.service level)	41	34 000	35 700	37 485	37 485	37 485	37 485
	10	Other water supply (at least min.service level)	18						
		Minimum Service Level and Above sub-total	107	69,000	72,450	76,073	76,073	76,073	76,073
	9	Using public tap (< min.service level)							
	10	Other water supply (< min.service level)							
		No water supply							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	107	69,000	72,450	76,073	76,073	76,073	76,073
		Sanitation/sewerage:							
		Flush toilet (connected to sewerage)	26	21 000	22 050	23 153	23 153	23 153	23 153
		Flush toilet (with septic tank)	2	–	–	–	–	–	–
		Chemical toilet	24	20 400	21 420	22,491	22 491	22 491	22 491
		Pit toilet (ventilated)	11	–	–	–	–	–	–
		Other toilet provisions (> min.service level)							
		Minimum Service Level and Above sub-total	64	41,400	43,470	45,644	45,644	45,644	45,644
		Bucket toilet							
		Other toilet provisions (< min.service level)							
		No toilet provisions							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	64	41,400	43,470	45,644	45,644	45,644	45,644
		Energy:							
		Electricity (at least min.service level)							
		Electricity - prepaid (min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	0
		Electricity (< min.service level)							
		Electricity - prepaid (< min. service level)							
		Other energy sources							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	0	–	–	–	–	–	0
		Refuse:							
		Removed at least once a week							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	0
		Removed less frequently than once a week							
		Using communal refuse dump							
		Using own refuse dump							
		Other rubbish disposal							
		No rubbish disposal							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	0	–	–	–	–	–	0

Municipal in house services	Ref.		2012/13 Outcome	2013/14 Outcome	2014/15 Outcome	Budget Year 2015/16 Original Budget	Budget Year 2015/16 Adjusted Budget	Budget Year 2015/16 Full Year Forecast	2015/16 Medium Budget Year 2015/16
		Household service targets (000)							
		Water:							
		Piped water inside dwelling							
		Piped water inside yard (but not in dwelling)							
	8	Using public tap (at least min.service level)							
	10	Other water supply (at least min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
	9	Using public tap (< min.service level)							
	10	Other water supply (< min.service level)							
		No water supply							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
		Sanitation/sewerage:							
		Flush toilet (connected to sewerage)							
		Flush toilet (with septic tank)							
		Chemical toilet							
		Pit toilet (ventilated)							
		Other toilet provisions (> min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
		Bucket toilet							
		Other toilet provisions (< min.service level)							
		No toilet provisions							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
		Energy:							
		Electricity (at least min.service level)							
		Electricity - prepaid (min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
		Electricity (< min.service level)							
		Electricity - prepaid (< min. service level)							
		Other energy sources							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
		Refuse:							
		Removed at least once a week							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–

	Ref								
		Removed less frequently than once a week							
		Using communal refuse dump							
		Using own refuse dump							
		Other rubbish disposal							
		No rubbish disposal							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–

Municipal entity services	Ref.		2012/13	2013/14	2014/15	Budget Year 2015/16			2015/16 Medium
			Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2015/16
		Household service targets (000)							
Name of municipal entity		*Water:*							
		Piped water inside dwelling	14	35 000	36 750	38 588	38 588	38 588	38,588
		Piped water inside yard (but not in dwelling)	4						
	8	Using public tap (at least min.service level)	41	34 000	35 700	37 485	37 485	37 485	37 485
	10	Other water supply (at least min.service level)	48						
		Minimum Service Level and Above sub-total	107	69,000	72,450	76,073	76,073	76,073	76,073
	9	Using public tap (< min.service level)							
	10	Other water supply (< min.service level)							
		No water supply							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	107	69,000	72,450	76,073	76,073	76,073	76,073
Name of municipal entity		*Sanitation/sewerage:*							
		Flush toilet (connected to sewerage)		21 000	22 050	23 153	23 153	23 153	23 153
		Flush toilet (with septic tank)		–	–	–	–	–	–
		Chemical toilet		20 400	21 420	22 491	22 491	22,491	22 491
		Pit toilet (ventilated)		–	–	–	–	–	–
		Other toilet provisions (> min.service level)							
		Minimum Service Level and Above sub-total	0	41,400	43,470	45,644	45,644	45,644	45,644
		Bucket toilet							
		Other toilet provisions (< min.service level)							
		No toilet provisions							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	0	41,400	43,470	45,644	45,644	45,644	45,644
Name of municipal entity		*Energy:*							
		Electricity (at least min.service level)							
		Electricity - prepaid (min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	0
		Electricity (< min.service level)							
		Electricity - prepaid (< min. service level)							
		Other energy sources							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	0	–	–	–	–	–	0
Name of municipal entity		*Refuse:*							
		Removed at least once a week							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	0
		Removed less frequently than once a week							
		Using communal refuse dump							
		Using own refuse dump							
		Other rubbish disposal							
		No rubbish disposal							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	0
		Total number of households	0	–	–	–	–	–	–

Services provided by 'external mechanisms'	Ref.		2012/13	2013/14	2014/15	Budget Year 2015/16			2015/16 Medium
			Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2015/16
Names of service providers		Household service targets (000)							
		Water:							
		Piped water inside dwelling							
		Piped water inside yard (but not in dwelling)							
	8	Using public tap (at least min.service level)							
	10	Other water supply (at least min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
	9	Using public tap (< min.service level)							
	10	Other water supply (< min.service level)							
		No water supply							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
Names of service providers		*Sanitation/sewerage:*							
		Flush toilet (connected to sewerage)							
		Flush toilet (with septic tank)							
		Chemical toilet							
		Pit toilet (ventilated)							
		Other toilet provisions (> min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
		Bucket toilet							
		Other toilet provisions (< min.service level)							
		No toilet provisions							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
Names of service providers		*Energy:*							
		Electricity (at least min.service level)							
		Electricity - prepaid (min.service level)							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
		Electricity (< min.service level)							
		Electricity - prepaid (< min. service level)							
		Other energy sources							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–
Names of service providers		*Refuse:*							
		Removed at least once a week							
		Minimum Service Level and Above sub-total	0	–	–	–	–	–	–
		Removed less frequently than once a week							
		Using communal refuse dump							
		Using own refuse dump							
		Other rubbish disposal							
		No rubbish disposal							
		Below Minimum Service Level sub-total	0	–	–	–	–	–	–
		Total number of households	0	–	–	–	–	–	–

References

1. Monthly household income threshold. Should include all sources of income.
2. Show the poverty analysis the municipality uses to determine its indigents policy and the provision of services
3. Include total of all housing units within the municipality
4. Number of subsidised dwellings to be constructed by the municipality under agency agreement with province
5. Provide estimate based on building approval information. Include any non-subsidised dwellings constructed by the municipality
6. Insert actual or estimated % increases assumed as a basis for budget calculations

DC21 Ugu - Supporting Table SB6 Consolidated Adjustments Budget - funding measurement -

Description	Ref	MFMA section	2012/13	2013/14	2014/15	Medium Term Revenue and Expenditure Framework				
R thousands			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2016/17	Budget Year +2 2017/18
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b				234,571	–	263,739	276,894	290,739
Cash + investments at the yr end less applications - R'000	2	18(1)b				145,135	–	82,316	86,432	90,753
Cash year end/monthly employee/supplier payments	3	18(1)b				–	–	–	–	–
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				358,264	–	377,146	396,003	415,803
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	-1.0%	-1.0%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				5.6%	0.0%	5.0%	5.0%	5.0%
Capital payments % of capital expenditure	8	18(1)c;19				85.2%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	11	18(1)a							-23.2%	-31.7%
Long term receivables % change - incr(decr)	12	18(1)a							5.0%	5.0%
R&M % of Property Plant & Equipment	13	20(1)(vi)				2.2%	0.0%	1.6%	145.5%	145.5%
Asset renewal % of capital budget	14	20(1)(vi)				0.0%	0.0%	0.0%	0.0%	0.0%

References

1. Positive cash balances indicative of minimum compliance - subject to 2

2. Deduct applications (defined) from cash balances

3. Indicative of sufficient liquidity to meet average monthly operating payments

4. Indicative of funded operational requirements

5. Indicative of adherence to macro-economic targets (prior to 2003/04 revenue not available for high capacity municipalities and later for other capacity classifications)

6. Realistic average cash collection forecasts as % of annual billed revenue

7. Realistic average increase in doubtful debt provision

8. Indicative of planned capital expenditure level & cash payment timing

9. Indicative of compliance with borrowing 'only' for the capital budget - should not exceed 100% unless refinancing

10. Substantiation of National/Province allocations included in budget

11. Indicative of realistic current arrear debtor collection targets (prior to 2003/04 revenue not available for high cap municipalities and later for other capacity classifications)

12. Indicative of realistic long term arrear debtor collection targets (prior to 2003/04 revenue not available for high cap municipalities and later for other capacity classifications)

13. Indicative of a credible allowance for repairs & maintenance of assets

14. Indicative of a credible allowance for asset renewal (requires analysis of asset renewal projects as % of total capital projects - detailed capital plan)

DC21 Ugu - Supporting Table SB7 Consolidated Adjustments Budget - transfers and grant receipts -

Description	Ref	Budget Year 2015/16							Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted 7	Multi-year capital 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		
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		376,210	–	–	–	(5,950)	(5,950)	370,260	388,773	408,211
Local Government Equitable Share							–	–	–	–
RSC Levy Replacement		300,885				3,000	3,000	303,885	319,079	335,033
Finance Management		58,891					–	58,891	61,836	64.927
Municipal Systems Improvement		1,325				(300)	(300)	1,025	1,076	1,130
Water Services Operating Subsidy		940					–	940	987	1,036
EPWP Incentive	3	3,650				(3.650)	(3,650)	–	–	–
Infrastructure Skills Development Grant		1.826					–	1,826	1,917	2,013
Rural Roads Asset Management Grant							–	–	–	–
Rural Household Sanitation		2,446					–	2,446	2,568	2,697
Municipal Infrastructure Grant (Opex portion)		6 247				(5.000)	(5,000)	1,247	1,309	1,374
Other transfers and grants [insert description]							–	–	–	–
Provincial Government:		250	–	–	–	–	–	250	–	–
Sport and Recreation							–	–	–	–
Finance Management							–	–	–	–
Development Planning Shared Services		250					–	250	263	276
Cogta Massification							–	–	–	–
EPWP Incentive							–	–	–	–
Department of Transport Grant							–	–	–	–
Department of Human Settlements (EPWP)	4						–	–	–	–
District GDS							–	–	–	–
Other transfers and grants [insert description]	5						–	–	–	–
District Municipality:		5,084	–	–	–	2,477	2,477	7,562	7,940	8,337
Hibiscus Coast Municipality - SCDA		3,484				616	616	4,100	4.305	4.520
Other Local Municipalities - Tourism Entity		1,600				1,862	1,862	3,462	3,635	3,816
Other grant providers:		–	–	–	–	–	–	–	–	–
LGSeta							–	–	–	–
							–	–	–	–
Total Operating Transfers and Grants	6	381,544	–	–	–	(3,473)	(3,473)	378,071	396,712	416,548
Capital Transfers and Grants										
National Government:		351,998	–	–	–	7,438	7,438	359,437	96,597	101,427
Local Government Equitable Share (Capex)							–	–		
Municipal Infrastructure Grant (MIG)		243,069				5,000	5,000	248,069	260,473	273,497
Regional Bulk Infrastructure		8 834				10,536	10,536	19,370	20,338	21.355
Rural Households Infrastructure							–	–	–	–
Rural Transport Services and Infrastructure							–	–	–	–
Municipal Water Infrastructure/Other Grants		100,095				(8,398)	(8,398)	91,697	96,282	101,096
Municipal Disaster Recovery							–	–	–	–
Finance Management Grant						300	300	300	315	331
Fire Fighting Grant		–				–	–	–	–	–
Provincial Government:		3,000	–	–	–	2,000	2,000	5,000	5,250	5,513
Massification - CoGTA							–	–	–	–
Disaster Management centre		3,000				2,000	2,000	5,000	5,250	5,513
Drought Relief Intervention Programme							–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
District Municipality							–	–	–	–
							–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Kwambonwa WWTW (Masala National Transfers)							–	–		
DBSA							–	–		
Total Capital Transfers and Grants	6	354,998	–	–	–	9,438	9,438	364,437	101,847	106,940
TOTAL RECEIPTS OF TRANSFERS & GRANTS		736,542	–	–	–	5,966	5,966	742,508	498,560	523,488

References

1. Each grant is listed by name as gazetted together with the name of the transferring department or municipality, donor or other organisation

*2. Amounts actually **RECEIVED**; not revenue earned (the objective is to confirm grants allocated)*

3. Replacement of RSC levies

4. Housing subsidies for housing where ownership transferred to organisations or persons outside the control of the municipality

5. Motor vehicle licensing refunds to be included under 'agency' services (Not shown here as Receipts)

6. Total Grant Receipts original budget must reconcile to budget supporting table A18

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Increases of funds approved under section 31 MFMA

9. Adjustments to funding allocations from National or Provincial Government

10. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); error correction (section 28(2)(f)); functional shifts and any adjustments made under delegation by the AO since the budget was approve

11. E = B + C + D

12. Adjusted Budget F = (A or A1/2 etc) + E

DC21 Ugu - Supporting Table SB8 Consolidated Adjustments Budget - expenditure on transfers and grant programme -

Description	Ref	Budget Year 2015/16							Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			2	3	4	5	6	7		
R thousands		A	A1	B	C	D	E	F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:	1									
Operating expenditure of Transfers and Grants										
National Government:		376,210	–	–	–	(5,950)	(5,950)	370,260	388,773	408,211
Local Government Equitable Share		300,885					–	300,885	315,929	331,726
RSC Levy Replacement		58,891				3,000	3,000	61,891	64,986	68,235
Finance Management		1,325					–	1,325	1,391	1,461
Municipal Systems Improvement		940				(300)	(300)	640	672	706
Water Services Operating Subsidy		3,650					–	3,650	3,833	4,024
EPWP Incentive		1,826				(3,650)	(3,650)	(1,824)	(1,915)	(2,011)
Infrastructure Skills Development Grant							–	–	–	–
Rural Roads Asset Management Grant		2,446					–	2,446	2,568	2,697
Rural Household Sanitation							–	–	–	–
Municipal Infrastructure Grant (Opex portion)		6,247				(5,000)	(5,000)	1,247	1,309	1,374
Other transfers and grants [insert description]							–	–	–	–
Provincial Government:		250	–	–	–	–	–	250	263	276
Sport and Recreation							–	–	–	–
Finance Management							–	–	–	–
Development Planning Shared Services		250				–	–	250	263	276
Cogta Massification							–	–	–	–
EPWP Incentive							–	–	–	–
Department of Transport Grant							–	–	–	–
Department of Human Settlements (EPWP)							–	–	–	–
District GDS							–	–	–	–
Other transfers and grants [insert description]							–	–	–	–
District Municipality:		5,084	–	–	–	2,477	2,477	7,562	7,940	8,337
Hibiscus Coast Municipality - SCDA		3,484				616	616	4,100	4,305	4,520
Other Local Municipalities - Tourism Entity		1,600				1,862	1,862	3,462	3,635	3,816
Other grant providers:		–	–	–	–	–	–	–	–	–
LGSeta							–	–	–	–
							–	–	–	–
Total operating expenditure of Transfers and Grants:		381,544	–	–	–	(3,473)	(3,473)	378,071	396,975	416,824
Capital expenditure of Transfers and Grants										
National Government:		351,998	–	–	–	7,438	7,438	359,437	377,409	396,279
Municipal Infrastructure Grant (MIG)		243,069				5,000	5,000	248,069	260,473	273,497
Regional Bulk Infrastructure		8,834				10,536	10,536	19,370	20,338	21,355
Rural Households Infrastructure							–	–	–	–
Rural Transport Services and Infrastructure							–	–	–	–
Municipal Water Infrastructure/Other Grants		100,095				(8,398)	(8,398)	91,697	96,282	101,096
Municipal Disaster Recovery							–	–	–	–
Finance Management Grant						300	300	300	315	331
Other capital transfers/grants [insert desc]						–	–	–	–	–
Municipal Systems Improvement							–	–	–	–
Finance Management Grant							–	–	–	–
Fire Fighting Grant							–	–	–	–
Provincial Government:		3,000	–	–	–	2,000	2,000	5,000	–	–
Massification - CoGTA							–	–	–	–
Disaster Management centre		3,000				2,000	2,000	5,000	5,250	5,513
Dought Relief Intervention programme							–	–	–	–
Other capital transfers/grants [insert description]							–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
District Municipality:							–	–	–	–
							–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Kwambonwa WWTW (Masala National Transfers)							–	–	–	–
DBSA							–	–	–	–
Total capital expenditure of Transfers and Grants		354,998	–	–	–	9,438	9,438	364,437	377,409	396,279
Total capital expenditure of Transfers and Grants		736,542	–	–	–	5,966	5,966	742,508	774,383	813,103

References

1. Transfers/Grant expenditure must be separately listed for each allocation received

2. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

3. Increases of funds approved under section 31 MFMA

4. Adjustments to funding allocations from National or Provincial Government

5. Adjusts. = 'Other' Adjustments proposed to be approved; error correction (section 28(2)(f)); functional shifts and any adjustments made under delegation by the AO since the budget was approved or since a previously 'approved' Adjustments Budget in the

6. E = B + C + D

7. Adjusted Budget F = (A or A1/2 etc) + E

DC21 Ugu - Supporting Table SB9 Consolidated Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds -

Description	Ref	Budget Year 2015/16							Budget Year +1 2016/17	Budget Year +2 2017/18
		Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
			2	3	4	5	6	7		
R thousands		A	A1	B	C	D	E	F		
Operating transfers and grants:										
National Government:										
Balance unspent at beginning of the year		8,427				–	–	8,427	8,848	9,291
Current year receipts		372,867				(2,607)	(2,607)	370,260	388,773	408,211
Conditions met - transferred to revenue		381,294	–	–	–	(2,607)	(2,607)	378,686	397,621	417,502
Conditions still to be met - transferred to liabilities						–	–	–	–	–
Provincial Government:										
Balance unspent at beginning of the year						1,177	1,177	1,177	1,235	1,297
Current year receipts		250				–	–	250	263	276
Conditions met - transferred to revenue		250	–	–	–	1,177	1,177	1,427	1,498	1,573
Conditions still to be met - transferred to liabilities						–	–	–	–	–
District Municipality:										
Balance unspent at beginning of the year						174	174	174	183	192
Current year receipts						7,562	7,562	7,562	7,940	8,337
Conditions met - transferred to revenue		–	–	–	–	7,736	7,736	7,736	8,123	8,529
Conditions still to be met - transferred to liabilities						–	–	–	–	–
Other grant providers:										
Balance unspent at beginning of the year							–	–	–	–
Current year receipts							–	–	–	–
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities							–	–	–	–
Total operating transfers and grants revenue		381,544	–	–	–	6,305	6,305	387,849	407,241	427,603
Total operating transfers and grants - CTBM	2	–	–	–	–	–	–	–	–	–
Capital transfers and grants:										
National Government:										
Balance unspent at beginning of the year						16,878	16,878	16,878	49,676	24,931
Current year receipts		354,998				7,438	7,438	362,437	323,072	366,455
Conditions met - transferred to revenue		354,998	–	–	–	24,316	24,316	379,314	372,748	391,386
Conditions still to be met - transferred to liabilities						–	–	–		
Provincial Government:										
Balance unspent at beginning of the year						2,604	2,604	2,604		
Current year receipts						5,000	5,000	5,000		
Conditions met - transferred to revenue		–	–	–	–	7,604	7,604	7,604	–	–
Conditions still to be met - transferred to liabilities						–	–	–		
District Municipality:										
Balance unspent at beginning of the year							–	–		
Current year receipts							–	–		
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities							–	–		
Other grant providers:										
Balance unspent at beginning of the year							–	–		
Current year receipts							–	–		
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities							–	–		
Total capital transfers and grants revenue		354,998	–	–	–	31,920	31,920	386,918	372,748	391,386
Total capital transfers and grants - CTBM		–	–	–	–	–	–	–	–	–
TOTAL TRANSFERS AND GRANTS REVENUE		736,542	–	–	–	38,225	38,225	774,767	779,990	818,989
TOTAL TRANSFERS AND GRANTS - CTBM		–	–	–	–	–	–	–	–	–

References

1. Total capital grants revenue budget must reconcile to budget tables A4 and A5; total operating grants revenue must reconcile to budget table A4

2. CTBM = conditions to be met

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Increases of funds approved under section 31 MFMA

5. Adjustments to funding allocations from National or Provincial Government

5. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (sect

6. E = B + C + D

7. Adjusted Budget F = (A or A1/2 etc) + E

DC21 Ugu - Supporting Table SB10 Consolidated Adjustments Budget - transfers and grants made by the municipality -

