

O. R. TAMBO DM
BUDGET AND TREASURY OFFICE



O.R. TAMBO
DISTRICT MUNICIPALITY

BUDGET ADJUSTMENT – 2019/20

PREPARED FOR COUNCIL

FEBRUARY 2020

REPORT ON ADJUSTMENT BUDGET FOR 2019/20 AND 2021 -2022 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK

1. SUBJECT:- ADJUSTMENT BUDGET 2019/20 and two outer years

Section 28 of Chapter 4 of the Municipal Finance Management Act, Act No. 56 of 2003 and MFMA Circulars.

2. PURPOSE AND BACKGROUND

Section 28(2) of the Municipal Finance Management Act No. 56 of 2003, states that:

A municipality must adjust the approved budget through an adjustment budget:

An adjustments budget;

- (a) must adjust the revenue and expenditure estimates downwards if there is Material under-collection of revenue during the current year:*
- (b) may appropriate additional revenues that have become available over and Above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for:*
- (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality:*
- (d) may authorise the utilisation of projected savings in one vote toward spending under another vote;*
- (e) may authorise the spending of funds that were unspent at the end of the part financial year where the under-spending could not reasonably, have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;*
- (f) may correct any errors in the annual budget: and*
- (g) may provide for any other expenditure within a prescribed framework.*

In preparing the adjustments budget, MFMA s18, MFMA circulars, were considered for the realistic revenue being anticipated. The funding of the adjustments budget is informed by the mid-year performance.

In terms of MFMA Municipal Budget Reporting Regulations, regulation 23 states:-

- (1) an adjustment budget referred to in section 28(2)(b),(d),(f) of the act may be tabled in the municipal council at any time after the mid-year budget performance assessment has been tabled in the council, but not later than 28 February of the current year.*

Mid- year assessment as per s72 of MFMA has been undertaken where the performance for the first six months was evaluated to ascertain if there is any need for the adjustment of the adopted budget

In terms of MFMA section 54(1)(c) states that : Mayor on receipt of reports or statements from accounting officer as stipulated in sections 71 and 72 –

(c) Consider, and if necessary make any revisions to the SDBIP, provided that the revision to the service targets and performance indicators in the plan may only be made with the approval of the council following the approval of the adjustment.

It was after the evaluation of the mid-year assessment that the need for the adjustment of the budget was necessary of which that adjustment is informed by the activities that occurred during the mid-year that necessitated an adjustment with the major items being:

- Subsistence and travelling which increased drastically resulting in overspending.
- Increase in Water Operators (Ntinga).
- Increase in Ntinga Operations
- Increase in Personnel Expenditure for Water Department.
- Overtime which increased from Water services employees.
- Furniture and Office Equipment
- EPWP operation
- Refurbishment of water schemes and Boreholes
- Increase in Water Plant Hire
- Wet Fuel
- Medical Aid increase
- Printing and Stationery
- Cellphone allowance

3. SUMMARY

This report was prepared in accordance with section 28 Chapter 4 of the Municipal Finance Management Act, Act No.56 of 2003 and the MFMA Circulars to table the adjustments budget for 2019/20 financial year.

Overall summary

DESCRIPTION	ADJUSTED BUDGET 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT
OPERATING REVENUE	1,495,656,698	1,435,700,902	1,466,954,956	1,538,920,625	1,578,042,572	31,254,054
OPERATING EXPENDITURE	1,492,156,697	1,433,243,740	1,464,497,794	1,535,162,835	1,574,087,174	31,254,054
SURPLUS/(DEFICIT)	3,500,001	2,457,161	2,457,162	3,757,790	3,955,397	0
TOTAL CAPITAL EXPENDITURE	1,337,257,453	1,123,227,533	1,288,999,369	909,356,779	1,039,496,410	165,771,836
OVERALL TOTAL BUDGET	2,832,914,151	2,558,928,435	2,755,954,325	2,448,277,404	2,617,538,982	228,279,945

Funding of the budget

In terms of section 18 of chapter 4 of MFMA, an annual budget may only be funded from-

- a) realistically anticipated revenues to be collected;
- b) cash-backed accumulated funds from previous years surpluses not committed for other purposes; and
- c) borrowed funds, but only for the capital budget referred to in section 17 (2)

Revenue projections in the budget must be realistic, taking into account-

- a) projected revenue for the current year based on collection levels to date; and
- b) Actual revenue collected in previous financial years.