Description	Ref	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
			6	7	8	9	10	11	12	13		
R thousands		A	A1	B	C	D	E	F	G	H		
Cash transfers to other municipalities												
Fire fighting contribution to LMs	1								–	–		
									–	–		
									–	–		
TOTAL ALLOCATIONS TO MUNICIPALTIES:		–	–	–	–	–	–	–	–	–	–	–
Cash transfers to Entities/Other External Mechanisms												
VIP Toilets	2	–						–	–	–	–	–
Disaster Management		–						2 146	2,146	2,146	2 253	2,366
Corridor Development		–						–	–	–	–	–
KWALEMBE REGIONAL BULK WATER SUPPLY SCHEME		–						–	–	–	–	–
RURAL TRANSPORT SERVICES GRANT		–						2,446	2,446	2,446	2 568	2,697
PUBLIC WORKS EXPANDED PROGRAMME		–						1 826	1,826	1,826	1 917	2,013
DROUGHT RELIEF		–						6,591	6,591	6,591	6,921	7,267
RESPONSE AND RECOVERY		–						3,200	3,200	3,200	3,360	3,528
Other grant expenditure		–						25 405	25,405	25,405	26 675	28 009
Local Economic Development		–						1,671	1,671	1,671	1,755	1,842
TOTAL ALLOCATIONS TO ENTITIES/EMs'		–	–	–	–	–	–	43,285	43,285	43,285	45,449	47,722
Cash transfers to other Organs of State												
[insert description]	3								–	–		
[insert description]									–	–		
[insert description]									–	–		
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		–	–	–	–	–	–	–	–	–	–	–
Cash transfers to other Organisations												
[insert description]	4								–	–		
[insert description]									–	–		
[insert description]									–	–		
TOTAL CASH TRANSFERS TO OTHER ORGANISATIONS:		–	–	–	–	–	–	–	–	–	–	–
TOTAL CASH TRANSFERS	5	–	–	–	–	–	–	43,285	43,285	43,285	45,449	47,722
Non-cash transfers to other municipalities												
[insert description]	1								–	–		
[insert description]									–	–		
[insert description]									–	–		
TOTAL ALLOCATIONS TO MUNICIPALITIES:		–	–	–	–	–	–	–	–	–	–	–
Non-cash transfers to Entities/Other External Mechanisms												
VIP Toilets	2	2 422						(2,422)	(2,422)	–		
Disaster Management		1,536						(1 536)	(1,536)	–		
Corridor Development		–						–	–	–		
KWALEMBE REGIONAL BULK WATER SUPPLY SCHEME		–						–	–	–		
RURAL TRANSPORT SERVICES GRANT		2 446						(2,446)	(2,446)	–		
PUBLIC WORKS EXPANDED PROGRAMME		1,826						(1,826)	(1,826)	–		
DROUGHT RELIEF		4,591						(4 591)	(4,591)	–		
RESPONSE AND RECOVERY		2,200						(2 200)	(2,200)	–		
Other grant expenditure		25,405						(25,405)	(25,405)	–		
Local Economic Development		2,228						(2,228)	(2,228)	–		
TOTAL ALLOCATIONS TO ENTITIES/EMs'		42,655	–	–	–	–	–	(42,655)	(42,655)	–	–	–
Non-cash transfers to other Organs of State												
[insert description]	3								–	–		
[insert description]									–	–		
[insert description]									–	–		
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:		–	–	–	–	–	–	–	–	–	–	–
Non-cash transfers to other Organisations												
Indigent Support	4	18,828						5,607	5,607	24,435	25,657	26,940
Free Basic Standpipes		33,707						8,411	8,411	42,118	44,224	46,435
									–	–		
TOTAL NON-CASH TRANSFERS TO OTHER ORGANISATIONS:		52,535	–	–	–	–	–	14,018	14,018	66,553	69,881	73,375
TOTAL NON-CASH TRANSFERS	5	95,190	–	–	–	–	–	(28,637)	(28,637)	66,553	69,881	73,375
TOTAL TRANSFERS		95,190	–	–	–	–	–	14,648	14,648	109,838	115,330	121,097

References

1. Insert description listed by municipal name and demarcation code of recipient

2. Insert description of each entity or external mechanism (an external mechanism may be provided with resources to ensure a minimum level of service)

3. Insert description of each Organ of State; e.g. Eskom

4. Insert description of each 'other' organisation

5. All descriptions should separate allocations for 'capital purposes' and 'operating purposes'

6. Only complete if a previous adjusted budget has been approved in

7. Additional cash-backed accumulated funds/unspent funds (section

8. Increases of funds approved under section 31 MFMA

9. Adjustments approved in accordance with section 29 MFMA

10. Adjustments to funding allocations from National or Provincial Government

11. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (sec

12. G = B + C + D + E + F

13. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Supporting Table SB11 Consolidated Adjustments Budget - councillor and staff benefits -

Summary of remuneration	Ref	Budget Year 2015/16									
		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	% change
R thousands		A	A1	B	C	D	E	F	G	H	
Councillors (Political Office Bearers plus Other)											
Basic Salaries and Wages		4 741						(605)	(605)	4,137	-12.8%
Pension and UIF Contributions		266						(54)	(54)	212	-20.4%
Medical Aid Contributions		190						(9)	(9)	180	-4.8%
Motor Vehicle Allowance		2,250						1,449	1,449	3,699	64.4%
Cellphone Allowance		325						21	21	346	
Housing Allowances		1 571						256	256	1,827	
Other benefits and allowances		74						(33)	(33)	41	
Sub Total - Councillors		9,417	–			–		1,025	1,025	10,443	10.9%
% increase			(0)							0	
Senior Managers of the Municipality											
Basic Salaries and Wages		3 772						(231)	(231)	3,541	-6.1%
Pension and UIF Contributions		301						(49)	(49)	252	-16.2%
Medical Aid Contributions		137						(16)	(16)	121	-11.7%
Overtime									–	–	
Performance Bonus								600	600	600	
Motor Vehicle Allowance		1 420						46	46	1,476	3.2%
Cellphone Allowance		88						(6)	(6)	82	-6.9%
Housing Allowances		727						(59)	(59)	668	
Other benefits and allowances		57						(7)	(7)	50	
Payments in lieu of leave									–	–	
Long service awards									–	–	
Post-retirement benefit obligations	5								–	–	
Sub Total - Senior Managers of Municipality		6,513	–	–		–		278	278	6,791	4.3%
% increase			(0)							0	
Other Municipal Staff											
Basic Salaries and Wages		176 388						6 888	6,888	183,276	3.9%
Pension and UIF Contributions		26 419						2,848	2,848	29,267	10.8%
Medical Aid Contributions		16 600						1 449	1,449	18,050	8.7%
Overtime		21 065						3,056	3,056	24,121	14.5%
Performance Bonus		–							–	–	
Motor Vehicle Allowance		9 500						2,414	2,414	11,914	25.4%
Cellphone Allowance		1,265						232	232	1,498	18.4%
Housing Allowances		902						248	248	1,149	
Other benefits and allowances		14 858						1 480	1,480	16,338	
Payments in lieu of leave		6 066						8	8	6,074	0.1%
Long service awards		1 418						(236)	(236)	1,182	-16.6%
Post-retirement benefit obligations	5	896						–	–	896	0.0%
Sub Total - Other Municipal Staff		275,376	–	–	–	–	–	18,389	18,389	293,765	6.7%
% increase											
Total Parent Municipality		291,306	–	–	–	–	–	19,692	19,692	310,998	5.8%
Board Members of Entities											
Basic Salaries and Wages		25						(25)	(25)	–	
Pension and UIF Contributions									–	–	
Medical Aid Contributions									–	–	
Overtime									–	–	
Performance Bonus									–	–	
Motor Vehicle Allowance								23	23	23	
Cellphone Allowance									–	–	
Housing Allowances									–	–	
Other benefits and allowances		2						–	–	2	
Board Fees		472						128	128	600	27.1%
Payments in lieu of leave									–	–	
Long service awards									–	–	
Post-retirement benefit obligations	5								–	–	
Sub Total - Board Members of Entities		499	–	–	–	–	–	126	126	625	25.2%
% increase											
Senior Managers of Entities											
Basic Salaries and Wages		3 707						1 159	1,159	4,866	31.3%
Pension and UIF Contributions									–	–	
Medical Aid Contributions									–	–	
Overtime									–	–	
Performance Bonus		136						17	17	153	
Motor Vehicle Allowance									–	–	
Cellphone Allowance		33						–	–	33	
Housing Allowances		19						(19)	(19)	–	
Other benefits and allowances								20	20	20	
Payments in lieu of leave									–	–	
Long service awards									–	–	
Post-retirement benefit obligations	5								–	–	
Sub Total - Senior Managers of Entities		3,895	–	–	–	–	–	1,177	1,177	5,072	30.2%
% increase											
Other Staff of Entities											
Basic Salaries and Wages		3,525						(292)	(292)	3,233	-8.3%
Pension and UIF Contributions		123						(25)	(25)	98	-20.0%
Medical Aid Contributions		287						(71)	(71)	216	-24.7%
Overtime		327						17	17	344	5.3%
Performance Bonus		182						(23)	(23)	160	
Motor Vehicle Allowance									–	–	
Cellphone Allowance		16						–	–	16	0.0%
Housing Allowances		33						(5)	(5)	27	
Other benefits and allowances		48						(3)	(3)	45	
Payments in lieu of leave									–	–	
Long service awards									–	–	
Post-retirement benefit obligations	5								–	–	
Sub Total - Other Staff of Entities		4,539	–	–	–	–	–	(402)	(402)	4,138	-8.8%
% increase											
Total Municipal Entities		8,934	–	–	–	–	–	901	901	9,835	10.1%
TOTAL SALARY, ALLOWANCES & BENEFITS		300,240	–	–	–	–	–	20,593	20,593	320,833	6.9%
% increase											
TOTAL MANAGERS AND STAFF		290,324	–	–	–	–	–	19,442	19,442	309,766	6.7%

References

1. Include 'Loans and advances' where applicable if any reportable amounts only until phased compliance with s164 of MFMA achieved

2. If benefits in kind are provided (e.g. provision of living quarters) the full market value must be shown as the cost to the municipality

3. s57 of the Systems Act

4. Must agree to the sub-total appearing on Table C1 (Employee costs)

5. Includes pension payments and employer contributions to medical aid

Column Definitions:

A. The original budget approved by council for the current year

5. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

DC21 Ugu - Supporting Table SB12 Consolidated Adjustments Budget - monthly revenue and expenditure (municipal vote) -

Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue by Vote																
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		36	99	366	175	192	114	183	183	183	183	183	183	2,078	2,182	2,291
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		151,610	1,537	1,476	2,125	1,103	111,661	(16,998)	(16,998)	(16,998)	(16,998)	(16,998)	(16,998)	167,524	175,900	184,695
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPMENT		3,444	30,688	42,074	26,526	26,353	29,895	(21,069)	(21,069)	(21,069)	(21,069)	(21,069)	(21,069)	32,564	34,193	35,902
Vote 4 - Vote 4 - WATER		36,904	17,335	25,827	36,757	27,904	27,146	63,304	63,304	63,304	63,304	63,304	63,304	551,695	579,279	608,243
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		8,268	10,025	5,527	8,922	8,283	8,683	9,667	9,667	9,667	9,667	9,667	9,667	107,712	113,098	118,753
Vote 6 - Vote 6 - PUBLIC SAFETY		–	–	–	–	33	–	1,140	1,140	1,140	1,140	1,140	1,140	6,871	7,215	7,576
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		–	–	–	–	–	501	2,816	2,816	2,816	2,816	2,816	2,816	17,397	18,267	19,180
Vote 8 - Vote 8 - OTHER: MARKET		86	56	200	121	–	–	48	48	48	48	48	48	750	788	827
Vote 9 - Vote 9 - SPORTS & RECREATION		20	16	20	20	21	20	15	15	15	15	15	15	211	221	232
Vote 10 - [NAME OF VOTE 10]													–	–	–	–
Vote 11 - [NAME OF VOTE 11]													–	–	–	–
Vote 12 - [NAME OF VOTE 12]													–	–	–	–
Vote 13 - [NAME OF VOTE 13]													–	–	–	–
Vote 14 - [NAME OF VOTE 14]													–	–	–	–
Vote 15 - [NAME OF VOTE 15]													–	–	–	–
Total Revenue by Vote		**200,367**	**59,758**	**75,489**	**74,646**	**63,888**	**178,019**	**39,106**	**39,106**	**39,106**	**39,106**	**39,106**	**39,106**	**886,802**	**931,142**	**977,699**
Expenditure by Vote																
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL		2,817	2,491	5,423	3,364	3,490	3,446	5,354	5,354	5,354	5,354	5,354	5,354	53,156	55,814	58,605
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION		6,182	8,375	13,023	12,460	8,959	10,216	11,533	11,533	11,533	11,533	11,533	11,533	128,415	134,836	141,578
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPMENT		3,895	2,421	4,795	2,719	3,277	7,181	4,046	4,046	4,046	4,046	4,046	4,046	48,562	50,991	53,540
Vote 4 - Vote 4 - WATER		27,064	24,686	64,241	39,940	38,270	47,635	48,200	48,200	48,200	48,200	48,200	48,200	531,037	557,589	585,468
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		4,230	3,446	8,518	5,037	5,564	6,099	9,155	9,155	9,155	9,155	9,155	9,155	87,823	92,214	96,824
Vote 6 - Vote 6 - PUBLIC SAFETY		789	7	591	32	52	41	639	639	639	639	639	639	5,346	5,613	5,894
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION		1,235	986	1,558	1,297	1,481	1,239	1,729	1,729	1,729	1,729	1,729	1,729	18,172	19,080	20,034
Vote 8 - Vote 8 - OTHER: MARKET		–	–	137	103	67	67	108	108	108	108	108	108	1,022	1,073	1,127
Vote 9 - Vote 9 - SPORTS & RECREATION		–	–	–	–	–	–	43	43	43	43	43	43	260	273	287
Vote 10 - [NAME OF VOTE 10]													–	–	–	–
Vote 11 - [NAME OF VOTE 11]													–	–	–	–
Vote 12 - [NAME OF VOTE 12]													–	–	–	–
Vote 13 - [NAME OF VOTE 13]													–	–	–	–
Vote 14 - [NAME OF VOTE 14]													–	–	–	–
Vote 15 - [NAME OF VOTE 15]													–	–	–	–
Total Expenditure by Vote		**46,213**	**42,412**	**98,285**	**64,952**	**61,160**	**75,924**	**80,808**	**80,808**	**80,808**	**80,808**	**80,808**	**80,808**	**873,793**	**917,483**	**963,357**
Surplus/ (Deficit)		**154,154**	**17,346**	**(22,796)**	**9,693**	**2,728**	**102,095**	**(41,702)**	**(41,702)**	**(41,702)**	**(41,702)**	**(41,702)**	**(41,702)**	**13,009**	**13,659**	**14,342**

References

1. Surplus (Deficit) must reconcile with budget table A2 and monthly budget statement table C2

DC21 Ugu - Supporting Table SB13 Consolidated Adjustments Budget - monthly revenue and expenditure (standard classification) -

Description - Standard classification	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue - Standard																
Governance and administration		151,646	1,636	1,842	2,300	1,294	111,775	(16,865)	(16,865)	(16,865)	(16,865)	(16,865)	(16,865)	169,302	177,767	186,655
Executive and council		36	99	366	175	192	114	183	183	183	183	183	183	2,078	2,182	2,291
Budget and treasury office		151,609	1,537	1,475	2,125	1,103	111,661	(17,277)	(17,277)	(17,277)	(17,277)	(17,277)	(17,277)	165,846	174,139	182,846
Corporate services		0	0	1	0	0	0	229	229	229	229	229	229	1,377	1,446	1,518
Community and public safety		20	18	20	20	54	20	1,155	1,155	1,155	1,155	1,155	1,155	7,082	7,436	7,808
Community and social services								–	–	–	–	–	–	–	–	–
Sport and recreation		20	18	20	20	21	20	15	15	15	15	15	15	211	221	232
Public safety		–	–	–	–	33	–	1,140	1,140	1,140	1,140	1,140	1,140	6,871	7,215	7,576
Housing								–	–	–	–	–	–	–	–	–
Health								–	–	–	–	–	–	–	–	–
Economic and environmental services		3,444	3,037	142	98	2,975	4,919	4,178	6,234	6,234	6,234	6,234	6,234	49,961	52,460	55,082
Planning and development		3,444	3,037	142	98	2,975	4,418	1,362	3,418	3,418	3,418	3,418	3,418	32,564	34,193	35,902
Road transport								–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	501	2,816	2,816	2,816	2,816	2,816	2,816	17,397	18,267	19,180
Trading services		45,172	55,011	73,285	72,107	59,565	61,305	50,189	48,827	48,827	48,827	48,827	47,465	659,407	692,377	726,996
Electricity					–			–	–	–	–	–	–	–	–	–
Water		36,904	44,985	37,758	63,185	51,282	52,622	40,522	39,160	39,160	39,160	39,160	37,797	551,695	579,279	608,243
Waste water management		8,268	10,025	5,527	8,922	8,283	8,683	9,667	9,667	9,667	9,667	9,667	9,667	107,712	113,098	118,753
Waste management					–			–	–	–	–	–	–	–	–	–
Other		86	56	200	121			48	48	48	48	48	48	750	788	827
Total Revenue - Standard		200,367	59,758	75,489	74,646	63,888	178,019	38,705	39,398	39,398	39,398	39,398	38,036	886,502	930,827	977,368
Expenditure - Standard																
Governance and administration		9,000	10,866	18,446	15,825	12,450	13,661	16,887	16,887	16,887	16,887	16,887	16,887	181,571	190,650	200,183
Executive and council		2,817	2,491	5,423	3,364	3,490	3,446	5,354	5,354	5,354	5,354	5,354	5,354	53,156	55,814	58,605
Budget and treasury office		1,751	3,605	2,805	2,438	2,232	3,417	3,671	3,671	3,671	3,671	3,671	3,671	38,276	40,190	42,199
Corporate services		4,431	4,771	10,218	10,022	6,727	6,799	7,862	7,862	7,862	7,862	7,862	7,862	90,140	94,647	99,379
Community and public safety		789	7	591	32	52	41	682	682	682	682	682	682	5,606	5,886	6,180
Community and social services								–	–	–	–	–	–	–	–	–
Sport and recreation		–	–	–	–	–	–	43	43	43	43	43	43	260	273	287
Public safety		789	7	591	32	52	41	639	639	639	639	639	639	5,346	5,613	5,894
Housing								–	–	–	–	–	–	–	–	–
Health								–	–	–	–	–	–	–	–	–
Economic and environmental services		5,131	3,406	6,352	4,016	4,758	8,420	5,775	5,775	5,775	5,775	5,775	5,775	66,734	70,071	73,575
Planning and development		3,895	2,421	4,795	2,719	3,277	7,181	4,046	4,046	4,046	4,046	4,046	4,046	48,562	50,991	53,540
Road transport			–	–	–	–	–	–	–	–	–	–	–	–	–	–
Environmental protection		1,235	986	1,558	1,297	1,481	1,239	1,729	1,729	1,729	1,729	1,729	1,729	18,172	19,080	20,034
Trading services		31,293	28,132	72,759	44,977	43,834	53,734	57,355	57,355	57,355	57,355	57,355	57,355	618,859	649,802	682,292
Electricity				–	–	–	–	–	–	–	–	–	–	–	–	–
Water		27,064	24,686	64,241	39,940	38,270	47,635	48,200	48,200	48,200	48,200	48,200	48,200	531,037	557,589	585,468
Waste water management		4,230	3,446	8,518	5,037	5,564	6,099	9,155	9,155	9,155	9,155	9,155	9,155	87,823	92,214	96,824
Waste management		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other		–	–	137	103	37	67	108	108	108	108	108	108	1,022	1,073	1,127
Total Expenditure - Standard		46,213	42,412	98,285	64,952	61,160	75,924	80,808	80,808	80,808	80,808	80,808	80,808	873,793	917,483	963,357
Surplus/ (Deficit) 1.		154,154	17,346	(22,796)	9,693	2,728	102,095	(42,103)	(41,409)	(41,409)	(41,409)	(41,409)	(42,772)	12,709	13,344	14,011

References

1. Surplus (Deficit) must reconcile with budget table A3 and monthly budget statement table C3

DC21 Ugu - Supporting Table SB14 Consolidated Adjustments Budget - monthly revenue and expenditure -

Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source																
Property rates													–	–	–	–
Property rates - penalties & collection charges													–	–	–	–
Service charges - electricity revenue													–	–	–	–
Service charges - water revenue		21,690	16,562	20,461	27,364	18,979	17,674	39,849	39,849	39,849	39,849	39,849	39,849	362,121	380,227	399,238
Service charges - sanitation revenue		8,257	9,998	8,273	8,894	8,273	8,668	8,071	8,071	8,071	8,071	8,071	8,071	100,791	105,830	111,122
Service charges - refuse													–	–	–	–
Service charges - other													–	–	–	–
Rental of facilities and equipment		131	99	250	164	46	121	165	165	165	165	165	165	1,801	1,891	1,986
Interest earned - external investments		499	1,588	1,446	2,161	1,151	(827)	1,313	1,313	1,313	1,313	1,313	1,313	13,896	14,591	15,321
Interest earned - outstanding debtors		234	249	210	262	223	283	334	334	334	334	334	334	3,464	3,637	3,819
Dividends received													–	–	–	–
Fines													–	–	–	–
Licences and permits													–	–	–	–
Agency services													–	–	–	–
Transfers recognised - operational		154,439	3,045	471	796	3,315	117,834	16,362	16,362	16,362	16,362	16,362	16,362	378,071	396,975	416,824
Other revenue		383	410	(2,380)	627	323	958	4,339	4,339	4,339	4,339	4,339	4,339	26,358	27,676	29,059
Gains on disposal of PPE													–	–	–	–
Total Revenue		**185,634**	**31,952**	**28,732**	**40,568**	**32,310**	**144,710**	**70,433**	**70,433**	**70,433**	**70,433**	**70,433**	**70,433**	**886,502**	**930,827**	**977,368**
Expenditure By Type																
Employee related costs		22,325	21,895	26,981	22,836	23,595	23,786	28,058	28,058	28,058	28,058	28,058	28,058	309,766	325,254	341,517
Remuneration of councillors		711	732	831	728	702	739	1,104	1,104	1,104	1,104	1,104	1,104	11,067	11,620	12,201
Debt impairment		–				–		3,845	3,845	3,845	3,845	3,845	3,845	23,069	24,223	25,434
Depreciation & asset impairment		5,135	12	37,084	14,209	14,245	14,245	5,232	5,232	5,232	5,232	5,232	5,232	116,321	122,137	128,244
Finance charges		315	652	1,092	359	11	2,704	2,302	2,302	2,302	2,302	2,302	2,302	18,946	19,894	20,888
Bulk purchases		1,581	4,363	4,696	5,257	5,017	4,400	7,324	7,324	7,324	7,324	7,324	7,324	69,255	72,718	76,354
Other materials		33	172	338	420	369	906	1,105	1,105	1,105	1,105	1,105	1,105	9,067	9,520	9,996
Contracted services		1,022	1,323	2,457	2,222	1,367	80	2,442	2,442	2,442	2,442	2,442	2,442	23,121	24,277	25,491
Grants and subsidies		5,793	2,841	4,660	3,207	2,699	9,760	10,270	10,270	10,270	10,270	10,270	10,270	90,583	95,112	99,868
Other expenditure		9,459	10,420	20,146	15,714	12,955	19,303	19,100	19,100	19,100	19,100	19,100	19,100	202,598	212,728	223,364
Loss on disposal of PPE													–	–	–	–
Total Expenditure		**46,372**	**42,412**	**98,285**	**64,952**	**61,160**	**75,924**	**80,781**	**80,781**	**80,781**	**80,781**	**80,781**	**80,781**	**873,793**	**917,483**	**963,357**
Surplus/(Deficit)		**139,262**	**(10,460)**	**(69,553)**	**(24,384)**	**(28,850)**	**68,786**	**(10,349)**	**(10,349)**	**(10,349)**	**(10,349)**	**(10,349)**	**(10,349)**	**12,709**	**13,344**	**14,011**
Transfers recognised - capital		14,733	27,806	46,757	34,077	31,578	33,309	29,363	29,363	29,363	29,363	29,363	29,363	364,437	382,659	401,792
Contributions													–	–	–	–
Contributed assets													–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		**153,995**	**17,346**	**(22,796)**	**9,693**	**2,728**	**102,095**	**19,014**	**19,014**	**19,014**	**19,014**	**19,014**	**19,014**	**377,146**	**396,003**	**415,803**

References

1. Surplus (Deficit) must reconcile with budget table A4 and monthly budget statement table C4

DC21 Ugu - Supporting Table SB15 Consolidated Adjustments Budget - monthly cash flow -

Monthly cash flows	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Cash Receipts By Source	###															
Property rates													–			
Property rates - penalties & collection charges													–			
Service charges - electricity revenue													–			
Service charges - water revenue		20,949	18,008	20,734	19,200	18,120	20,417	32,936	32,936	32,936	32,936	32,936	32,936	315,045	248,797	261,236
Service charges - sanitation revenue		7,307	7,307	7,307	7,307	7,307	7,307	7,307	7,307	7,307	7,307	7,307	7,307	87,688	90,915	95,461
Service charges - refuse													–			
Service charges - other													–			
Rental of facilities and equipment		131	23	283	179	24	117	135	135	135	135	135	135	1,567	1,555	1,633
Interest earned - external investments		239	158	456	376	330	568	1,661	1,661	1,661	1,661	1,661	1,661	12,090	5,781	6,070
Interest earned - outstanding debtors		–	–	–	–	–	–	502	502	502	502	502	502	3,014	3,776	3,965
Dividends received													–			
Fines													–			
Licences and permits													–			
Agency services													–			
Transfer receipts - operational		155,908	730	1,513	1,025	112,542	93	–	–	106,261	–	–	–	378,071	407,552	444,684
Other revenue		7,874	2,767	970	705	9,141	4,301	(346)	(346)	(346)	(346)	(346)	(346)	23,703	8,253	8,666
Cash Receipts by Source		192,408	29,014	31,263	28,793	147,464	32,804	42,195	42,195	148,456	42,195	42,195	42,195	821,178	766,630	821,715
Other Cash Flows by Source																
Transfers receipts - capital		32,332	98,000	–	–	129,047	7,673	25,024	–	66,889	5,172	–	–	364,137	323,072	366,455
Contributions & Contributed assets													–			
Proceeds on disposal of PPE													–			
Short term loans													–			
Borrowing long term/refinancing													–			
Increase (decrease) in consumer deposits		55	60	47	2	45	31	123	123	123	123	123	123	979	1,026	1,079
Decrease (Increase) in non-current debtors													–			
Decrease (increase) other non-current receivables													–			
Decrease (increase) in non-current investments													–			
Total Cash Receipts by Source		224,796	127,074	31,310	28,795	276,556	40,508	67,342	42,318	215,468	47,490	42,318	42,318	1,186,293	1,090,730	1,189,250
Cash Payments by Type																
Employee related costs		15,760	31,277	26,548	24,401	23,530	23,635	27,436	27,436	27,436	27,436	27,436	27,436	309,766	325,254	341,517
Remuneration of councillors		711	717	730	704	682	716	1,135	1,135	1,135	1,135	1,135	1,135	11,067	11,620	12,201
Finance charges		298	642	1,078	244	0	2,696	2,331	2,331	2,331	2,331	2,331	2,331	18,946	17,999	17,099
Bulk purchases - Electricity		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases - Water & Sewer		1,800	10,270	5,354	5,986	5,713	5,009	5,849	5,849	5,849	5,849	5,849	5,849	69,225	72,686	76,321
Other materials		80	114	26	79	274	103	1,399	1,399	1,399	1,399	1,399	1,399	9,067	9,520	9,996
Contracted services		1,632	1,772	2,726	2,229	1,555	1,865	1,890	1,890	1,890	1,890	1,890	1,890	23,121	24,277	25,491
Transfers and grants - other municipalities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and grants - other		1,691	2,054	3,443	1,891	1,299	5,682	12,171	12,171	12,171	12,171	12,171	12,171	89,083	93,537	98,214
Other expenditure		14,089	15,938	20,715	16,657	12,774	23,106	16,745	16,743	16,743	16,743	16,743	16,743	203,738	213,925	224,621
Cash Payments by Type		36,060	62,785	60,620	52,190	45,826	62,812	68,953	68,953	68,953	68,953	68,953	68,953	734,013	768,819	805,460
Other Cash Flows/Payments by Type																
Capital assets		19,730	37,700	23,422	36,773	33,192	36,383	38,194	38,194	38,194	38,194	38,194	38,194	416,367	437,186	459,045
Repayment of borrowing		350	521	2,307	519	307	3,667	1,847	1,847	1,847	1,847	1,847	1,847	18,754	17,816	16,925
Other Cash Flows/Payments													–			
Total Cash Payments by Type		56,140	101,006	86,349	89,482	79,325	102,862	108,995	108,995	108,995	108,995	108,995	108,995	1,169,134	1,223,821	1,281,430
NET INCREASE/(DECREASE) IN CASH HELD		168,656	26,068	(55,039)	(60,687)	197,232	(62,354)	(41,653)	(66,677)	106,473	(61,505)	(66,677)	(66,677)	17,159	(133,091)	(92,180)
Cash/cash equivalents at the month/year beginning:		246,549	415,205	441,273	386,234	325,547	522,778	460,424	418,771	352,095	458,567	397,062	330,386	246,549	263,709	130,618
Cash/cash equivalents at the month/year end:		415,205	441,273	386,234	325,547	522,778	460,424	418,771	352,095	458,567	397,062	330,386	263,709	263,709	130,618	38,437

DC21 Ugu - Supporting Table SB16 Consolidated Adjustments Budget - monthly capital expenditure (municipal vote) -

Description - Municipal Vote	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Multi-year expenditure appropriation	1															
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL													–	–	–	–
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION													–	–	–	–
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPMENT													–	–	–	–
Vote 4 - Vote 4 - WATER													–	–	–	–
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT													–	–	–	–
Vote 6 - Vote 6 - PUBLIC SAFETY													–	–	–	–
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION													–	–	–	–
Vote 8 - Vote 8 - OTHER: MARKET													–	–	–	–
Vote 9 - Vote 9 - SPORTS & RECREATION													–	–	–	–
Vote 10 - [NAME OF VOTE 10]													–	–	–	–
Vote 11 - [NAME OF VOTE 11]													–	–	–	–
Vote 12 - [NAME OF VOTE 12]													–	–	–	–
Vote 13 - [NAME OF VOTE 13]													–	–	–	–
Vote 14 - [NAME OF VOTE 14]													–	–	–	–
Vote 15 - [NAME OF VOTE 15]													–	–	–	–
Capital Multi-year expenditure sub-total	3	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Single-year expenditure appropriation																
Vote 1 - Vote 1 - EXECUTIVE & COUNCIL						13		7	7	7	7	7	7	55	57	60
Vote 2 - Vote 2 - FINANCE & ADMINISTRATION			9	1,029	580	1,257	2,553	3,224	3,224	3,224	3,224	3,224	3,234	24,780	26,019	27,320
Vote 3 - Vote 3 - INFRASTRUCTURE & ECONOMIC DEVELOPMENT					137	21	11	223	223	223	223	223	223	1,509	1,584	1,663
Vote 4 - Vote 4 - WATER		7,867	26,816	10,243	27,384	25,327	24,651	33,526	33,526	33,526	33,526	33,526	37,269	327,186	343,545	360,723
Vote 5 - Vote 5 - WASTE WATER MANAGEMENT		1,622	3,588	1,601	4,370	2,522	4,719	6,403	6,403	6,403	6,403	6,403	6,403	56,838	59,680	62,664
Vote 6 - Vote 6 - PUBLIC SAFETY								1,000	1,000	1,000	1,000	1,000	1,000	6,000	6,300	6,615
Vote 7 - Vote 7 - ENVIRONMENTAL PROTECTION													–	–	–	–
Vote 8 - Vote 8 - OTHER: MARKET													–	–	–	–
Vote 9 - Vote 9 - SPORTS & RECREATION													–	–	–	–
Vote 10 - [NAME OF VOTE 10]													–	–	–	–
Vote 11 - [NAME OF VOTE 11]													–	–	–	–
Vote 12 - [NAME OF VOTE 12]													–	–	–	–
Vote 13 - [NAME OF VOTE 13]													–	–	–	–
Vote 14 - [NAME OF VOTE 14]													–	–	–	–
Vote 15 - [NAME OF VOTE 15]													–	–	–	–
Capital single-year expenditure sub-total	3	9,488	30,413	12,873	32,471	29,139	31,935	44,383	44,383	44,383	44,383	44,383	48,136	416,367	437,186	459,045
Total Capital Expenditure	2	9,488	30,413	12,873	32,471	29,139	31,935	44,383	44,383	44,383	44,383	44,383	48,136	416,367	437,186	459,045

References

1. Table should be completed as either Multi-Year expenditure appropriation or Budget Year and Forward Year estimates

2. Total Capital Expenditure must reconcile to budget table A5 and monthly budget statement table C5

DC21 Ugu - Supporting Table SB17 Consolidated Adjustments Budget - monthly capital expenditure (standard classification) -

Description	Ref	Budget Year 2015/16												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Capital Expenditure - Standard																
Governance and administration		–	9	1,029	580	1,269	2,553	3,231	3,231	3,231	3,231	3,231	3,241	24,835	26,076	27,380
Executive and council						13		7	7	7	7	7	7	55	57	60
Budget and treasury office							6	77	77	77	77	77	87	480	504	529
Corporate services			9	1,029	580	1,257	2,547	3,146	3,146	3,146	3,146	3,146	3,146	24,300	25,515	26,791
Community and public safety		–	–	–	–	–	–	1,000	1,000	1,000	1,000	1,000	1,000	6,000	6,300	6,615
Community and social services													–	–	–	–
Sport and recreation													–	–	–	–
Public safety		–	–	–	–	–	–	1,000	1,000	1,000	1,000	1,000	1,000	6,000	6,300	6,615
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services		–	–	–	137	21	11	223	223	223	223	223	223	1,509	1,584	1,663
Planning and development					137	21	11	223	223	223	223	223	223	1,509	1,584	1,663
Road transport													–	–	–	–
Environmental protection													–	–	–	–
Trading services		9,488	30,404	11,844	31,754	27,849	29,370	39,929	39,929	39,929	39,929	39,929	43,672	384,024	403,225	423,387
Electricity													–	–	–	–
Water		7,867	26,816	10,243	27,384	25,327	24,651	33,526	33,526	33,526	33,526	33,526	37,269	327,186	343,545	360,723
Waste water management		1,622	3,588	1,601	4,370	2,522	4,719	6,403	6,403	6,403	6,403	6,403	6,403	56,838	59,680	62,664
Waste management													–	–	–	–
Other													–	–	–	–
Total Capital Expenditure - Standard		9,488	30,413	12,873	32,471	29,139	31,935	44,383	44,383	44,383	44,383	44,383	48,136	416,367	437,186	459,045

References

1. Table should be completed as either Multi-Year expenditure appropriation or Budget Year and Forward Year estimates

2. Total Capital Expenditure must reconcile to the 'Financial Position' budget and monthly budget statement

DC21 Ugu - Supporting Table SB18a Consolidated Adjustments Budget - capital expenditure on new assets by asset class -

Description	Ref	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
			7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure on new assets by Asset Class/Sub-class												
Infrastructure		359,998	–	–	–	–	–	18,426	18,426	378,424	397,345	417,213
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–	–	–
Roads, Pavements & Bridges									–	–		
Storm water									–	–		
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Generation									–	–		
Transmission & Reticulation									–	–		
Street Lighting									–	–		
Infrastructure - Water		303,229	–	–	–	–	–	18,357	18,357	321,586	337,665	354,549
Dams & Reservoirs									–	–		
Water purification									–	–		
Reticulation		303,229						18,357	18,357	321,586	337,665	354,549
Infrastructure - Sanitation		56,769	–	–	–	–	–	68	68	56,838	59,680	62,664
Reticulation									–	–		
Sewerage purification		56,769						68	68	56,838	59,680	62,664
Infrastructure - Other		–	–	–	–	–	–	–	–	–	–	–
Refuse									–	–		
Transportation	2								–	–		
Gas									–	–		
Other	3								–	–		
Community		–	–	–	–	–	–	–	–	–	–	–
Parks & gardens									–	–		
Sports Fields & stadia									–	–		
Swimming pools									–	–		
Community halls									–	–		
Libraries									–	–		
Recreational facilities									–	–		
Fire, safety & emergency									–	–		
Security and policing									–	–		
Buses									–	–		
Clinics									–	–		
Museums & Art Galleries									–	–		
Cemeteries									–	–		
Social rental housing									–	–		
Other									–	–		
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Buildings									–	–		
Other									–	–		
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Housing development									–	–		
Other									–	–		
Other assets		36,655	–	–	–	–	–	1,289	1,289	37,943	39,840	41,832
General vehicles		12,600						500	500	13,100	13,755	14,44[illegible]
Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment									–	–		
Computers - hardware/equipment		4,437						(2,920)	(2,920)	1,517	1,59[illegible]	1,672
Furniture and other office equipment		4,118						(734)	(734)	3,383	3,552	3,730
Abattoirs									–	–		
Markets									–	–		
Civic Land and Buildings									–	–		
Other Buildings		15,500						4,443	4,443	19,943	20,940	21,987
Other Land									–	–		
Surplus Assets - (Investment or Inventory)									–	–		
Other									–	–		
Agricultural assets		–	–	–	–	–	–	–	–	–	–	–
									–	–		
List sub-class									–	–		
Biological assets		–	–	–	–	–	–	–	–	–	–	–
									–	–		
List sub-class									–	–		
Intangibles		–	–	–	–	–	–	–	–	–	–	–
Computers - software & programming									–	–		
Other (list sub-class)									–	–		
Total Capital Expenditure on new assets *to be adjusted*	1	396,653	–	–	–	–	–	19,714	19,714	416,367	437,186	459,045

Description	Ref	A	A1	B	C	D	E	F	G	H	+1	+2
Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Refuse									–	–		
Fire									–	–		
Conservancy									–	–		
Ambulances									–	–		

References

1. Total Capital Expenditure on new assets (SB18a) plus Total Capital Expenditure on renewal of existing assets (SB18b) must reconcile to total capital expenditure in Budgeted Capital Expenditure

2. Airports, Car Parks, Bus Terminals and Taxi Ranks

3. For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes

4. Work-in-progress/under construction to be budgeted under the respective item

5. Infrastructure includes 'land and buildings required' by that infrastructure and vehicles/plant & equipment used by the service generated by that infrastructure

6. Donated/contributed & leased assets to be included within the respective sub-class

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only

9. Increases of funds approved under section 31 MFMA

10. Adjustments approved in accordance with section 29 MFMA

11. Adjustments to funding allocations from National or Provincial Government

12. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (sec

13. G = B + C + D + E + F

14. Adjusted Budget H = (A or A1/2 etc) + G

DC21 Ugu - Supporting Table SB18b Consolidated Adjustments Budget - capital expenditure on renewal of existing assets by asset class -

Description	Ref	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
			7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure on renewal of existing assets by Asset Class/Sub-class												
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges									-	-		
Storm water									-	-		
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Generation									-	-		
Transmission & Reticulation									-	-		
Street Lighting									-	-		
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Dams & Reservoirs									-	-		
Water purification									-	-		
Reticulation									-	-		
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Reticulation									-	-		
Sewerage purification									-	-		
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Refuse									-	-		
Transportation	2								-	-		
Gas									-	-		
Other	3								-	-		
Community		-	-	-	-	-	-	-	-	-	-	-
Parks & gardens									-	-		
Sports Fields & stadia									-	-		
Swimming pools									-	-		
Community halls									-	-		
Libraries									-	-		
Recreational facilities									-	-		
Fire, safety & emergency									-	-		
Security and policing									-	-		
Buses									-	-		
Clinics									-	-		
Museums & Art Galleries									-	-		
Cemeteries									-	-		
Social rental housing									-	-		
Other									-	-		
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Buildings									-	-		
Other									-	-		
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Housing development									-	-		
Other									-	-		
Other assets		-	-	-	-	-	-	-	-	-	-	-
General vehicles									-	-		
Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment									-	-		
Computers - hardware/equipment									-	-		
Furniture and other office equipment									-	-		
Abattoirs									-	-		
Markets									-	-		
Civic Land and Buildings									-	-		
Other Buildings									-	-		
Other Land									-	-		
Surplus Assets - (Investment or Inventory)									-	-		
Other									-	-		
Agricultural assets		-	-	-	-	-	-	-	-	-	-	-
									-	-		
List sub-class									-	-		
Biological assets		-	-	-	-	-	-	-	-	-	-	-
									-	-		
List sub-class									-	-		
Intangibles		-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming									-	-		
Other (list sub-class)									-	-		
Total Capital Expenditure on renewal of existing assets to *be adjusted*	1	-	-	-	-	-	-	-	-	-	-	-

Specialised vehicles	18	-	-	-	-	-	-	-	-	-	-	-
Refuse									-	-		
Fire									-	-		
Conservancy									-	-		
Ambulances									-	-		

References

1. Total Capital Expenditure on renewal of existing assets (SB18b) plus Total Capital Expenditure on new assets (SB18a) must reconcile to total capital expenditure in Budgeted Capital Expenditure

2. Airports, Car Parks, Bus Terminals and Taxi Ranks

3. For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes

4. Work-in-progress/under construction to be budgeted under the respective item

5. Infrastructure includes 'land and buildings required' by that infrastructure and vehicles/plant & equipment used by the service generated by that infrastructure

6. Donated/contributed & leased assets to be included within the respective sub-class

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only where

9. Increases of funds approved under section 31 MFMA

DC21 Ugu - Supporting Table SB18c Consolidated Adjustments Budget - expenditure on repairs and maintenance by asset class -

Description	Ref	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
			7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Repairs and maintenance expenditure by Asset Class/Sub-class												
Infrastructure		28,969	–	–	–	–	–	21	21	28,990	30,440	31,962
Infrastructure - Road transport		6,581	–	–	–	–	–	5	5	6,586	6,915	7,261
Roads, Pavements & Bridges		6,581						5	5	6,586	6,915	7,261
Storm water									–	–		
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Generation									–	–		
Transmission & Reticulation									–	–		
Street Lighting									–	–		
Infrastructure - Water		14,955	–	–	–	–	–	11	11	14,966	15,714	16,500
Dams & Reservoirs		2,981						2	2	2,983	3,13[illegible]	3,268
Water purification		968						1	1	969	1,017	1,068
Reticulation		11,006						8	8	11,014	11,565	12,143
Infrastructure - Sanitation		3,164	–	–	–	–	–	2	2	3,167	3,325	3,491
Reticulation		1,081						1	1	1,082	1,136	1,193
Sewerage purification		2,083						2	2	2,085	2,189	2,299
Infrastructure - Other		4,268	–	–	–	–	–	3	3	4,271	4,485	4,709
Refuse									–	–		
Transportation	2								–	–		
Gas									–	–		
Other	3	4,268						3	3	4,271	4,485	4,709
Community		–	–	–	–	–	–	–	–	–	–	–
Parks & gardens									–	–		
Sports Fields & stadia									–	–		
Swimming pools									–	–		
Community halls									–	–		
Libraries									–	–		
Recreational facilities									–	–		
Fire, safety & emergency									–	–		
Security and policing									–	–		
Buses									–	–		
Clinics									–	–		
Museums & Art Galleries									–	–		
Cemeteries									–	–		
Social rental housing									–	–		
Other									–	–		
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Buildings									–	–		
Other									–	–		
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Housing development									–	–		
Other									–	–		
Other assets		28,295	–	–	–	–	–	21	21	28,316	29,731	31,218
General vehicles		8,290						6	6	8,296	8,711	9,147
Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment		12,273						9	9	12,282	12,896	13,541
Computers - hardware/equipment		50						0	0	50	53	55
Furniture and other office equipment		12						0	0	12	13	13
Abattoirs								–	–	–	–	–
Markets								–	–	–	–	–
Civic Land and Buildings		5,666						4	4	5,670	5,954	6,251
Other Buildings		161						0	0	161	169	177
Other Land								–	–	–	–	–
Surplus Assets - (Investment or Inventory)								–	–	–	–	–
Other		1,843						1	1	1,844	1,936	2,033
Agricultural assets		–	–	–	–	–	–	–	–	–	–	–
									–	–		
List sub-class									–	–		
Biological assets		–	–	–	–	–	–	–	–	–	–	–
									–	–		
List sub-class									–	–		
Intangibles		1,336	–	–	–	–	–	1	1	1,337	1,404	1,474
Computers - software & programming		1,336						1	1	1,337	1,404	1,474
Other (list sub-class)									–	–		
Total Repairs and Maintenance Expenditure to be adjusted	1	58,600	–	–	–	–	–	43	43	58,643	61,575	64,653

Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Refuse									–	–		
Fire									–	–		
Conservancy									–	–		
Ambulances									–	–		

References

1. Total Repairs and Maintenance Expenditure by Asset Category must reconcile to total repairs and maintenance expenditure on Table SB1

2. Airports, Car Parks, Bus Terminals and Taxi Ranks

3. For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes

4. Work-in-progress/under construction to be budgeted under the respective item

5. Infrastructure includes 'land and buildings required' by that infrastructure and vehicles/plant & equipment used by the service generated by that infrastructure

6. Donated/contributed & leased assets to be included within the respective sub-class

7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

8. Additional cash-backed accumulated funds/unspent funds (section 16(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only

9. Increases of funds approved under section 31 MFMA

10. Adjustments approved in accordance with section 29 MFMA

11. Adjustments to funding allocations from National or Provincial Government

12. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b); projected savings (section 28(2)(d)); error correction (sec

13. G = B + C + D + E + F

14. Adjusted Budget H = (A or A1/2 etc) + G

15. Buses used to provide a service to the community

16. Not municipal contributions to the 'top structure' being built using the housing subsidies

17. Statues, art collections, medals etc.

18. Ambulances, fire engines, refuse vehicles - but not vehicles that would normally be classified as 'Plant and equipment'. Detail to be entered below

DC21 Ugu - Supporting Table SB18d Consolidated Adjustments Budget - depreciation by asset class -

Description	Ref	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
			7	8	9	10	11	12	13	14		
R thousands		A	A1	B	C	D	E	F	G	H		
Depreciation by Asset Class/Sub-class												
Infrastructure		44,580	–	–	–	–	–	29,068	29,068	73,648	46,810	49,150
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–	–	–
Roads, Pavements & Bridges									–	–		
Storm water									–	–		
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–	–	–
Generation									–	–		
Transmission & Reticulation									–	–		
Street Lighting									–	–		
Infrastructure - Water		40,082	–	–	–	–	–	26,134	26,134	66,216	42,087	44,192
Dams & Reservoirs		23,995						15,645	15,645	39,639	25,195	26,455
Water purification		8,516						5,553	5,553	14,069	8,942	9,389
Reticulation		7,571						4,936	4,936	12,507	7,950	8,347
Infrastructure - Sanitation		4,498	–	–	–	–	–	2,932	2,932	7,430	4,723	4,959
Reticulation		106						69	69	176	112	117
Sewerage purification		4,391						2,863	2,863	7,254	4,611	4,841
Infrastructure - Other		–	–	–	–	–	–	–	–	–	–	–
Refuse									–	–		
Transportation	2								–	–		
Gas									–	–		
Other	3								–	–		
Community		5,861	–	–	–	–	–	3,821	3,821	9,682	6,154	6,462
Parks & gardens									–	–		
Sports Fields & stadia		5,207						3,395	3,395	8,601	5,467	5,740
Swimming pools									–	–		
Community halls									–	–		
Libraries									–	–		
Recreational facilities									–	–		
Fire, safety & emergency									–	–		
Security and policing									–	–		
Buses									–	–		
Clinics									–	–		
Museums & Art Galleries									–	–		
Cemeteries									–	–		
Social rental housing									–	–		
Other		654						427	427	1,081	687	721
Heritage assets		–	–	–	–	–	–	–	–	–	–	–
Buildings									–	–		
Other									–	–		
Investment properties		–	–	–	–	–	–	–	–	–	–	–
Housing development									–	–		
Other									–	–		
Other assets		18,114	–	–	–	–	–	10,674	10,674	28,788	16,920	17,766
General vehicles		7,261						4,734	4,734	11,995	7,624	8,005
Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment		1,771						1,155	1,155	2,926	1,860	1,953
Computers - hardware/equipment		2,508						1,636	1,636	4,144	2,631	2,763
Furniture and other office equipment		1,034						842	842	1,875	1,085	1,139
Abattoirs									–	–		
Markets									–	–		
Civic Land and Buildings									–	–		
Other Buildings		3,381						2,204	2,204	5,585	3,550	3,728
Other Land									–	–		
Surplus Assets - (Investment or Inventory)									–	–		
Other		159						104	104	263	167	175
Agricultural assets		–	–	–	–	–	–	–	–	–	–	–
List sub-class									–	–		
Biological assets		–	–	–	–	–	–	–	–	–	–	–
List sub-class									–	–		
Intangibles		3,730	–	–	–	–	–	2,432	2,432	6,161	3,916	4,112
Computers - software & programming		3,730						2,432	2,432	6,161	3,916	4,112
Other (list sub-class)									–	–		
Total Depreciation to be adjusted	1	70,284	–	–	–	–	–	45,994	45,994	116,278	73,799	77,489
Specialised vehicles	18	–	–	–	–	–	–	–	–	–	–	–
Refuse									–	–		
Fire									–	–		
Conservancy									–	–		
Ambulances									–	–		

References

1. Total Repairs and Maintenance Expenditure by Asset Category must reconcile to total repairs and maintenance expenditure on Table SB1
2. Airports, Car Parks, Bus Terminals and Taxi Ranks
3. For example - technology backbones (e.g. fibre optic, WIFI infrastructure) for economic development purposes
4. Work-in-progress under construction to be budgeted under the respective item
5. Infrastructure includes 'land and buildings required' by that infrastructure and vehicles/plant & equipment used by the service generated by that infrastructure
6. Donated/contributed & leased assets to be included within the respective sub-class
7. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.
8. Additional cash-backed accumulated funds/unspent funds (section 18(1)(b) and section 28(2)(e) MFMA) identified after Original Budget approved and after annual financial statements audited (note: only
9. Increases of funds approved under section 31 MFMA
10. Adjustments approved in accordance with section 29 MFMA
11. Adjustments to funding allocations from National or Provincial Government
12. Adjusts. = 'Other' Adjustments proposed to be approved; including revenue under-collection (MFMA section 28(2)(a)); additional revenue appropriation on existing programmes (section 28(2)(b)), projected savings (section 28(2)(d)); error correction (sec
13. G = B + C + D + E + F
14. Adjusted Budget H = (A or A1/2 etc) + G
15. Buses used to provide a service to the community
16. Net municipal contributions to the 'top structure' being built using the housing subsidies
17. Statues, art collections, medals etc
18. Ambulances, fire engines, refuse vehicles - but not vehicles that would normally be classified as 'Plant and equipment'. Detail to be entered below

check balance -470 -50,754,529

DC21 Ugu - Supporting Table SB19 Consolidated List of capital programmes and projects affected by Adjustments Budget -

Municipal Vote/Capital project	Program/Project description	Project number	IDP Goal Code	Individually Approved Yes/No	Asset Class	Asset Sub-Class	GPS co-ordinates	Medium Term Revenue and Expenditure Framework					
								Budget Year 2015/16		Budget Year +1 2016/17		Budget Year +2 2017/18	
R thousand			3	6	4	4	5	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
Parent municipality:													
Finance and Administration	IT Upgrade			No	*Intangibles*	*Computers - software & programming*		4 400	1,437	4,620	1 509	4,851	1 584
Public Saftey/Disaster	Fire Equipment			No	*Other Assets*	*Furniture and other office equipment*		3 000	1,000	3 150	1.050	3 308	1 103
Public Saftey/Disaster	Fire Fighting			No	*Other Assets*	*Buildings*		–	5.000	–	5 250	–	5 513
Finance and Administration	Furniture & Equipment			No	*Other Assets*	*Other*		438	916	459	963	482	1 012
Finance and Administration	Buildings & Structures			No	*Other Assets*	*Other*		15 500	14,943	16,275	15,690	17.089	16,475
Finance and Administration	Motor Vehicles			No	*Other Assets*	*General vehicles*		6,000	7 500	6,300	7 875	6,615	8 269
OMM	Motor Vehicles			No	*Other Assets*	*General vehicles*		1,000	–	1.050	–	1 103	–
OMM	Computer Equipment			No	*Other Assets*	*Furniture and other office equipment*		37	37	39	39	41	41
Water	Water Infrastructure			No	*Infrastructure - Water*	*Reticulation*		3,500	3,500	3,675	3,675	3,859	3,859
	Mhlabatshane Regional Water Supply Scheme			No	*Infrastructure - Water*	*Reticulation*		8,834	19 370	9 276	20,338	9,739	21,355
	Municipal Water Infrastructure Grant			No	*Infrastructure - Water*	*Reticulation*		100,095	91,697	105 100	96,282	110 355	101 096
	Kwazolo Water Supply. Reticulation	520340-130-140-699 707-108		No	*Infrastructure - Water*	*Reticulation*	*30 9 46 30 48 14*	–	2,500	–	2.625	–	2,756
	Kwanyuswa Water Scheme - Phase 3 (AFA) MIS 194753	520340-130 140-699 707 109		No	*Infrastructure - Water*	*Reticulation*	*30 7 7 30 41*	10,000	3,005	10 500	6 305	11 025	6,621
	Mhlabatshane Regional Water Supply Scheme	520340-130-140-699 707-111		No	*Infrastructure - Water*	*Reticulation*	*30 21 0 30 36 0*	2,000	1,095	2.100	4,300	2,205	4,515
	Umtamvuna Water Works Raw Water Upgrade	520340-130-140-699-707 117		No	*Infrastructure - Water*	*Reticulation*	*30 8 57 30 53 36*	2,000	6.000	2,100	6 300	2 205	6.615
	Mazhelani East Water Project	520340-130 140-699 707-118		No	*Infrastructure - Water*	*Reticulation*	*30 16 47 30 28 ?*	2,000	879	2.100	713	2 205	749
	Harding Weza Regional Bulk Water Supply Planning (AFA) MIS 207998	520340 130-140-699-707 119		No	*Infrastructure - Water*	*Reticulation*	*29 44 57 30 35 3*	20,000	12.195	21,000	12 803	22 050	13 443
	Thoyane Water Project Phases 4 & 7	520340-130-140-699-707-120		No	*Infrastructure - Water*	*Reticulation*	*30 36 1 29 52 5*	800	1,181	840	1 240	882	1 302
	Umzimkhulu Bulk Water Augmentation Scheme Stage	520340 130-140-699-707-121		No	*Infrastructure - Water*	*Reticulation*		30 000	12,989	31,500	45 138	33,075	47,395
	Mamenge Bulk Water and Sanitation Project	520340 130-140-699-707 124		No	*Infrastructure - Water*	*Reticulation*	*30 24 33 30 44 28*	1.000	2,971	1,050	3.119	1 103	3,275
	Makaba and Surrounds Water Supply Scheme	520340-130 140-699-707-125		No	*Infrastructure - Water*	*Reticulation*	*30 26 3 30 37 ?*	7 000	3.034	7,350	3 185	7 718	3,345
	Umzinto Slum Clearance Farm Isonti Low cost Housing Water and Sanitation Scheme	520340 130 140-699-707 126		No	*Infrastructure - Water*	*Reticulation*	*30 39 55 30 18 23*	15 000	15.985	15 750	16 784	18 538	17 623
	Meter Replacement Programme	520340 130 140-699-707 127		No	*Infrastructure - Water*	*Reticulation*	*30 18 55 30 31 7*		314	–	330	–	346
	Water Pipeline Replacements	520340-130-140-699-707 128		No	*Infrastructure - Water*	*Reticulation*	*30 18 55 30 31 7*	90,000	76,929	94 500	80 775	98,225	84,814
	Harding Waterworks Refurbishment	520340-130 140-699-707 129		No	*Infrastructure - Water*	*Reticulation*	*29 44 51 30 15*	1 000	1.000	1.050	1 050	1,103	1,103
	Mistake Farm Supply Scheme	520340-130 140-699-707 131		No	*Infrastructure - Water*	*Reticulation*	*30 38 3 30 15 40*	1,000	208	1,050	219	1,103	230
	Bulk Water and Sewer Infrastructure for Mazakhele Harding	520340-130-140-699-707-132		No	*Infrastructure - Water*	*Reticulation*		7 000	3,588	7 350	3 740	7,718	3.933
	Vulamehlo Cross-Border Water Scheme	520340-130-140-699-707-133		No	*Infrastructure - Water*	*Reticulation*	*30 35 0 30 18 35*	2.000	12.149	2.100	12 757	2,205	13.395
	Kwa Lembe Regional Bulk Water Supply Scheme			No	*Infrastructure - Water*	*Reticulation*		–	1 000	–	4.200	–	4,410
	Disaster Recovery Grant			No				–	4.998	–	5 249	–	5 511
	Ugu Bulk Schemes - Murchison							–	897	–	942	–	989
	Universal access to water - Umdoni							–	1,580	–	1,659	–	1,742
	Vehicle Replacement Programme			No				5,600	5,600	5 880	5,880	6 174	6,174
Waste Water Management	Sanitation Infrastructure			No	*Infrastructure - Sanitation*	*Sewerage purification*		–	3 743	–	3.930	–	4 127
	Harding Sanitation Scheme Phase 3			No	*Infrastructure - Sanitation*	*Sewerage purification*	*29 53 49 30 36 10*	4,500	4.500	4 725	4 725	4.961	4,961
	Margate Sewer Pipeline Replacement			No	*Infrastructure - Sanitation*	*Sewerage purification*	*30 27 44 30 51 55*	9,000	11.285	9.450	11.849	9 923	12 441
	Hlamenge/Uvongo Sanitation Project			No	*Infrastructure - Sanitation*	*Sewerage purification*	*30 24 21 30 44*	9.000	11,285	9 450	11 849	9 923	12 441
	Pennington Waterborne Sanitation Project-Provision of Bulk Sewer & Reticulation Infrastructure			No	*Infrastructure - Sanitation*	*Sewerage purification*	*30 40 28 30 18 0*	1 000	9.500	1.050	9 975	1 103	10,474
	Umzinto Waste Water Treatment Works and Outfall Sewers Upgrade and Rehabilitation			No	*Infrastructure - Sanitation*	*Sewerage purification*		5 000	6 000	5,250	6 300	5 513	6,615
	Sanitation Refurbishment Phase 1 - Port Edward to Park Rynie			No	*Infrastructure - Sanitation*	*Sewerage purification*	*30 18 55 30 31 7*	9 516	5,200	9 992	5,460	10 491	5,733
	Malangeni Low Cost Housing Project			No	*Infrastructure - Sanitation*	*Sewerage purification*		6 000	2.000	6 300	2.100	6,615	2 205
	Bhobhoyi/Mkhalombe Sanitation			No	*Infrastructure - Sanitation*	*Sewerage purification*		12 753	4,000	13 391	4 200	14 061	4 410
	Uvongo Sewer Upgrade			No	*Infrastructure - Sanitation*			–	3.000	–	3 150	–	3,308
								–	68	–	72	–	76
				No									
				No									
				No									
Entities:								395,973	414,859	415,772	435,601	435,560	457,382
Entity A													
Ugu South Coast Tourism Entity					*Buildings*	*Office buildings*		650	1,376	683	1 444	717	1 517
Entity B										–	–	–	–
South Coast Development Agency					*Buildings*	*Office buildings*		30	133	32	140	33	147
								680	1,509	714	1,584	750	1,663
Total Capital expenditure								396,653	416,367	416,486	437,186	437,310	459,045

References

1. *List all projects where approved budgets have been adjusted*
2. *Refer MFMA s30*
3. *As per Budget Table A6*
4. *Asset category and sub-category must be selected from Budget Table SA34*
5. Correct to seconds. Provide a logical starting point on networked infrastructure.
6. Distinguish projects approved in terms of MFMA section 19(1)(b) and MRRR Regulation 13

P41

DC21 Ugu - Supporting Table SB20 Adjusted Budget Municipal Entity Performance Summary -

Description	Ref	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
			3	4	5	6	8	9	10	11		
R thousands		A	A1	B	C	D	E	F	G	H		
Revenue By Municipal Entity												
Entity 1 South Coast Tourism		17,557						1,243	1,243	18,800		
Entity 2 South Coast Development Agency		6,900						2,565	2,565	9,465		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
Total Operating Revenue	1	24,457	–	–	–	–	–	3,808	3,808	28,265	–	–
Expenditure By Municipal Entity												
Entity 1 South Coast Tourism		16,907						517	517	17,424		
Entity 2 South Coast Development Agency		6,158						3,271	3,271	9,429		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
Total Operating Expenditure	2	23,064	–	–	–	–	–	3,788	3,788	26,853	–	–
Capital Expenditure By Municipal Entity												
Entity 1 South Coast Tourism		650						726	726	1,376		
Entity 2 South Coast Development Agency		30						103	103	133		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
									–	–		
Total Capital Expenditure	2	680	–	–	–	–	–	828	828	1,508	–	–

References

1. Must reconcile to the sum of all municipal entity monthly revenue reports

2. Must reconcile to the sum of all municipal entity monthly expenditure reports

3. Only complete if a previous adjusted budget has been approved in the same financial year. Reflect most recent adjusted budget.

4. Additional cash-backed accumulated funds/unspent funds identified after Original Budget approved and after annual financial statements audited (note: only where underspending could not reasonably be have foreseen)

5. Increases of funds approved under section 87 MFMA

6. Adjustments approved in accordance with section 87 MFMA

7. Adjustments made under delegation by the AO since the budget was approved or since a previously 'approved' Adjustments Budget in the same financial year

8. Adjustments to funding allocations by National or Provincial Government

9. Adjusts. = 'Other' Adjustments approved by entity Board; including revenue under-collection ; additional revenue appropriation on existing programmes; projected savings; error correction

10. H = B + C + D + E + F + G

11. Adjusted Budget (I) = (A or A1/2 etc) + H

UGU DISTRICT MUNICIPALITY

OTHER DEPARTMENTS - DRAFT ADJUSTMENTS CAPITAL BUDGET 2015/2016

Capital Item	Department	Original Budget	Adjustments Budget	SOURCE OF FUNDING	
				Internal Funds	Other Grants
COMPUTER EQUIPMENT					
Monitor	Treasury	R 10 000	R 10 000	10 000	
Voice Recorder	Treasury	R 10 000	R 10 000	10 000	
Monitors	Treasury	R 0	R 100 000	100 000	
Projector & Screen	Treasury	R 0	R 30 000	30 000	
AX & RMS Projects & Change Request (FMG)	Treasury	R 0	R 300 000		300 000
Projectors for boardrooms	CS	R 30 000	30 000	30 000	
Upgrade of Recording machines (Secretariat)	CS	R 50 000	50 000	50 000	
Power supply equipment	CS	R 500 000	607 000	607 000	
Server infrastructure upgrade	CS	R 300 000	300 000	300 000	
SCOA	CS	R 1 000 000	R 0	-	
Revenue System	CS - IT	R 2 500 000	R 0	-	
Video Camera	OMM	R 10 000	R 10 000	10 000	
Public Address System	OMM	R 9 000	R 9 000	9 000	
Cameral lens (extendor)	OMM	R 18 000	R 18 000	18 000	
FURNITURE AND EQUIPMENT					
Chairs	CS	R 150 000	R 150 000	150 000	
Registry Shelving	CS	R 50 000	R 50 000	50 000	
WSA Registry shelving	CS	R 140 000	R 140 000	140 000	
Registry handheld scanners	CS	R 80 000	R 80 000	80 000	
Podium	OMM	R 17 500	R 17 500	17 500	
4 Way Partitioned Desks	Treasury	R 0	R 30 000	30 000	
Training Room furniture	CS		R 400 000	400 000	
Disaster Furniture	CS		R 50 000	50 000	
Skid Unit	Disaster	R 2 500 000	R 0		0
Skid Equipment	Disaster	R 500 000	R 1 000 000	1 000 000	
MOTOR VEHICLES					
Fleet vehicle replacement plan	CS	R 5 000 000	R 6 500 000	6 500 000	
2 x Buses	CS (Fleet)	R 1 000 000	R 1 000 000	1 000 000	
Councillor Motor Vehicle	OMM	R 1 000 000	R 0	-	
BUILDINGS AND STRUCTURES					
WS Building - Oslo Beach	CS	R 6 600 000	3 643 000	3 643 000	

Park Rynie standby quarters refurbishment	CS	R 3 100 000	2 500 000	2 500 000	
Council chambers and C/Services building - Disaster	CS	R 5 000 000	8 000 000	8 000 000	
Connor Street - Training Centre / Boardroom	CS	R 300 000	300 000	300 000	
Property Transfers Project	CS	R 500 000	500 000	500 000	
Disaster Recovery	Disaster		5 000 000		5 000 000
Total		**R 30 374 500**	**R 30 834 500**	**25 534 500**	**5 300 000**

		ORIGINAL BUDGET	ADJUSTMENTS BUDGET
TREASURY	020-060-000-000-000	R 20 000	R 480 000
CORPORATE SERVICES	020-050-000-000-000	R 26 300 000	R 24 300 000
MM'S OFFICE	010-010-000-000-000	R 1 054 500	R 54 500
PUBLIC SAFETY	070-160-000-000-000	R 3 000 000	R 6 000 000

UGU DISTRICT MUNICIPALITY

WATER - DRAFT ADJUSTMENTS CAPITAL BUDGET 2015/2016

Capital Item	Original Budget	Adjustments Budget	SOURCE OF FUNDING		
			Internal Funds	Other Grants	MIG Grant
MOTOR VEHICLES (5)					
Mini excavators with trailers x 3	R3 000 000	R3 000 000	3 000 000		
Replacement of 2 x aged VTS trucks	R800 000	R800 000	800 000		
Jetter truck area north	R1 800 000	R1 800 000	1 800 000		
WATER INFRASTRUCTURE					
M&E replacement of aged infrastructure	R1 000 000	R1 000 000	1 000 000		
Fencing of key infrastructure points	R2 500 000	R2 500 000	2 500 000		
WATER INFRASTRUCTURE (RBIG) (NT)					
Mhlabatshane Scheme (RBIG)	R8 834 000	R19 369 902		19 369 902	
WATER INFRASTRUCTURE (MWIG) (NT)					
Maphumulo "C" Water Scheme	R37 000 095	R28 602 516		28 602 516	
Gamalakhe Bulk Water Supply Project: Security of Supply	R31 000 000	31 000 000		31 000 000	
Non-Revenue Water Reduction	R27 094 905	27 094 905		27 094 905	
Universal Access Plans(Infrastructure Master Plans)	R5 000 000	5 000 000		5 000 000	
WATER INFRASTRUCTURE (MIG)					
Kwaxolo Water Supply: Reticulation	R0	2 500 000			2 500 000
Kwanyuswa Water Scheme - Phase 3 (AFA) MIS 194753	R10 000 000	R6 005 017			R6 005 017
Mhlabatshane Regional Water Supply Scheme	R2 000 000	R4 095 144			R4 095 144
Umtamvuna Water Works Raw Water Upgrade	R2 000 000	R6 000 000			R6 000 000
Mabheleni East Water Project	R2 000 000	R679 250			R679 250
Harding Weza Regional Bulk Water Supply Planning (Dam)	R20 000 000	R12 193 400			R12 193 400
Thoyane Water Project Phases 4 & 7	R800 000	R1 181 366			R1 181 366
Umzimkhulu Bulk Water Augmentation Scheme Stage	R30 000 000	R42 988 649			R42 988 649
Masinenge Bulk Water and Sanitation Project	1 000 000	2 970 879			2 970 879
Msikaba and Surrounds Water Supply Scheme	R7 000 000	R3 033 763			R3 033 763
Umzinto Slum Clearance: Farm Isonti Low cost Housing Water and Sa	R15 000 000	R15 984 684			R15 984 684
Meter Replacements	R0	314 015			314 015
Water Pipeline Replacements	R90 000 000	R76 928 628			R76 928 628
Harding Waterworks Refurbishment	R1 000 000	R1 000 000			R1 000 000
Mistake Farm Supply Scheme	R1 000 000	R208 201			R208 201
Bulk Water and Sewer Infrastructure for Mazakhele, Harding	R7 000 000	R3 567 562			R3 567 562
Vulamehlo Cross-Border Water Scheme	R2 000 000	R12 149 442			R12 149 442
Kwalembe Bulk Water Extension	R0	4 000 000			4 000 000
Drought Water Burrn & Dredging-Umzimkhulu Mouth		3 743 190	3 743 190		

Disaster Recovery Grant **(Rollover)**	R0	4 999 000	4 999 000		
Ugu Bulk Schemes - Murchison **(Rollover)**	R0	896 679	896 679		
Universal Access to water - Umdoni **(Rollover)**	R0	1 579 952	1 579 952		
Total	**R308 829 000**	**R327 186 144**	**20 318 821**	**111 067 323**	**195 800 000**

UGU DISTRICT MUNICIPALITY

SANITATION - DRAFT ADJUSTMENTS CAPITAL BUDGET 2015/2016

Capital Item	Original Budget	Adjustments Budget	SOURCE OF FUNDING		
			Internal Funds	Other Grants	MIG Grant
SANITATION INFRASTRUCTURE					
M&E replacement of aged infrastructure	R 1 000 000	1 000 000	1 000 000		
Safety equipment all areas	R 1 000 000	1 000 000	1 000 000		
Fencing of key infrastructure points	R 2 500 000	2 500 000	2 500 000		
Malangeni Low Cost Housing Project	R 12 753 420	R 4 000 000			R 4 000 000
Sanitation Refurbishment Phase 1 – Port Edward to Park Rynie	R 6 000 000	R 2 000 000			R 2 000 000
Umzinto Waste Water Treatment Works and Outfall Sewers Upgrade and Re	R 9 516 000	R 5 200 000			R 5 200 000
Pennington Waterborne Sanitation Project-Provision of Bulk Sewer & Reticu	R 5 000 000	R 6 000 000			R 6 000 000
Harding Sanitation Scheme Phase 3	R 9 000 000	R 11 284 710			R 11 284 710
Margate Sewer Pipeline Replacement	R 9 000 000	R 11 284 710			R 11 284 710
Masinenge/uVongo Sanitation Project	R 1 000 000	R 9 500 000			R 9 500 000
Bhobhoyi/Mkholombe Sanitation	R 0	R 3 000 000			R 3 000 000
Uvongo Sewer Upgrade (Rollover)	R 0	R 68 492	68 492		
Total	**R 56 769 420**	**R 56 837 912**	**4 568 492**	**-**	**52 269 420**
	R 395 972 920	**R 414 858 556**	**50 421 813**	**116 367 323**	**248 069 420**

UGU	**R 414 858 556**
TOURISM	**R 1 375 662**
DEVELOPMENT AGENCY	**R 133 000**
	R 416 367 218

UGU DISTRICT MUNICIPALITY
MUNICIPAL INFRASTRUCTURE GRANT 2015/2016 ALLOCATION

DETAILS		2014/2015 Revised	2015/2016	Revised 2015/2016	% Increase
National MIG Allocation		245 189 000	249 316 000	249 316 000	1.68%
Vat Recovered MIG					
Less : Allocated Expenditure		245 189 000	249 316 000	249 316 001	-10.94%
Capital – Sanitation					
Infrastructure Projects	Capex – Sanitation	46 906 419	53 269 420	53 269 420	10.19%
Capital – Water		*193 252 618*	*189 800 000*	*189 800 001*	-12.02%
Infrastructure Projects	Capex – Water	193 252 618	189 800 000	189 800 001	-12.02%
Operational – Grants		*5 029 963*	*6 246 580*	*6 246 580*	-57.02%
Vulamehlo VIP's	Opex – Conditional Grants				100.00%
Umzumbe VIP's	Opex – Conditional Grants	5 029 963			0.00%
Ezinqoleni VIP's	Opex – Conditional Grants				-94.38%
uMuziwabantu VIP's	Opex – Conditional Grants				-59.18%
Hibiscus Coast VIP's	Opex – Conditional Grants		5 000 000	5 000 000	-97.01%
General Operational Expenditure (Prog. Mgt Costs)	Opex – Conditional Grants		1 246 580	1 246 580	-70.31%
AVAILABLE		0	0	-1	0.00%

UGU DISTRICT MUNICIPALITY
EQUITABLE SHARE 2015/2016 ALLOCATION

DETAILS		Revised 2015	Draft 2015/2016	Revised 2015/16	% Increase
National Equitable Share Allocation		-264 748 000	-303 885 000	-303 885 000	100.0%
Less : Allocated Expenditure		264 748 000	303 885 000	303 885 000	100.0%
Cost of Supplying Free Basic Metered Water	Water	*19 346 765*	*22 206 747*	*22 206 747*	100.0%
Free Basic Water – Standpipes	Water	*36 693 849*	*42 118 204*	*42 118 204*	100.0%
Equitable Share 2015/2016- Water		*85 783 415*	*98 464 552*	*98 464 552*	100.0%
Water Tariff Subsidization	Water	60 495 229	69 438 080	69 438 080	100.0%
Indigent Support	Water	21 288 186	24 435 163	24 435 163	100.0%
Drought Relief and Emergency Water Supply	Water	4 000 000	4 591 309	4 591 309	100.0%
	Water				
Equitable Share 2015/2016 – Sanitation		*5 412 357*	*6 212 451*	*6 212 451*	100.0%
Sanitation Service Subsidization	Sanitation	5 412 357	*6 212 451*	*6 212 451*	100.0%
Equitable Share 2015/2016 – Grants		*117 511 614*	*134 883 046*	*134 883 046*	100.0%
Tourism Marketing – Single Tourism Body	LED	6 135 413	6 442 183	6 442 183	100.0%
Tourism Development	LED	4 908 330	5 153 747	5 153 747	100.0%
Development Agency	LED	5 000 000	5 250 000	5 250 000	100.0%
Disaster Management	Public Safety	2 020 620	3 761 856	5 261 856	139.9%
Fire Fighting	Public Safety	3 870 384	3 000 000	1 500 000	50.0%
Environmental Services	Environmental Services	14 345 933	16 466 655	16 466 655	100.0%
Local Economic Development Projects	LED	1 000 000	2 228 206	2 228 206	100.0%
Other Operational Expenditure		80 230 935	92 580 400	92 580 400	100.0%
AVAILABLE		0	-0		0.0%

UGU DISTRICT MUNICIPALITY

TARIFF OF CHARGES 2015/2016 WITH EFFECT FROM 1 JULY 2015 (EXCLUDING VAT)

1. **COUNCIL'S CHARGES FOR WATER SUPPLIED TO CONSUMERS**

(a) All consumers with a private water connection will be liable for the payment of a basic cost irrespective if water is supplied or not. The basic cost shall be calculated by multiplying the quota of a consumer by the amount of the basic cost.

(b) Charges for water supplied shall be calculated by multiplying the consumption of the consumer by the applicable tariff code, by category of consumer.

(c) The following tariff and basic costs will be implemented on all accounts submitted on or after **1 July 2015** based on the quota as allocated to the meter.

CONSUMPTION CHARGE

1. **Properties zoned as Special and General Residential -Category A AND E**

For water consumption	2015/2016	2014/2015
0- 39kl	10.85	10.19
39 – 51kl	17.30	16.32
>51kl	19.50	18.35

2. **Multi unit residential - Estates AND OTHER bulk users**
Total Monthly Quota as per Service Level Agreement- Category B

	2015/2016	2014/2015
For water consumption	7.68	7.21
For water drawn in excess of quota	19.54	18.35

3. **Commercial, Industrial or other- Category C**

For water consumption up to quota	10.85	10.19
For water drawn in excess of quota	21.70	20.38

4. **Special Category - Category D**

Basic to be determined as per Service Level Agreement
Water Consumption determined as per Service Level Agreement

BASIC CHARGE

Category A to D

(d) A monthly basic charge per kilolitre quota (or part thereof) per day which cost shall be paid at Council's option by the consumer and/or legal owner of the property serviced by the meter – **138.65** (2014/2015: **R130.19)**
Consumers residing in areas currently categorised as rural areas by the municipality will receive a 75% rebate on the basic charge.

Category E

(e) A monthly basic charge per kilolitre quota of **0.71 kilolitres** per day, which cost shall be paid at Council's option by the consumers residing in areas currently categorised as sub-economic by the municipality–**R93.20** (2014/2015: **R87.60)**

(f) **Water and Sanitation Basic Charges- other**

Category	**Adjusted billing to**
Schools	One Basic per meter + Charge per Kilolitre
Religious institutions & non profit organisations	One Basic per meter + Charge per Kilolitre
Industrial	Calculated Quota
Category E	Sub-economic
Category F	Indigent

2. **COUNCIL'S CHARGE FOR A NEW WATER AND SANITATION CONNECTION**

2.1 WATER

SIZE	2015/2016	2014/2015	% Increase
15 mm [Other]	2,662.50	2,500.00	6.50%
20 mm	4,822.95	4,528.59	6.50%
25 mm	6,254.64	5,872.90	6.50%
40 mm	9,783.16	9,186.07	6.50%

SIZE		Deposit Required	
50mm	Cost plus 10%	12000.00	
75mm	Cost plus 10%	13000.00	
100mm	Cost plus 10%	14000.00	
50mm combination	Cost plus 10%	16000.00	

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2.2 SANITATION

SIZE	2015/2016	2014/2015	% Increase
110mm standard connection, 6m from the boundary of the property to be connected	1,696.98	1 593.41	6.50%
160mm Standard connection 6m from the boundary of the property to be connected	2,182.81	2 049.59	6.50%
SIZE	**2015/2016**	**2014/2015**	
110mm under gravel, situated more than 6m from boundary of the property to be connected	Cost plus 10%	Cost plus 10%	
160mm under gravel, situated more than 6m from boundary of the property to be connected	Cost plus 10%	Cost plus 10%	
110mm under tarmac road, situated more than 6m from boundary of the property to be connected	Cost plus 10%	Cost plus 10%	
160mm under tarmac road, situated more than 6m from boundary of the property to be connected	Cost plus 10%	Cost plus 10%	

3. COUNCIL'S CHARGES FOR MISCELLANEOUS SERVICES

	SERVICE	2015/2016	2014/2015	% INCREASE
1.	Testing water meters 15 mm and 20 mm	1,094.43	1,027.63	6.50%
2.	Reconnection/Requested Disconnection of supply	247.14	216.88	6.50%
3.	Reconnection of supply outside working hours	1,007.35	945.87	6.50%
4.	Restriction (Credit control)	236.59	222.15	6.50%
5.	Disconnection (Credit control)	552.05	518.36	6.50%
6.	Special meter readings	788.63	740.50	6.50%
7.	Inspection of leaks in terms of Section 23(c)	1,052.67	988.42	6.50%
8.	Any other service			6.50%
9.	For water drawn from an unmetered point of supply per hour or part thereof	804.42	755.32	6.50%
10.	For water drawn from a hydrant standpipe	10.85/kl	10.19/kl	6.50%
11.	Availability charge per fire hydrant standpipe	83.12 per month per fire hydrant	78.05 per month per fire hydrant	6.5%
12.	Water supplied by tanker less/equal to 6kl	1,137.60	1,068.17	6.50%
13.	Plan approval fee	452.89	235.00	6.50%
14.	Inspection Fee per visit	509.36	478.27	6.50%

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15.	Clearance Certificates	263.06	247.00	6.50%
16.	Drainage Certificate Fee	206.84	194.22	6.50%
17.	Application in terms of New Planning Act	2,572.53	2,415.52	6.50%
18.	Town Planning Applications	250.28	235.00	6.50%
19.	Miscellaneous charges	Cost + 10%		
20.	Administration fee/ Town Planning related matters	202.61		
21.	Issuing of a Business Licence	509.36		

4. **WATER AVAILABILITY CHARGE** for the year 2015/2016 raised in terms of Section 10G(7) of the Local Government Transitional Act, and the regulations framed in terms of Section 47 of the Ordinance 27/63, the Council levy a uniform **WATER RATE** as set out hereunder, on all land subject to such rate, within local authority areas and townships within the defined areas of the former Lower South Coast and Umzinto Regional Water Services Corporations, for the financial year ending **30 June 2016**:

A UNIFORM CHARGE OF R1,663.83 (2014/2015: R1,562.28) PER YEAR PER RATED LOT IRRESPECTIVE OF AREA

The final date for payment of such charge shall be **30 NOVEMBER 2015**.

5. **COUNCIL'S CHARGES FOR SANITATION SERVICES**

		2015/2016	2014/2015	% INCREASE (DECREASE)
5.1	**Waterborne Sanitation (All Areas)**			
	Residential			
	Basic Charge (per unit / per property)	269.16	269.16	0.00%
	Charge per kilolitre (water consumption)	3.38	3.17	6.50%
	Conservancy with a Main line facility to Pay 2x basic fee	538.30	538.30	0.00%
	Industrial/ Commercial			
	Basic Charge (per quota)	269.16	269.16	6.50%
	Charge per kilolitre	3.38	3.17	6.50%
	For any sewage effluent delivered to the sewerage works for processing, per kilolitre or part thereof	25.35	23.80	6.50%
5.3	**Conservancy Tank Clearances (All Ugu)**			
	Residential			
	Basic Charge (per unit/ per property)	269.16	269.16	0.00%
	Charge per kilolitre(water consumption)	3.38	3.17	6.50%
	SINGLE RESIDENTIAL UNITS			
	▪ FIRST LOAD 100% OF APPROVED TARIFF -	352.33	330.83	6.50%
	▪ SECOND LOAD 70% OF APPROVED TARIFF-	214.21	201.14	6.50%
	▪ THIRD LOAD AND MORE 50% OF APPROVED	153.02	143.68	6.50%

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		2015/2016	2014/2015	% INCREASE (DECREASE)
	ON CONDITION THAT THERE IS A SPLIT OF GREY AND BLACK WATER As approved by a municipal inspector **Industrial/Commercial** Basic Charge(per quota) Charge per kilolitre *Conservancy tank customers will receive one load per month included in the basic charge tariff*	 ~~286.66~~269.16 3.38	 269.16 3.17	 6.50% 6.50%
5.4	**Adhoc Vacuum tanker services (All Ugu)** For each draw requested	480.80	451.46	6.50%
5.5	Removal of conservancy tank effluent: - - For the removal of conservancy effluent per load or part thereof after normal office hours (Monday to Friday). An applicant for the supply of a conservancy service shall pay a deposit equivalent to the rand value of the number of estimated additional monthly draws anticipated.	1,993.52	1,871.85	6.50%
5.6	1) Conservancy tank additional draws are performed on a cash basis, unless there is a consumer account reflecting an appropriate deposit. 2) Conservancy tank draws shall be performed within 48 hours of request and/or confirmation of receipt of monies. 3) It is the responsibility of the person requesting a draw to get a reference number for follow-up queries.			
5.7	Septic Tank Charge: - Umdoni Municipality - Per Draw Provided: i) The septic tank must be located and exposed by the owner. ii) The effluent in the septic tank must be liquefied by the owner. iii) The septic tank must be accessible for removal. This service is performed on a cash basis only.	1,267.14	1,189.80	6.50%
5.8	Leachate Removal Charge: - Umdoni Municipality - Per Draw	214.58	213.58	6.50%

6. Tariff of charges for GIS Copies of Maps – all prices excl vat

Size	Colour Copy	Black and White Copy	Standard photo Copy
AO	258.46	129.22	-
A1	193.84	96.92	-
A2	129.22	64.61	-
A3	76.80	38.76	6.45
A4	64.61	32.30	2.58
Electronic Soft copy on CD	64.61		-
Images (per MB)	52.75	32.30	

7. PROPOSED NEW CAPITAL CONTRIBUTIONS FOR THE 2015/2016

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SANITATION	COST PER QUOTA
INTERNAL NETWORK	
OUTFALL SEWER/PUMPING MAIN	R 7 884.00
WASTE WATER TREATMENT WORKS	R 7 489.80
TOTAL	**R 15 373.80**
ONE QUOTA = 1000 LITERS	
WATER	COST PER QUOTA
NETWORK	
DAM	R 2 299.50
SUPPLY PIPELINE	R 2 089.26
PUMPSATION	R 2 969.64
RESERVOIR	R 2 233.80
WATER PURIFICATION WORKS	R 2 759.40
TOTAL	**R 12 351.60**
ONE QUOTA = 1000 LITERS	

[illegible]	WATER QUOTA	SANITATION QUOTA
RESIDENTIAL 1		
SUB ECONOMIC (250 TO 400)	0.25	0.20
LOW (401 TO 700M^2)	0.60	0.50
MIDDLE (701 TO 900 M^2)	0.80	0.65
HIGH (901 TO 2000)	1.00	1.00
GRANNY FLAT	0.50	0.40
RESIDENTIAL 2 AND 3		
LOW (30 TO 60 M^2)	0.60	0.50
MIDDLE (61 TO 200 M^2)	0.80	0.65
HIGH (201 TO 500)	1.00	1.00
RESIDENTIAL 4 (HIGH RISE)	1.00	1.00
LOW (30 TO 50 M^2)	0.45	0.40
MIDDLE(51 TO 80 M^2)	0.60	0.50
HIGH (81 TO 200 M^2)	0.75	0.70
OFFICE /100M^2	0.40	0.40
SHOPS/100M^2	0.40	0.40

	WATER QUOTA	SANITATION QUOTA
CLINIC/BED	0.25	0.25
RETIREMENT VILLAGE/PERSON		
FRAIL CARE/PERSON	0.25	0.25
BEDSITTER/PERSON	0.25	0.25
UNITS/UNIT	0.50	0.50
HOSTELS/PUPIL	0.15	0.15
CRECHE/PUPIL	0.02	0.02
SCHOOLS/PUPIL	0.02	0.02
HOSPITAL/BED	0.25	0.25
RESTAURANT/SEAT	0.09	0.09
WAREHOUSE/ VEHICLE SHOWROOM(EXCL. OFFICE) /100 M^2	0.20	0.20
INDUSTRIAL(EXCL.OFFICE) /100M^2	0.40	0.40
CARAVAN PARK/SITE	0.60	0.5
CONFERENCE CENTRE/HALL / PER SEAT	0.09	0.09
GOLF ESTATE /HECTARE	5.00	0.00
SERVICE STATION/WORKSHOP/100M^2	0.40	0.40
B&B AND GUESTHOUSE/LODGE/ROOM	0.60	0.50
HOTEL/ROOM	0.60	0.60
CHURCH/RELIGIOUS INSTITUTIONS	1.00	1.00
HALLS AND CLUB HOUSES	1.00	1.00
CAR WASH	7.68	7.68

8. INDUSTRIAL EFFLUENT CHARGES

- The charges payable by the owner or occupier, as the case may be, of the manufacturing premises for the use of the Council's sewers in respect of the discharge and conveyance therein of trade effluent from the manufacturing premises, including the use of the Council's sewage purification works for purification of the trade effluent, shall be determined in accordance with the provisions of this by-law. Accounts will be rendered as soon as possible after each period of six months ending on 31st December, or 30th June of each year and shall apply to such periods. Where during any such six monthly period there has been a change of ownership or occupancy necessitating an apportionment of the amount due to the Council, the Council will apportion the amount between the parties concerned in a manner proportionate to the quantity of trade effluent discharged during the relevant respective periods of ownership or occupancy. Nothing herein shall be construed as preventing the Council from submitting accounts on a monthly basis should such practice be considered more expedient by the Council.

The General Manager: Water Services may base the trade effluent charge as described in paragraph (p) section (a), on the highest COD of one, or more samples collected from the trade effluent sampling point.

The charge to be levied by the General Manager: Water Services in respect to trade effluent discharged into its sewers from manufacturing premises shall be assessed in accordance with the following formula: -

R = A + ((COD/1000) x B)

WHERE

R	is the rate in cents per kilolitre due to the Council.

A	is the basic carriage tariff expressed in cents per

		kilolitre, determined annually in advance by the Council. The value of A is R5.35 (6.50%)
	B	is the basic treatment tariff expressed in cents per kilogram of COD, determined annually in advance by the Council. The value of B is R0.50 (6.50%)
	COD	is the chemical oxygen demand value expressed in milligram of COD per litre of effluent recorded in snap samples of effluent collected as and when deemed fit by the General Manager: Water Services.

The charges payable by the owner or occupier will also include any other charges as may be applicable.

- A copy of the methods of chemical analysis and testing procedures used to determine the COD for the purpose of calculating the charge equation described above shall be kept available by the General Manager: Water Services for inspection by the owner or occupier of any premises concerned. The method of chemical analysis will in all respects follow the STANDARD METHODS FOR WATER ANALYSES published by the SOUTH AFRICAN BUREAU OF STANDARDS being SABS METHOD 1048 – CHEMICAL OXYGEN DEMAND OF WATER.

- In the absence of any direct measurement, the quality of trade effluent discharged into the Council's sewers from any particular manufacturing premises during any period shall be estimated and determined by the General Manager: Water Services by reference to the quantity of water consumed on such premises during such period. The quantity of water consumed on such premises shall be determined by reference to the Council's water meters in the case of water obtained from the Council and by meter or by calculation in the case of water obtained from any other source, including water emerging from material processed on the premises. In determining the quantity of trade effluent so discharged, due allowance shall be made for the quality of water which it is estimated is used for domestic purposes including gardening on such premises or any other purpose not resulting in the discharge of trade effluent and for water lost be reaction or evaporation during any processes on the manufacturing premises concerned and for water present in the final products or materials produced on such premises and, generally, the District Municipality shall take into consideration such matters as will enable it to estimate for the purpose of the by-laws the quantity of trade effluent discharged as aforesaid during any given period.

Industries linked to water borne sewer will be liable for the sanitation basic fee and charges per kilolitre as per charges set, over and above the industrial effluent charge, based on the calculated quota.

9. ACCEPTANCE OF SEWAGE DELIVERED BY ROAD HAULAGE

Description	2015/2016	2014/2015
		R
The charges for any sewage delivered for disposal to any Council facilities shall be assessed by an authorised officer in accordance with the prescribed tariff of charges:		
(a) Disposal of trade effluent from within the Council's area of jurisdiction delivered by private road tanker to Council facilities		
Per tanker load	R557.04	R523.04
(b) Disposal of trade effluent from without the Council's area of jurisdiction delivered by private road tanker to Council facilities		
Per tanker load	R999.40	R938.40
(c) Disposal of domestic effluent from within or without the		

Council's area of jurisdiction to Council facilities		
(i) delivered by private road tanker per kilolitre, measured as the nominal carrying capacity, of the tanker	R166.57	R156.40
(ii) delivered by private road haulage in drums per drum of capacity not exceeding 150 litres	R33.31	R31.28

10. TARIFFS FOR INSTALLATION OF BASE TELECOMMUNICATION STATIONS

The MONTHLY tariffs for the new installation and the renewal of existing leases of base telecommunication stations on municipal property shall be as per the below mentioned tariff of charges:

- R5, 339.86 (R5,013.95)on property with an existing structure.
Tower erected on Municipal land (a Greenfield site)

- R2, 669.92 (R2,506.97) for Co-Locators (Sub-leases)
Billed to the main lessee, applicable to new leases signed or renewed after 1 July 2012

-R1, 067.97 (R1,002.79)for antennae's with no base stations
Dependant on technical criteria, frequency emissions and site size being no greater than 5m2

It should be noted that for a single installation, a lease agreement will be entered into with one service provider. In the event of co-use of telecommunications masts by cellular network providers, the primary service provider with whom the municipality entered into lease agreement will be responsible for the account.

11. OFFENCES AND PENALTIES

Any offences and/or penalties raised by the municipality shall be affected as per Part 7 (General Provisions), clause 34, of the Gazetted Water Services Bylaws, as adopted in terms of Section 21 of the Water Services Act, Act No. 108 of 1997.

12. SPORTFIELDS AND MULTI – COURTS TARIFFS 2014/2015

The municipal has leased out the Ugu Sports and Leisure Centre to Cyassound Holdings for a period of 5 years ending 28 February 2020. The tariffs for the use of the facility will be determined by the lessor until the expiry of the lease contract.

13. PROMOTION OF ACCESS TO INFORMATION ACT (PAIA) SCHEDULE OF FEES

(Act No. 2 of 2000)[Regulation 6]

A request for access to a record, as contemplated in Section 18(1) of the Act, must be made in the form of Form A – PAIA REQUEST FOR ACCESS TO RECORD.

1. FEE STRUCTURE

Fees chargeable for the records of Ugu District Municipality;

A.	REPRODUCTION FEES	
1.	For every photocopy of an A4 Size page or part thereof	R0.78
2.	For every printed copy of an A4 size page or part thereof held on a computer in electronic or machine readable form	R 0.55
3. 3.1 3.2	For a copy in a computer readable form on; Compact Disc (CD) Digital Video Disk (DVD)	 R51.22 R51.22
4. 4.1 4.2	 For transcription of visual images for an A4 size page or part thereof For a copy of visual images	 R28.17 R81.08
5. 5.1 5.2	 For a transcription of an audio record, for an A4 size page or part thereof For a copy of an audio record	 R16.21 R21.77
6.	The request fee payable by every requested, other than a personal requestor referred to in section 22(1) of the Act	R44.80
B.	ACCESS FEES	
	Access fees payable by a requester referred to in section 22(7) of the Act, unless exempted under section 22(8) of the Act	
1.	For every photocopy of an A4 Size page or part thereof	R0.78
2.	For every printed copy of an A4 size page or part thereof held on a computer in electronic or machine readable form	R0.55
3. 3.1 3.2	For a copy in a computer readable form on; Compact Disc (CD) Digital Video Disk (DVD)	 R51.22 R51.22
4. 4.1 4.2	 For transcription of visual images for an A4 size page or part thereof For a copy of visual images	 R28.17 R76.81
5. 5.1 5.2	 For a transcription of an audio record, for an A4 size page or part thereof For a copy of an audio record	 R 15.36 R21.77
6.	To search for the record for disclosure, excluding the first hour, reasonably required time for such a search.	R19.20 per hour or part of an hour

COUNCIL'S TARIFF OF CHARGES FOR ATMOSPHERIC EMISSIONS LICENCE PROCESSING

(a) All activities listed in terms of section 21 of the NEM-Air Quality Management Act (Act no. 39 of 2004) and Section 6 of Ugu District Municipality Air Quality Management by-law will be subject to the payment of an AEL processing fee.

(b) The cost shall be calculated by using the AEL processing fee calculator which is prescribed by Ugu District Municipality with due consideration given to a myriad of factors.

(c) The fee shall be implemented on all AEL applications submitted to the Air Quality Officer (AQO) for scrutiny and approval.

AEL FEE BANDS

APPLICATION BANDS	BAND SIZE		FEE SCHEDULE (R)/YEAR
Band 1	0	13	4,494.30
Band 2	14	21	11,235.75
Band 3	22	40	17,977.20
Band 4	41	60	24,718.65
Band 5	61	80	67 414.50
Band 6	81	100	89,886.00

SERVICE DELIVERY AGREEMENT

BETWEEN

UGU SOUTH COAST TOURISM (PTY) LTD
(2009/003419/07)

AND

UGU DISTRICT MUNICIPALITY

(together herein referred to as "the Parties")

And established in terms of Section 93C of Act 32 of 2000 (the Municipal Systems Act)

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PREAMBLE

WHEREAS the District Municipality is a Municipality as defined in terms of the Local Government Municipal Systems Act 32 of 2000 and the Municipal Structures Act 117 of 1998;

AND WHEREAS the parties wish to give effect to and recognition of the Principles enshrined in the Constitution of the Republic of South Africa of 1996, and with specific reference to Section 156 of such Constitution and the parties are obliged to take cognizance of Section 93C and 93D of the Systems Act.

AND WHEREAS the parties are also cognizant of and acknowledge that they are properly bound by the Municipal Finance Management Act 56 of 2003, and more specifically Section 87 of such Act as well as rules pertaining to National Treasury Funding.

AND WHEREAS Section 38 of the Kwa Zulu Natal Tourism Act of 1996 has application to the relationships between the parties.

AND WHEREAS Ugu is, inter alia, empowered, and wishes to in terms of the Municipal Structures Act and Systems Act conclude such an Agreement, and to create a uniform, co-ordinated and measure Tourism Structure by dissolving pre-existing Tourism structures and bringing them within the knowledge and scope of Local and District Municipalities.

AND WHEREAS Tourism as a properly created Municipal Entity as defined herein has the capacity, experience and know-how to implement its statutory functions.

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NOW THEREFORE, THE PARTIES AGREE AS FOLLOWS:-

DEFINITIONS

The definitions as contained in all Acts mentioned in the text of this Agreement and Regulations are applicable to this contract. In addition, the following definitions are applicable:-

1.1 "Constituent member" or "Member" shall mean the Ugu Regional Tourism and Community Tourism organisations as provided for in Ugu Tourism Constitution or a member of them.

1.2 "Contract" means this Service Level Agreement of which the only two parties, shall be Ugu and South Coast Tourism (Pty) Ltd, and shall, in context, hereinafter be referred to as the "parties".

1.3 "Effective date: means the 1st of July 2009

1.4 "Integrated Development Plan" or "IDP" shall mean development planning as provided for in terms of the Division of Revenue Act 1 of 2007, the Municipal Structures Act and the Municipal Systems Act.

1.5 "Parent Municipality" means the Ugu District Municipality;

1.6 "Person" includes reference to a juristic person.

1.7 "Preferential Procurement" means the process provided for in the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of

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2000) and read with and shall comply fully with the Ugu Supply Chain Management Policy.

1.8 "South Coast Tourism" means Ugu South Coast Tourism (Pty) Ltd, company registration number 2009 / 003419 / 07 (a company incorporated in terms of the Companies Act, 1973) and represented herein by the Chief Executive Officer; he being duly authorized, as Chief Executive Officer.

1.9 "South Coast Tourism's address" means:

1.9.1 For postal purposes: PO Box 570, Port Shepstone, 4240.

1.9.2 For communications by telephone and facsimile: Telephone (039) 682 7944 and Fax (039) 682 1034

1.9.3 For other purposes: 16 Bisset Street, Port Shepstone, 4240;

1.10 "a sponsorship" or "a sponsor" shall mean the support of an event, activity, person, organisation financially or though the provision of products or services. A sponsor is the individual or group that provides the support, similar to a benefactor, as it applies to the Municipal Entity.

1.11 "The Articles" means the Articles of the Company and any and every other Statute or subordinate legislation from time in force concerning companies and necessarily affecting the Company.

1.12 "The CEO" means the Chief Executive Officer in the company;

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1.13 "the Companies Act" means the Act 61 of 1973, as amended or any Act which replaces it, and any and every other statute or subordinate legislation from time to time in force concerning Companies generally and necessarily affecting the company, South Coast Tourism (Pty) Ltd.

1.14 "The Constitution" shall mean the Constitution of Ugu South Coast Tourism (Pty) Ltd.

1.15 "the Company" or "the Entity" shall mean South Coast Tourism (Pty) Ltd.

1.16 "the Municipality" or "Ugu" means the Ugu District Municipality, established in terms of section 12 of the Local Government: Municipal Structures Act, 1998 (Act 117 of 1998), represented herein by the Municipal Manager thereof, he being duly authorized.

1.17 "The Municipal Finance Management Act" means Local Government Municipal Finance Management Act No. 56 of 2003;

1.18 "The Municipality's address" means:

1.18.1	PO Box 33, Port Shepstone, 4240	
1.18.2	For communications by Facsimile: 039 682 1720 Telephone 039 688 5700	
1.18.3	For other purposes:	Ugu Municipal Offices, 28 Connor Street, Port Shepstone

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1.19 "The Service" or "Service Level Agreement" shall mean the measurable and expected outcomes of Tourism as they pertain to:

1.19.1	Feasibility;
1.19.2	The quality of ongoing service delivery to the tourist industry and community; in line with the objectives as set out in the IDP of the Parent Municipality.
1.19.3	Feedback from the tourist industry and community; and
1.19.4	Compliance with the shareholders directives; and
1.19.5	Compliance with the terms and conditions of this Agreement by all affected parties.
1.19.6	Compliance with the Articles and Memorandum of Association of the Entity.

1.20 "The Systems Act" or "the Act" means the Local Government: Municipal Systems Act 32 of 2000;

1.21 "Tourism" or references to "Tourism" shall specifically include the provisions of Section 38 of the Kwa Zulu Natal Tourism Act of 1996 and such references shall also refer to the Constitution of the Entity.

1.2.1 "Service Level Agreement" shall mean this Service Delivery Agreement, and "Service Delivery Agreement" shall have a corresponding meaning.

WHEREAS:-

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It was resolved at a meeting of the Ugu District Municipality on 6 March 2007 to establish a single Tourism Body in accordance with all Statutory Prescripts. This has been done.

NOW THEREFORE

1. RECORDAL OF INSTITUTIONAL HISTORY

1.1.1 The Municipality has, over a period of time, entered into various Agreements with the Hibiscus Coast Tourism Association, Umdoni Coast & Country Tourism Association, Ezinqoleni Tourism and Ugu Tourism Association (UTMA); and these bodies have been incorporated in to South Coast Tourism and are thereafter known as Ugu - South Coast Tourism (Pty) Ltd (UguSCT).

1.1.2.1 The parties recognize that Tourism is a central activity and a source of revenue and a basis for economic empowerment of all people in the Ugu District, by virtue of the District's abundant natural resources, its ancient and complex historic ethnic cultures, its vibrant tribal diversity and its unique demographics; supported by its existing tourism infrastructure.

1.1.2.2 The parties acknowledge and appreciate the historical events leading up to the formation of the entity, which historical events are captured in the Constitution.

1.1.2.3 The parties are enjoined by signature of this Agreement to give effect to the spirit as well as the content of this Agreement.

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1.2 The parties have agreed to maintain continuity of the relationship between the Municipality and these various bodies or their successors for the purpose of facilitating tourism within the Ugu District Municipality area, and a Constitution has been created to give effect to this purpose, and to recognize this appointment of the Municipal Managers of Local Municipalities as Directors of the Company, and the integral and fundamental role of such Municipal Managers in representing the ongoing interests of such local Municipalities.

1.3 A principal object of the parties in entering into this Agreement is to achieve tourism growth for the Ugu District Municipality area by marketing it as a premier tourist destination and to develop tourism infrastructure products to be evolved within previously disadvantaged and under developed areas within the Ugu District Municipality as may be feasible, with particular emphasis on the hinterland.

1.4 Secondary aims will be provision of quality visitor service centers, to update membership services and responsible tourism advice, and monitoring of local Tourism operations and establishments for compliance with provincial, district and local policies and administration.

1.5 Ugu and the National Treasury of the Republic of South Africa requires a Service Level Agreement in terms of which its measurability, deliverability and its plans can be objectively quantified.

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2. FUNCTION OF UGU SOUTH COAST TOURISM

1.1 The main business which the Company is to carry on; is the promotion and implementation of tourism within the Parent Municipality's area of jurisdiction, predicated on the Kwa Zulu Natal Tourism Act as needs be, and based on the Parent Municipality's Integrated Development Plans and Policies.

1.2 To engage in and facilitate an ongoing community consultation process as envisaged by Section 80(2) of the Systems Act and Section 38 of the Tourism Act during the establishment of this Agreement, as well as with the constituent members as defined herein.

2. The main object of Tourism shall be to contribute to the economic, social and environmental development of the area of jurisdiction of the Parent Municipality through Tourism as contemplated inter alia in Section 8 read with Section 86E of the Local Government: Municipal Systems Act.

3. The specific ancillary objects, if any, referred to in Section 33(1) of the Systems Act, form an integral part of the main objective of the company.

3. POWERS OF UGU SOUTH COAST TOURISM

1. Schedule 2 of the Companies Act of 1973 shall not apply to the Company.

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2. The Company is a private company established in terms of Section 86C of the Systems Act and accordingly is restricted to act as a municipal entity in terms of:

   2.1 Chapter 8A of the Systems Act; and
   2.2 Chapter 10 and 11 and Section 116 of the Local Government Municipal Finance Management Act No. 56 of 2003; and
   2.3 Section 41 of the Systems Act; and
   2.4 Section 38 of the Kwa Zulu Natal Tourism Act 113 of 1996; and
   2.5 Its Articles and Memorandum of Association.

3. Section 86D(2) of the Systems Act shall apply namely that Tourism must restrict its activities to the purpose for which it is used by its Parent Municipality in terms of Section 86E(1)(a); and Tourism shall have no competence to perform any activity which falls outside the functions and powers of its Parent Municipality contemplated by Chapter 8 of the Act.

4. The company has incorporated into Ugu South Coast Tourism the following three (3) community tourism associations, namely:

   4.1 Hibiscus Coast Tourism Association;
   4.2 Umdoni Coast & Country Tourism Association; and
   4.3 Izingolweni Tourism Association;

into one Municipal entity, and

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5. Ugu South Coast Tourism shall register as a Community Tourism Association with the accredited Government approved Tourism Bodies, and as provided in the Tourism Act.

4. RESTRICTIONS ON UGU SOUTH COAST TOURISM

1. All the income, expenditure, sponsorship and property of Tourism shall be applied solely towards the promotion of its main objective;

2. No portion of Tourism's income, expenditure and property shall be paid or transferred, directly or indirectly, by way of dividend, bonus or otherwise to Ugu or directors of the Company, or its Parent Municipality; provided that nothing herein contained shall prevent the payment in good faith or reasonable remuneration to an officer or servant of the Company or to any member in return for any services actually rendered to the company, nor shall Tourism be precluded from acquiring bona-fide sponsors to improve and further its objects and functions, provided that this is done in line with a sponsorship policy, which policy shall be approved by the Parent Municipality, within a reasonable time period after signature hereof

3. The winding-up of the company, shall be in terms of the stipulations contained in the Local Government: Municipal Systems Act, The Local Government: Municipal Finance Management Act and other relevant Acts.

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4. The company shall monitor and annually review its annual budget process as set out in Section 87 of the Municipal Finance Management Act.

5. Ownership of, equity interest or shares or any alienation or transfer of that share in the Company may only be alienated or disposed of in terms of Section 86G of the Systems Act and, in the following manner:

(a) to a wholly owned private company, subject to the Municipal Finance Management Act; or

(b)(i) subject to Section 14 of the Municipal Finance Management Act; and

(ii) if that transfer or disposal would not result in an infringement of Section 86C(2) by another Municipality which holds an interest in the company.

6. To only provide goods and services only as provided for in respect of the preferential Procurement Policy Framework Act of 2000 (Act 5 of 2000).

7. To acquire goods and services only as provided for in this Service Level Agreement.

5. ACTIVITIES OF UGU SOUTH COAST TOURISM

1. Schedule 2 of the Companies Act shall not apply to the Company.

2. Section 86D (2) of the Systems Act shall apply and provides that:

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A private company which is a municipal entity –

(a) must restrict its activities to the purpose for which it is used by its parent municipality in terms of Section 86H(1)(a);
(b) and has no competence to perform any activity which falls outside the functions and powered of its parent municipality contemplated by Chapter 8.

3. Section 120 read with Section 104 of the Municipal Finance Management Act shall apply.

4. To render an objectively quantifiable and measureable service to the Parent Municipality.

6. **OWNERSHIP OF COMPANY**

(a) The Company is established and fully owned by the Parent Municipality in terms of Section 86C of the Systems Act, and as such the Parent Municipality holds all the shares therein.

(b) No other party shall be a party to this Agreement, or claim enforceable rights, or obligations from the parties arising from this Agreement, or resulting from the Constitution of South Coast Tourism (Pty) Ltd.

(c) No District or Area Tourism Committee shall have any enforceable rights in respect of the Company.

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7. DUTIES OF PARENT MUNICIPALITY

Sections 93A and 93B of the Systems Act stipulates the following duties of the Parent Municipality with respect to the Company:

1 The parent municipality must:

(a) exercise any shareholder, statutory, contractual or other rights and powers it may have in respect of the municipal entity to ensure that –

(i) both the municipality and the municipal entity comply with the Systems Act, the Municipal Finance Management Act and any other applicable legislation; and

(ii) the municipal entity is managed responsibly and transparently, and meets its statutory, contractual and other obligations as well as the provisions of its own Constitution;

(b) allow the board of directors and chief executive officer of the municipal entity to fulfill their responsibilities; and

(c) establish and maintain clear channels of communication between the municipality and the municipal entity.

2 The Parent Municipality having sole control over the Company must:

(a) ensure that annual performance objectives and indicators for the municipal entity are established by Agreement with the

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municipal entity and included in the municipal entity's multi-year business plan in accordance with Section 87(5)(d) of the Municipal Finance Management Act;

(b) must monitor and annually review, as part of the municipal entity's annual budget process as set out in Section 87 of the Municipal Finance Management Act, the performance of the municipal entity against the agreed performance objectives and indicators; and

(c) may liquidate and disestablish the municipal entity –

(i) following an annual performance review, if the performance of the municipal entity is unsatisfactory or due to non-compliance in terms of Section 116(1)(b)(ii) of the MFMA;

(ii) in the event of financial difficulties if the municipality does not impose a financial recovery plan in terms of the MFMA (Municipal Finance Management Act) and the municipal entity continues to experience serious or persistent financial problems; or

(iii) if the municipality has terminated the services delivery Agreement or other Agreement it had with the municipal entity.

(d) If the company is liquidated and/or disestablished: -

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(i) take charge and possession of all assets, liabilities, rights and obligations of the company, due to fact that it then vest in the parent municipality; and

(ii) ensure that the staff of the company be dealt with in accordance with applicable labour legislation vis-vis the company; provided, however, that the staff shall have no legal recourse against the Parent Municipality, congruent with the legal position that no contract of employment or any other legal relationship exists between the staff members of the entity and the Parent Municipality

8. POWERS AND DUTIES OF DIRECTORS OF TOURISM

1 In terms of Section 93H of the Systems Act:

(a) the board of directors of Ugu South Coast Tourism shall

(i) provide effective, transparent, accountable and coherent corporate governance and conduct effective oversight of the affairs of tourism;

(ii) ensure that Tourism comply with all applicable legislation Agreements;

(iii) communicate openly and promptly with the parent municipality of Tourism; and

(iv) deal with the parent municipality in good faith.

(v) give effect to the Constitution of the Republic of South Africa.

(vi) ensure that the rights to operate an exclusive Tourism Structure by the parent municipality are upheld.

(vii) attend its meetings punctually and regularly.

(b) A director of South Coast Tourism must at all times act in accordance with the Code of Conduct for directors referred to in Section 93L of the Systems Act.

2 Tourism shall comply with the Systems Act and ensure in terms of Section 93J of the Act, that:

(a) the board of directors of Tourism appoint a Chief Executive Officer (CEO) of the municipal entity.

(b) The chief executive officer of Tourism shall be accountable to the board of directors for the management of the municipal entity.

3. The Municipal Entity shall place considerable resources, time funding and skills to the non-coastal areas within the Municipality and shall develop tourism in rural and tribal areas within the Municipality areas of the District as far as may reasonably possible, and subject to budgets and demand and desirability.

4. In giving effect to clause 9.3 Tourism shall, as far as possible develop websites alerting visitors to places of historical and cultural interest and importance as well as to places in which the bio-diversity or natural surroundings of the area is recognised.

9. THE CHIEF EXECUTIVE OFFICER AND STAFF OF SOUTH COAST TOURISM

1. The Chief Executive Officer of Tourism shall be accountable to the board of directors for the management of Tourism.

2. The Chief Executive Officer as the head of administration of Tourism is subject to the policy directions of the board of directors and is responsible and accountable to the board of directors for: -

(a) the formation and development of an economical, effective, efficient and accountable administrative unit: -
   (i) equipped to carry out the task of implementing the functions of Tourism;
   (ii) responsive to the needs of the community to participate in the affairs of the Tourism;
   (iii) to deal with subordinate Tourism Communities;
   (iv) to liaise with the Offices of the Municipal Managers of the Municipalities.

(b) the management of the affairs of Tourism in accordance with the articles of Association and other legislation applicable to the Company;

(c) the implementation of the Company's development plans, and policies of the company and monitoring of progress with the implementation thereof;

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(d) the appointment of staff, other than the senior managers directly accountable to the Chief Executive Officer, and subject to the Employment Equity Act No. 55 of 1998 and shall regulate;

(e) the management, effective utilisation and training of staff;

(f) the maintenance of discipline of staff;

(g) the promotion of sound labour relations and compliance by Tourism with applicable labour legislation;

(h) advising the board of directors of the company;

(i) the drafting of standing rules for Directors and Committees for approval by the Board.

10. ACCOUNTABILITY TO THE UGU COMMUNITY

10.1. Both parties shall facilitate participation by the community in the affairs of Tourism and shall, as far as may be reasonably possible; with further reference to Section 80(2) of the Systems Act: -

10.1.1 develop and maintain a network whereby community satisfaction or dissatisfaction with the work of Tourism is assessed through its committees where practical;

10.1.2 the implementation of national and provincial legislation applicable to the functions of Tourism;

10.1.3 the performance of any other function that may be assigned by the parent company.

10.1.4 Give attention, and preference as far as may be reasonably possible, to the development of Tourism destinations other than within the Coastal areas of the District.

11. SENIOR MANAGERS REPORTING TO THE CHIEF EXECUTIVE OFFICER

1. Section 57 of the Systems Act, read with the necessary amendments thereto, shall mutatis mutandis be applicable to the Chief Executive Officer and the managers directly accountable to the Chief Executive Officer, of the Entity.

2. The upper limits of the salary, allowances and other benefits of the Chief Executive Officer and senior managers reporting to the CEO of the Company shall be determined by the Parent Municipality in terms of Section 89(a) of the Municipal Finance Management Act.

12. MEETINGS OF THE BOARD OF DIRECTORS

1. Section 93I of the Systems Act stipulates that at the Meetings of board of directors and shall sit as a committee as far as may be possible serving the interests of Tourism in the District:

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(a) Meetings of the board of directors of Tourism must be open to the Municipal representatives referred to in Section 93D(1)(a).

(b) Municipal representatives referred to in Section 93D(1)(a) have non-participating observer status in a meeting of the board of directors of the Company.

2. Every meeting of directors as a committee shall, be held in the area of jurisdiction of the Parent Municipality in which the company's registered office is for the time being situated.

13. GENERAL MEETINGS OF TOURISM

1. The Mayor or executive Mayor, as the case may be, of the parent municipality may at any time call or convene any meeting of the Board of Directors of the Entity or any other General Meeting of Tourism together with the representative of the parent Municipality or other general meeting of Tourism, and the representatives of the parent municipality, in order for the board of directors to give account for actions taken by it.

2. Should such meeting be called, the Manager or Executive Mayor shall as far as reasonably possible, give written notice of the meeting, and an Agenda for such meeting.

14. REPRESENTATION AT GENERAL MEETINGS OF TOURISM

1. Save as otherwise herein provided, there shall be no less than one (1) of the representatives, mandated by the parent Municipality to

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represent it at any General Meeting, and dealt with more fully at clause 16 below.

2. In the case of an equality of votes, whether on a show of hands or on a poll, the chairman of the meeting at which the show of hands takes place, or at which the poll is demanded, shall be entitled to a second or casting vote.

3. All business that is transacted at a general meeting, and all that is transacted at the annual general meeting, shall be deemed to be special business.

3.1 The parties record that it was of paramount importance that the directors of the Entity play a purposeful and ongoing role in the running of the Entity as stipulated in Section 93D of the Act.

3.2 Should it occur that any director of the Company and for any reason whatsoever misses three consecutive committee meetings of the Company, or misses a cumulative total of 3 out of any 5 meetings of the company then;

3.3 The Chairman shall forward a written communication, to be delivered by hand to such director who shall be invited to furnish viva voce reasons at the next sitting of the committee of the Company, or if the Chairman accepts otherwise, written reason to explain his/her ongoing absence from such meetings;

3.4 If no reasons are given on the date designated by the Chairman, or if the reasons given are unacceptable to a quorum

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of the meeting of the representatives present; who shall evaluate such reasons reasonably then the Chair shall forward formal communication to the Mayor with a recommendation to have the said Director dismissed as provided for in the Act and with reference to the Companies Act, and a new director shall be appointed in his place as provided for by such aforementioned legislation.

3.5 upon receipt of such communication, the Parent Municipality shall forthwith take a decision with regards to the dismissal or other punishment as deemed fit.

3.6 The provisions of 14.3.1 to 14.3.5 set out hereinabove shall mutatis mutandis apply to the Ugu representative as contemplated in clause 14.1 and the same procedural steps shall apply mutatis mutandis to such representative.

3.7 Should such step be necessary it shall be incumbent upon the Chairperson of the Board of Directors of the Company to immediately alert the Mayor and to liaise further with the Mayor in this regard, who shall thereafter deal with the matter on the basis of urgency and as a fiduciary duty.

15. CODE OF CONDUCT FOR DIRECTORS AND STAFF OF TOURISM

1. In terms of Section 93L of the Systems Act the following applies to the Directors of the Company:

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(a) The Code of Conduct for Councilors contained in Schedule 1 of the Systems Act applies.

(b) In the application of item 14 and 15 of the Code of Conduct in respect of the Directors of the Company.

2. In terms of Section 93L of the Systems Act the following applies to any member of Staff (employees) of the Company:
The Code of Conduct for municipal staff members contained in Schedule 2 of the Systems Act applies with the applicable and necessary changes, to members of staff (employees) of the Company.

16. MUNICIPAL REPRESENTATIVES

1. The Parties shall comply with 93D of the Systems Act namely that:

(a) The Council of the Parent Municipality must designate a councilor or an official of the parent Municipality, or both, as the representative or representatives of the Parent Municipality –
   (i) to represent the parent municipality as a non-participating observer at meetings of the board of directors of Tourism; and
   (ii) to attend Directors meetings and to exercise the parent municipality's rights and responsibilities as a shareholder, together with such other councilors or officials that the council may designate as representatives.
   (iii) failure by any representative to attend any such meeting shall be recorded in the minutes of such meeting

(b) (i) The official lines of communications between Tourism and the parent municipality exist between the Chairperson of the board of directors of Tourism and the Mayor or Executive Mayor, as the case may be, of the parent municipality.

(ii) The Mayor or executive Mayor, as the case may be, of a parent municipality may at any time call or convene any meeting of shareholders or other general meeting comprising to board of directors of the Company concerned and the representatives of the parent municipality, in order for the board of directors to give account for actions taken by it.

(iii) The council of a parent municipality may determine the reporting responsibilities of a municipal representative.

(c) (i) A municipal representative must represent the parent municipality faithfully at shareholder meetings, without consideration of personal interest or gain, and shall keep the council informed of –

(a) how voting rights were exercised; and

(b) all relevant actions taken on behalf of the municipality by the representative.

(ii) A municipal representative

(a) must act in accordance with the instructions of the council; and

(b) may be reimbursed for expenses in connection with his or her duties as a municipal representative, but

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may not receive any additional compensation or salary for such duties.

(c) is expected to attend all directors meetings punctually and not be absent without prior written notice to the CEO

17. EXISTING AGREEMENT

Save as is provided for herein, any existing Agreements between the Ugu District Municipality and South Coast Tourism and/or Ugu Tourism Association (UTMA) or as between any of the municipalities referred to at Clause 19.1 above, entered into in writing is terminated with effect from the date of signature hereof.

2. This Agreement shall supercede any other Agreements between any Tourism Association, and any Municipality which falls within the Ugu District.

18. DURATION

18.1 This Agreement shall commence on the effective date and shall continue for a fixed period of 5 years, whereafter but subject to the provisions of Section 343 of Act 61 of 1973, a new Agreement must be negotiated between the parties.

18.2 The parties are directed in terms of Section 116(1)(b)iii of the Municipal Finance Management Act to periodically review this contract no less than once every three years and in terms of Section 116(1)(ii) of the MFMA of the Municipality may terminate this Agreement due to non or under performance.

19. FINANCIAL CONTRIBUTION BY MUNICIPALITY

1. South Coast Tourism shall annually –

1.1 prepare a business plan linked to and taking cognizance of the Ugu District Municipality Integrated Development Plan. This annual business plan shall be submitted to the Municipality which shall be obliged thereafter to provide three periodic payments; such payments shall not necessarily be in equal amounts; subject to its receipt of a payment from National Government which is made annually and shall make over a grant to South Coast Tourism;

1.2 Not more than two (2) months after the end of its financial year, after completion of the annual audit, submit to the Municipal Manager of the Municipality a report on its affairs and activities during the financial year and its audited annual financial statements, which report and financial statements shall be tabled at the next meeting of the Municipality; and

1.3 before or on the date prescribed, submit a budget for the ensuing financial year and a service delivery and budget implementation plan as prescribed, to the Municipal Manager, which budget and business plan shall be considered by the Municipal Council in line with its budgeting process when considering the increase referred to in clause 19.5 below.

1.4 The funds of South Coast Tourism shall consist of –

1.4.1 Grant in Aid from District and Local Municipalities of the Ugu District;

1.4.2 donations, bequests, sponsorships or contributions made to it;

1.4.3 subject to the KwaZulu-Natal Tourism Act, income generated so as to achieve its objects; and

1.4.4 its membership fees;

2 When the annual business plan of South Coast Tourism is so submitted, it shall also submit a comprehensive report on its activities. Without limiting the generality of such report it shall incorporate therein all information which may be called for by the Municipal Manager or other authorised officials of the Municipality. The report shall be comprehensive enough to enable the Municipality to assess whether South Coast Tourism has fully complied with this Agreement, what service levels it has maintained and generally what its performance has been.

3. The parties record that Ugu District Municipality has committed itself to make a financial contribution in line with its Grant-in-Aid Policy to South Coast Tourism from the municipal budget. Ugu shall from its operational grant be permitted to make three draw downs of three financial draw downs per year to benefit the entity.

4. The parties therefore record that the Municipality has committed itself to a base level contribution as a Grant-in-Aid to South Coast Tourism for the duration of this contract period .The amount will be congruent with the annual budget increases of the Municipality, subject to the availability of funding, per annum as it applies to Municipalities and subject; however, to the availability of funds and any unforeseen/impending shortfalls in budgeted revenue.

5. Ugu District Municipality will inform South Coast Tourism by no later than 31 May each year of the approved increase in the base level Grant-in Aid. Monies received by Tourism from Ugu shall be split as to 50% to marketing and 50% as to development in respect of Tourism's expenses.

19.6 Transfer payments shall be effected by the Parent Municipality to the Entity once the following has been achieved:

a) Receipt of periodic Equitable Share transfers (in terms of the Division of Revenue Act) from National Treasury, by the Parent Municipality;
b) Confirmation from the Accounting Officer of the Parent Municipality, that Section 104 (General Reporting Obligations) of the MFMA has been complied with by the Entity; and
c) Receipt of tax invoice from the Entity, requesting draw down, in terms of the approved budget.

20. FUTURE EVOLVEMENT OF SOUTH COAST TOURISM

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South Coast Tourism shall, within a reasonable period:

1. Effect such changes as maybe necessary or appropriate for it to function as a Local Tourism Association in terms of the KwaZulu-Natal Tourism Act, 1996 (KwaZulu-Natal Tourism Act, Act 11 of 1996). Without limiting the generality of the requirement, it shall adopt and follow the objects set out in the said Tourism Act, and any other relevant legislation regarding tourism and the local authority.

2. South Coast Tourism is to conduct its activities as laid out in the Memorandum of Association, as per its core business, being tourism marketing and development.

3. South Coast Tourism shall in the course of its daily business, and by way of its Constitution as far as may be permitted; be entitled to procure funding by way of Sponsorships either with reference to:

   (a) a sponsorship panel;
   (b) ad hoc sponsorships.

4. Such sponsorships shall not have to comply with the MFMA or the supply Chain Management Policy subject to Section 93C(a)(iii) of the Systems Act.

5. Sponsorships received by Tourism shall not form part of the ordinary income received by Tourism, and not be subject to any Preferential Procurement policy and shall be treated as sponsorship funding as provided for in the Kwa Zulu Natal Tourism Act, provided that such

sponsorship are recorded in writing, and that all monies paid to Tourism and receipted and banked, unless such sponsorships are not in monetary form, in which event they shall still be recorded by Tourism.

6. If any doubts exist as to whether or not a sponsorship or monies received should be dealt with in terms of the MFMA, this item shall be tabled and minuted and resolved at a director's meeting as defined herein.

21. PREMISES

1. South Coast Tourism has entered into separate formal lease with a Wideprops 118 Pty Ltd 2002/030541/08 (a private landlord) for the sole occupation of the premises at 16 Bisset Street, Port Shepstone for a period not more than 2 years and 11 months, which lease may be renewed by mutual consent between the private landlord and the entity.

22. AUDIT

(a) The parties record that the books and records of South Coast Tourism will be subject to an annual audit and the results thereof made available to the Ugu District Municipality.

(b) For the purposes of cost efficacy, the Municipalities Chief Financial Officer, or his nominated representative will engage the services of the Company Auditors from time to time, who shall prepare an Audit Report, which shall together, with working papers in support thereof be submitted to the Auditor General in compliance with all statutory requirements.

23. PERFORMANCE EVALUATION

1. The parties agree that the activities of South Coast Tourism will be monitored and evaluated, and record that this Agreement is a Service Level Agreement in which the Parent requires; inter alia:

   1.1 measureable outcomes;
   1.2 flexibility by the Entity;
   1.3 penetration of Tourism into diverse areas and communities within the Municipality;
   1.4 structured planning;
   1.5 compliance with its shareholder interests;
   1.6 compliance with Section 104 of MFMA.

2. The monitoring and evaluation shall be done in accordance with the reasonable requirements of the Municipal Manager of the Municipality, who reserves this right and who is, in any event obliged to comply with Section 87 of the Municipal Finance Management Act. He may legitimately utilize the services of consultants or other experts for this purpose including the conducting of periodic or ongoing and / or annual market research as to the views of the public generally and the members of South Coast Tourism in this regard.

3. The following reports shall be submitted to the Municipal Manager to evaluate the ongoing performance of South Coast Tourism:

3.1 Audited financial statements, within 60 days of South Coast Tourism year end.

3.2 Three annual finance progress reports.

3.3 A quarterly summary activity report detailing:

3.3.1 Information and Provision.

3.3.2 Marketing

3.3.3 Finances.

3.3.4 Development.

Cognizance shall also be taken of:

1. Political
2. Environmental;
3. Economic;
4. Social;
5. Logistical;
6. Quality

consideration of Tourism's role.

4. Board minutes from time to time shall be forwarded to the Municipal Manager.

5. Annual board review of company performance to be forwarded to the municipal manager within 90 days of its year-end. This to include quantifiable and detailed evaluations of the outcome of the chief executive officers key performance areas.

6. Marketing Action Plan

7. Development Action Plan

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24. DOMICILIUM AND NOTICES

The parties select their addresses as hereinbefore stated as their respective *domicilia citandi et executandi* for all purposes arising out of this Agreement or the cancellation thereof.

Any notice sent to the *domicilia citandi et executandi of* a party by previous registered post or delivered there by hand shall be deemed to have been received on the fifth business day after posting or on the date of delivery, as the case may be.

Any party may, by written notice to the other, change his *domicilia citandi et executandi* to another physical address (not being a post office box number or poste restante) within the Republic of South Africa and such change shall become effective seven days after the giving of such notice.

All notices which may or may have to be given in terms of this Agreement shall be in writing.

25. JUDICIAL PROCEEDINGS AND DISPUTE RESOLUTION

1. The parties acknowledge that with reference to interpretation of powers and obligations of the parties, and in the event of a dispute between the parties that:
   - 1.1 This Service Level Agreement shall have application and;
   - 1.2 The Articles and Memorandum of the Company shall have application.

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2. Should a dispute arise at any level between the parties, which cannot be resolved by intervention, of the CEO, the Municipal Manager, and/ or the directors of the Entity, then the parties acknowledge that Chapter 4 of The Intergovernmental Relations Framework Act 113 of 1995 shall have application (Act 113 of 2005).

3. In terms of Section 41 read with 42(2) of Act 113 of 2005,

3.1. Any dispute which may arise between the parties relating to the interpretation, effect or termination of this Agreement or to their rights or obligations in terms hereof shall be submitted for facilitation if any party to the dispute so requires.

3.2. The Facilitator shall then make his/her finding available to the relevant MEC in terms of Section 44 of Act 113 of 2005.

4. The Arbitrator shall be a practising or retired attorney or Senior Government Official who have had not less that 10 (ten) years experience. He she shall be appointed by Agreement between the parties to the dispute, and failing such Agreement, within 7 (seven) days after the date upon which the arbitration is demanded, by the relevant MEC in Kwa Zulu Natal, or his nominee.

26. NON VARIATION

This Agreement shall constitute the entire Agreement between the parties, as to the regulation of the Municipal Entity, and no addition to or variation, consensual cancellation or novation of this Service Level Agreement and no waiver of any right arising from this Agreement or its breach or

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termination shall be of any force or effect unless reduced to writing and signed by all the parties or their duly authorized representatives.

27 INTERPRETATION

1.1 Headings of clauses shall be deemed to have been included for purposes of convenience only and shall not affect the interpretation of this Agreement.

1.2 Unless inconsistent with the context, words relating to any gender shall include the other genders, words relating to the singular shall include the plural and vice versa and words relating to natural persons shall include associations of persons having corporate status by statute or common law.

1.3 In the event that any of the provisions of this Agreement or its co-lateral Constitution, are found to be invalid, unlawful or unenforceable, such terms shall be severable from the remaining terms which shall continue to be valid and enforceable.

1.4 This Agreement incorporates the Annexures and Constitution, which Annexures shall have the same force and effect as if set out in the body of this Agreement. The various documents forming part of this Agreement are to be taken as mutually explanatory. In the event of any conflict or inconsistency the provisions contained in the main body of the Agreement will prevail.

1.5 If any provision in a definition is a substantive provision conferring any right or imposing any obligation on any party, then

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notwithstanding that such provision is only in this interpretation clause or in a definition elsewhere in this Agreement, effect shall be given to it as a substantive provision of this Agreement.

1.6 When any number of days is prescribed in this Agreement, the same shall be reckoned exclusively of the first and inclusively of the last day unless that last day falls on a Saturday, Sunday or proclaimed public holiday in the Republic of South Africa, in which event the last day shall be the next succeeding day which is not a Saturday, Sunday or public holiday.

1.7 Any reference to an enactment is to that enactment as at the date of signature hereof and as amended or re-enacted from time to time.

1.8 If any provision in this Agreement is in conflict or inconsistent with any law, the invalidity of any such provision shall not affect the validity of the remainder of the provision hereof.

1.9 Where figures are referred to in words and in numerals, if there is any conflict between the two, the words shall prevail.

THUS DONE and **SIGNED** by **UGU DISTRICT MUNICIPALITY** at **Port Shepstone** on this ____ day of April ____ 2010.

A.S.M.

AS WITNESSES:

1. ______________________

2. ______________________

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L. MAHLAKA
MUNICIPAL MANAGER
Duly Authorised

THUS DONE and **SIGNED** by **SOUTH COAST TOURISM** at **Port Shepstone** on this 17 day of May 2010.

AS WITNESSES :

1. ______________________

2. ______________________

____
MICHAEL BERTRAM
CHIEF EXECUTIVE OFFICER – SOUTH COAST TOURISM
Duly Authorised

2015/2016 IDP/PMS AND BUDGET PROCESS PLAN

FIRST QUARTER

Phase	Activity	Responsibility	Key Deadlines	July 1	July 2	July 3	July 4	August 1	August 2	August 3	August 4	September 1	September 2	September 3	September 4
PREPATORY	1. Drafting of Framework and Process Plan	Manager IDP	July – Aug 2014												
	1.1. Submission draft Framework & Process Plan to Cogta for comment		31 July 2014												
	1.2. Submit draft Framework & Process Plan to IDP Steering Committee, IDPRF and EXCO for consideration and recommendation		22 August 2014												
	1.3. Adoption by Council		28 August 2014												
	1.4. Advertise on local news paper for commencement of the IDP review process.	Ugu family	31 July 2014												
ANALYSIS	2. Submit Annual Performance Report to AG	PMS Officer	31 August 2014												
	3. Evaluate the changed circumstances and conduct socio analysis research	Manager IDP	Monthly												
	3.1. Review IDP Implementation Plan (by reviewing alignment of objectives strategies and projects against the METF budget)		30 September 2014												
	3.2. Determine funding availability and requirements and all the necessary preparations														
	3.3. Determine which sector plans need to be reviewed and commence with the process of reviewing thereof														
	4. Consider MEC Comments														

Phase	Activity	Responsibility	Key Deadlines	October 1	October 2	October 3	October 4	November 1	November 2	November 3	November 4	December 1	December 2	December 3	December 4
	4.1. Action Plan to Address MEC Comments														

SECOND QUARTER

Phase	Activity	Responsibility	Key Deadlines	October 1	October 2	October 3	October 4	November 1	November 2	November 3	November 4	December 1	December 2	December 3	December 4
	5. Submission of the 1st Draft Annual Report to Auditor General.	**Snr. Manager CS & SS**	29 August 2014												
Strategic & Projects	6. Conduct financial sustainability strategy with revenue enhancement focus	**GM: Treasury**	29 October 2014												
	7. Conduct Community needs Consultation	**Manager IDP, Snr Manager Communications**	October - November 2014												
	7.1. Mayoral Izimbizo														
	7.2. Ward Committee Imbizo Workshop	**Manager IDP**	28 November 2014												
	8. Hold strategic sessions **(to include sector departments and feed local analysis into sector strategic plans thereof)**		December 2014												
	8.1. Align the strategic framework with internal and external policies		31 December 2014												
	8.2. Submit the draft reviewed strategic framework to the Steering Committee and IDPRF														
	9. Estimate available sources & provide guidance for way forward for budgeting	**GM: Treasury**	28 November 2014												
	9.1. Submit 2015/2016 budget framework to all relevant persons (Budget framework to include salary, operational and capital budget related information).		08 December 2014												
	9.2. District IDP mini assessments	**GM: Treasury**	10 December 2014												
	9.3. Preparation of a summary of available funds from: Internal Funds, e.g. CRR and External Funding, e.g. MIG		19 December 2014												
	9.4. Council finalises draft tariff policies in principle for		29 November												

	2015/2016 budget year.		2014												
	10. Sector - Municipal Alignment sessions under the auspices of COGTA	COGTA	20 November 2014												
	11. Integrate Reviewed Sector Plans into the IDP.	Manager IDP	30 December 2014												
	12. Alignment meetings with neighboring District Municipalities														

Third Quarter

PHASE	ACTIVITY	RES	KEY DEADLINES	JANUARY				FEBRUARY				MARCH			
				1	2	3	4	1	2	3	4	1	2	3	4
Integration	13. Assess financial Feasibility of proposed new projects based on existing and potential funds. (Budget Examination)	GM: Treasury	21 January 2015												
	14. Mid-Year Review and submission of report to COGTA Provincial	PMS Officer	30 January 2015												
	15. Tabling of Draft Annual Report to Council	PMS Officer	30 January 2015												
	16. 1st draft 2015/16 IDP review	Manager IDP	January – February 2015												
	16.1. Submit 1st draft IDP review to Steering Committee, IDRF and EXCO for recommendations.	Manager IDP	13 March 2015												
	16.2. Submit 1st draft IDP review to Council for adoption	Manager IDP	31 March 2015												
	16.3. Submit 1st draft IDP review to province (CoGTA) for assessment.	Manager IDP	27 March 2015												
	16.4. Advertise IDP for public comments	Ugu Family	March 2015												
	17. Tabling of Annual Report to Oversight Committee and adoption	Snr. Manager CS & SS	31 March 2015												

	18. Consideration of 2015/2016 Draft Budget by a joint meeting of the Budget Steering Committee and EXCO	**GM: Treasury**	20 March 2015												
	19. Tabling of 2015/2016 draft budget to Council		31 March 2015												

FOURTH QUARTER

PHASE	ACTIVITY	RES	KEY DEADLINES	APRIL 1	2	3	4	MAY 1	2	3	4	JUNE 1	2	3	4
	19.1. Publicice tabled budget within 5 days after tabling, on website and the media	**GM: Treasury**	03 April 2015												
	19.2. Send copy of tabled budget to National and Provincial Treasury for comments		10 April 2015												
Approval	**20.** Ugu Decentralised IDP Assessment Forums	**CoGTA**	07 April 2015												
	20.1. Incorporate comments received from IDP Provincial Assessment and all other outstanding comments	**Manager IDP**	30 April 2015												
	21. Conduct Community Consultation	**Manager IDP, Senior Manager Communications**	April /May 2015												
	21.1. Attend IDP/Budget Roadshows		April/May 2015												
	21.2. Ward Committee Imbizo Consultations	**Manager IDP**	22 May 2015												
	22. Submission of Budget for 2015/16 to Council for approval	**GM: Treasury**	28 May 2015												
	22.1. Prepare Budget in the required format and submit Provincial and National Treasury.		28 May 2015												
	22.2. Set up expenditure, revenue and asset management system, incorporating budget														
	22.3. Publication of the approved 2015/2016 tariffs of charges in Gazette, website and local media.		03 June 2015												
	23. Final draft 2015/16 IDP review	**Manager IDP**	April – June												

			2015												
	23.1. Submit final draft IDP review to Steering Committee, IDRF and EXCO for recommendations.	**Manager IDP**	26 May 2015												
	23.2. Submit final IDP review to Council for adoption	**Manager IDP**	30 June 2015												
	23.3. Submit final draft IDP review to province (CoGTA) for assessment.	**Manager IDP**	10 July 2015												

UGU DISTRICT MUNICIPALITY

BUDGET POLICY

Contents

1. PRINCIPLES

Section 215 (1) of the Constitution of the Republic of South Africa states that National, provincial and municipal budgets and budgetary processes must promote transparency, accountability and the effective financial management of the economy, debt and the public sector. It also states in S215 (3), that Budgets in each sphere of government must contain

a. estimates of revenue and expenditure, differentiating between capital and current expenditure;
b. proposals for financing any anticipated deficit for the period to which they apply; and
c. an indication of intentions regarding borrowing and other forms of public liability that will increase public debt during the ensuing year.

Section 26(h) of the Municipal Systems Act (Act 32 of 2000) requires a municipality's Integrated Development Plan to reflect a financial plan, which must include a budget projection for at least the next three years;

Section 21 of the Municipal Finance Management Act (Act 56 of 2003) prescribes the function of the Mayor who must coordinate the processes for preparing the annual budget and for the reviewing of the municipality's Integrated Development Plan and budget related policies and to ensure that any revisions are mutually consistent and credible;

Section 16 of the Municipal Finance Management Act, requires the municipal council to approve an annual budget for the municipality before the start of the financial year;

The Minister with the concurrence of the Minister for Provincial and Local Government, has in terms of S168 of the Municipal Finance Management Act issued the Municipal Budget and Reporting Regulations which aim to secure sound and sustainable management of the budgeting and the reporting practices of the municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting processes;

Now **THEREFORE,** the Council of Ugu District Municipality adopts the Budget Policy as set out in this document.

2. DEFINITIONS

In this Policy, unless the context otherwise indicates, a word or expression to which a meaning has been assigned in the Act, has the same meaning as in that Act.

References will be made in the policy to particular legislation without quoting it verbatim. The users should therefore refer to the legislation for the exact text.

3. OBJECT OF THE POLICY

To set a broad framework within which Budget related decisions of the municipality will be taken and implemented to ensure efficient and transparent financial planning that will promote sound and sustainable financial management, essential for the achievement of the municipality's developmental priorities as contained in its Integrated Development Plan.

4. SCOPE AND INTENDED AUDIENCE

This Policy will serve as a guideline for the effective management of the municipal budgetary processes, in order to attain the strategic objectives of the municipality within the ambits of the applicable legislation, and shall apply to all departments within the municipality.

Council has considered the guidelines distributed by National Treasury to local government which detail the processes and formats to be followed when preparing the budget documents.

The municipality shall comply with the provisions of this policy in the compilation of each of its budgets.

5. REGULATORY FRAMEWORK

In the process of preparing the budget, the municipality, its Mayor, political office bearers, Municipal Manager, Chief Financial Officer and other officials comply with all relevant legal requirements , including:-

a) The provisions of Chapter 4 of the Municipal Finance Management Act, 2003, ('the MFMA"), as well as Sections 42, 43, 53, 54, 55, 68, 69, 70, 71, 72, 75, 80, 81, and 83 thereof; and
b) The Municipal Budget and Reporting Regulations published in terms of Section 168 of the MFMA.
c) All relevant budget related Circulars and notices issued by the National Treasury.

6. ROLES AND RESPONSIBILITIES

(1) Role of Council

a) Must provide political leadership & direction
b) Play an oversight role by approving budget related policies, and ensuring that the priorities are reflected in the budget. (Council may not delegate approval of budgets &policies)
c) Approve the Integrated Development Plan, the Annual Budgets and the Service Delivery Budget Implementation Plan.
d) Monitor the outcomes of the implementation of the policies and budgets.

(2) Role of the Mayor

a) Provide general political guidance over the budget process and the priorities that must guide the preparation of the budget. (S53, MFMA)

b) Prepare and table a schedule of key deadlines for the preparation, tabling and approval of the budget, annual review of the IDP and the consultative process. (S16, MFMA)

c) Take all reasonable steps to ensure that the municipality approves its annual budget before the start of the financial year and report to the municipal council and the MEC for finance in the province any delays in the tabling of the annual budget. (S53,MFMA)

d) Must establish a Budget Steering Committee to provide technical assistance to the mayor in discharging the responsibilities set out in S53, MFMA.(Reg 4(1))

(3) Role of the Accounting Officer (Municipal Manager)

a) Assist the Mayor in performing budgetary functions assigned to him in terms of Chapter 4 & 7 of the MFMA and to provide administrative support, resources and information necessary for the performance of those functions. (S68, MFMA)

b) Is responsible for the implementation of the approved budget and must take all reasonable steps to ensure that the spending of funds is in accordance with the budget and is reduced as necessary when anticipated revenue is anticipated to be less than the projected in the budget.

c) Ensure that revenue and expenditure are properly monitored.

d) Must prepare an adjustments budget and submit it to the Mayor for consideration and tabling in the municipal council when necessary.

e) Report to the municipal council any shortfalls in budget revenue, overspending and necessary steps taken to prevent shortfalls and overspending.

f) Submit to the Mayor actual revenue, borrowings, expenditure and where necessary report variances on projected revenue and the budget.

(4) Role of the Chief Financial Officer (CFO)

a) Must advise the Accounting Officer on the exercise of powers and duties assigned to him in terms of the MFMA.

b) Must assist the Accounting Officer in the preparation and implementation of the municipality's budget.

c) Must perform all budgeting and other duties as delegated by the accounting officer in terms of S79, MFMA.

(5) Role of Senior Managers & Other Officials

a) Each Senior Manager and each municipal official exercising financial management responsibilities must take all reasonable steps within her area of responsibility to ensure that the financial resources of the municipality are utilised effectively, efficiently, economically and transparently.

b) Must prevent unauthorised, irregular and fruitless or wasteful expenditure and other losses within her Department.
c) Must ensure that all revenue due to the municipality is collected.
d) Must ensure that all information required by the accounting officer for compliance with the provisions of the Acts is timeously submitted.

(6) Role of the Budgeting Steering Committee

1. Reg.4 of the municipal budgeting and reporting regulations requires the Mayor to establish a Budget steering comprising of the following members:-

- The Mayor – Chairperson
- The Speaker
- The Whips of Political Parties
- The Accounting Officer (Municipal Manager)
- The Chief Financial Officer
- The IDP Manager
- The Manager Budget Office and,
- Members of Senior Management (Top Management)

2. The role of the Committee shall be:-

a) To assist the Mayor in carrying out his statutory roles & responsibilities in accordance with S52 and S53 of the MFMA.
b) To provide technical assistance to municipal political office bearers during policy formulation and to assist priority determination.
c) To interrogate and make recommendations on the adoption of the Annual Budget, the Service Delivery and Budget Implementation Plan (SDBIP), S71 monthly budget statements and S72 Midyear budget and performance report and the Adjustments Budget.
d) To evaluate the progress report of the Municipal Manager with regard to the financial year end closure and compilation of the municipal audit file.
e) To evaluate progress report on the statutory audit by the office of the Auditor General.
f) To exercise oversight in the compilation of the Annual Report.
g) To evaluate action plans from the Municipal Manager on corrective measures to be taken on issues raised by the Auditor General.
h) To evaluate and recommend payment of Annual Performance Bonuses to the Municipal Manager and Senior Management after the annual report has been adopted by Council on 31 January each year.

3. Council may adopt its existing Finance Portfolio Committee as its Budget and Steering Committee.

(7) Role of the Budget and Treasury Office

a) To assist the Municipal Manager in tabulating key time frames for the Budget Process.
b) To provide guidance to the Municipal Manager and Senior Managers during the budget preparation process in accordance with National Treasury MFMA Reforms.
c) To consolidate departmental Capital and Operating budgets.
d) To consolidate departmental S71 monthly budget statements, quarterly returns and the Midyear monitoring report and submit to the Finance Portfolio Committee.
e) To report any unauthorised, irregular, fruitless and wasteful expenditure or any deviations from the approved budget to the Finance Portfolio Committee.
f) To assist the Municipal Manager in implementing recommendations of the Finance Portfolio Committee.
g) To manage the administrative operations of the Budget and Treasury Office to ensure full compliance with the MFMA and any issued guidelines or Circulars from National Treasury.

(8) Delegation of roles and responsibilities

1. All delegations by the Mayor to the Municipal Manager, Mayor to the members of the Finance portfolio Committee, the Municipal Manager to the CFO and other Senior Managers, of their roles, duties and responsibilities as per the MFMA:-

a) Must be in writing
b) are subject to the limitations as may be imposed by the Act,
c) Does not absolve the Mayor, the Municipal Manager or the Senior Officials of the responsibilities concerning the exercise of the delegated power or the performance of the fiduciary duties.
d) Should not be indefinite and must be reviewed annually.

7. ANNUAL SCHEDULE OF KEY DEADLINES

7.1. The deadline dates for all budget preparation processes shall be as per the approved Process Plan as tabled by the Mayor to Council in August.

7.2. Such Process Plan shall indicate the target dates for the draft revision of the IDP and the preparation of the annual budget for the ensuing financial year, which target dates shall follow the prescriptions of the MFMA, for the submission of all the budget-related documentation to the Mayor, Finance Committee, Executive Committee and Council.

7.3. Such time schedule shall provide for the deadlines set out in Appendix A, unless the Mayor, after consultation with the Chief Financial Officer, determines otherwise and provided that the requirements of the MFMA shall at all times be adhered to.

7.4. The Chief Financial Officer shall be responsible for ensuring that the time schedule is adhered to.

8. BUDGET PRINCIPLES

The sequence in which the Annual Budget shall be prepared shall be, first, the capital component and second, the operating component, except where the CFO with the consent of the Mayor decides otherwise.

The municipality's annual budget should:-

a) Move towards the achievement of goals and objectives of the municipality within the constraints of the available resources.
b) Consider the Priorities as identified in the State of the Nation Address, State of the Province Address and the State of the District Address.
c) Reflect the priorities contained in the municipality's IDP.
d) Be credible and fully funded from realistically anticipated revenues.
e) Consider any resolutions taken by Council or the Executive Committee in the previous Budget Year which have financial implications on the current MTREF.
f) The basis of measurement and accounting policies underpinning the municipality's annual financial statements must be the same as those used in the preparation of the municipality's annual budget and supporting documentation.

9. FUNDING OF EXPENDITURE

An Annual budget must be funded only from:

a) Realistically anticipated revenues to be collected.
b) Cash-backed accumulated surpluses from previous years not committed for other purposes;
c) Borrowed funds, but only for revenue-generating capital projects; and
d) Grants and subsidies as per DORA.

10. THE CAPITAL BUDGET

a) The Budget shall be prepared in the prescribed budget format of National Treasury.
b) The annual capital budget shall be prepared from a zero base, except in so far as capital projects represent a contractual commitment to the municipality extending over more than one financial year.
c) The annual capital budget shall only be approved by Council if it is properly balanced. I.e. if the sources of finance have been secured to fund the budget and are equal to the proposed capital expenditure.
d) Before approving the capital budget, the Council shall consider the impact on the present and future operating budgets in relation to Finance Charges on external loans, Depreciation on fixed assets,

Maintenance costs of fixed assets, and any other ordinary operational expenses associated with any item in that capital budget.

e) The council shall also consider any impact of operating expenses – net of any revenues to be generated from the project – i.e. on future service tariffs.

11. OPERATING REVENUE

1. The Operating revenue must include:

    a) Estimates for all municipal revenue sources and;
    b) All gazetted grants and subsidies;

2. The allocation of interest on investments shall be budgeted for in terms of the cash and investment policy.
3. In preparing the revenue budget, the municipality shall strive to maintain the aggregate revenues from service charges at not less than 90% of the aggregate revenues net of operating grants.
4. The proposed increases in tariffs should be affordable, i.e. in line with CPIX, and should take into account the need to address infrastructure backlogs.
5. Tariff increases must respond to the population growth rate and the Division of Revenue Act.
6. The water and sanitation charges shall be calculated and levied as per the reviewed Water and Sanitation Tariffs Policy for that MTREF.
7. All tariffs shall be published in a local newspaper, and placed on the municipal website and at the entrance of Ugu offices at least 30 days before the start of the financial year.
8. All tariffs must be gazetted in the Government Gazette before the 1st July each year.

12. OPERATING EXPENDITURE

The operating budget shall duly reflect the impact of the capital component on:

a) Depreciation and impairment charges
b) repairs and maintenance expenses
c) interest payable on external loans, and
d) Any other operating expenses associated with fixed assets.

The operating budget must be in the prescribed National Treasury Format.

13. SALARIES AND ALLOWANCES

The budget for salaries and allowances shall be separately prepared and shall not exceed 34% of the total operating budget for the municipality. The remuneration of Councillors and other political office bearers shall be excluded from this limit.

14. PROVISION FOR MAINTENANCE

The municipality shall adequately provide in each annual and adjustments budget, for the maintenance of its fixed assets in accordance with its fixed asset management and accounting policy as well as routine maintenance plans.

15. FINANCE CHARGES, DEPRECIATION AND IMPAIRMENT

The Finance Charges payable by the municipality shall be apportioned between departments or votes on the basis of the proportion at the last balance sheet date of the outstanding loan balances belonging to such department or vote to the aggregate outstanding loan balances. However, should Council decide to raise loans only for financing of fixed assets in a specified service or vote, finance charges shall be charged to or apportioned only between the departments or votes relating to such service.

The depreciation expenses shall be apportioned to each department based on the cost of assets allocated to that department. The depreciation method used shall be in terms of the Fixed Assets Management and accounting policies.

16. CONSULTATION ON TABLED DRAFT BUDGETS

The Municipality shall, after the annual draft budget is tabled, consider the views of the local community, the National and Provincial Treasuries, organs of state and local municipalities, as required by Section 23 of the MFMA, and shall comply with all other requirements of that section. In terms of S75, MFMA, the draft budget will be posted to the municipal website.

17. APPROVAL OF THE ANNUAL BUDGET

The Council shall approve the budget before the start of the financial year, in accordance the provisions of Section 24 of the MFMA, failing which, the municipality shall be subject to the provisions of Section 25 of the MFMA.

18. PUBLICATION OF THE BUDGETS

In accordance with Section 22 of the MFMA, the Municipal Manager shall ensure that immediately after the annual budget is tabled in the Council:

a) The budget is made public in accordance with the provisions of Section 17 (3) of the Local Government Municipal Systems Act.
b) The budget is submitted to the National Treasury and Provincial Treasury in printed and electronic formats;
c) The budget is submitted to any prescribed organs of state and to other municipalities affected by it.

19. MONTHLY BUDGET REPORTS

The chief financial officer shall compile monthly budget reports, with recommendations, comparing actual results with budgeted projections, and the heads of departments shall furnish the chief financial officer with all explanations required for deviations from the budget.

The Chief Financial Officer shall submit these monthly reports to the mayor, finance committee and executive committee, and all other prescribed parties, in accordance with the prescriptions of the Municipal Finance Management Act.

20. RELATED POLICIES

This policy must be read in conjunction with the following budget-related policies of the municipality:-

a) Indigent Support Policy
b) Asset Management Policy
c) Water Services Policy (incorporating the Tariff Policy)
d) Cash and Investments Policy
e) Supply Chain Management Policy
f) Credit Control and Debt Collection Policy
g) Funding and Reserves Policy
h) Virement Policy
i) Basic Services Policy

21. REVIEW OF THE POLICY

This policy will be reviewed annually by the Budget Steering Committee prior to the commencement of the budget process to ensure compliance with any changes in legislation or any 'best practice' guidelines and MFMA Circulars as may be issued by National Treasury from time to time.

Records of Approval

Meeting	Date	Resolution
Top Management		
EXCO		
Revision 1		
BTS Task Team		
Top Management		
Extended Top Management		
LLF		
Corporate Services Portfolio		
EXCO		