Revenue composed of the following:-

ACCOUNT DESCRIPTION	ADJUSTED BUDGET 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT
Service charges	290,998,174	307,474,028	320,474,028	335,146,691	365,309,893	13,000,000
Rental of facilities and equipment	57,860	60,984	60,984	64,278	67,749	-
Interest earned - Investments and Debtors	34,600,000	66,882,200	53,882,200	69,315,576	72,607,639	13,000,000
Transfers and subsidies - Operating	798,523,001	863,952,000	863,952,000	920,934,999	991,441,999	0
Transfers and subsidies - Capital	1,207,465,000	982,905,001	1,149,755,731	795,113,000	940,657,000	166,850,730
Other revenue	501,270,116.61	337,654,220.53	367,829,381.39	327,702,860.73	247,454,701.58	30,175,161
TOTAL REVENUE	2,832,914,152	2,558,928,435	2,755,954,325	2,448,277,404	2,617,538,982	197,025,891

Total revenue has increased by 8 percent or R197 million for the 2019/20 financial year in comparison to the original budget. The adjustment is mainly due to:

- Additional funding allocation for Emergency Housing of R47.2
- Rollover amount from 2018-2019 of R119.6 million for Municipal Water Infrastructure Grant
- Service Charges of R13 million.
- Reserves

Revenue comprises of 73 percent of grants and transfers recognized being:

- Equitable share – R855 million
- Finance Management Grant – R2.1 million
- Extended Public Works Program – R6.2 million
- Municipal Infrastructure Grant – R633 million.

- Water Services Infrastructure Grant – R219.6 million
- Regional Bulk Infrastructure Grant – R246.3 million
- Emergency Housing Grant- R47.2 million

Service Charges of 16 percent being:-

- Water and Sanitation - R320.4 million
- Services (old debtors) – R120 million

Interest received of 2 percent being:-

- Interest received from investments – R23.8 million
- Interest received from debtors – R30 million

Other own revenue of 9 percent being:-

- Reserves – R 107.2 million
- Tender fees – R1.2 million
- VAT refund – R 139.2 million

The municipality is dependent on government grants and subsidies as depicted above.

Sources of Funding

DESCRIPTION	ADJUSTED BUDGET 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT
OWN REVENUE	1,618,452,152	1,567,614,434	1,597,789,594	1,651,049,404	1,674,766,982	30,175,161
GRANT REVENUE	1,214,462,000	991,314,001	1,158,164,731	797,228,000	942,772,000	166,850,730
TOTAL REVENUE	2,832,914,152	2,558,928,435	2,755,954,325	2,448,277,404	2,617,538,982	197,025,891

Operating expenditure comprises of the following:-

ACCOUNT DESCRIPTION	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
Employee related costs	579,709,961.80	580,117,961.80	620,006,253.51	661,109,392.49	408,000.00
Remuneration of councillors	22,659,099.25	22,659,099.25	24,165,929.35	25,772,963.65	-
Debt impairment	92,405,456.35	92,405,456.35	97,395,350.99	82,654,699.94	-
Depreciation & asset impairment	165,748,000.00	165,748,000.00	174,698,392.00	184,132,105.17	-
Bulk purchases	41,145,000.00	35,745,000.00	43,366,830.00	45,708,638.82	-5,400,000.00
Contracted services	213,751,991.01	193,413,463.27	247,244,822.44	228,983,628.88	-20,338,527.74
Transfers and subsidies	71,524,656.55	86,958,630.18	75,386,988.01	79,457,885.36	15,433,973.63
Other materials	24,758,781.45	24,258,781.45	26,095,755.65	27,504,926.46	-500,000.00
Other expenditure	221,540,795.94	258,136,907.14	226,802,515.01	238,762,935.63	36,596,111.20
TOTAL EXPENDITURE	1,433,243,742.35	1,459,443,299.45	1,535,162,836.96	1,574,087,176.40	26,199,557.10

Operating expenditure has been adjusted upwards by 2 percent or 26.2 million for the 2019/20 financial year in comparison to the original budget.

The analysis as per line items is explained as follows:

Personnel Expenditure:

Employee costs were adjusted upwards by a net of R408 000 from Water Services.

Debt Impairment

No adjustments were made on debt impairment.

Depreciation and Asset Impairment

No adjustments were made on depreciation and asset impairment.

Finance Charges

No adjustments were made on finance charges.

Bulk purchases

Downward adjustments of R5.4 million or 13% were made on Bulk purchases.

Other Materials

Other Materials have been adjusted downwards by 2% or R500 000.00.

Contacted Services

Contracted services have been adjusted downwards by 10% or R20.3 mainly due to adjustments made on Repairs and maintenance under water services department and to fund Ntinga operations.

Transfers and Subsidies

Transfers and subsidies have been adjusted upwards by R15.4 million or 22% mainly due to additional funds allocated for Trade and Investment Promotion and Ntinga operations of R10.4 million.

Other Expenditure

Other Expenditure has been adjusted by 17% or R36.6 million.

Capital Expenditure

DESCRIPTION	ADJUSTED BUDGET 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT
CAPITAL EXPENDITURE	1,337,257,453	1,123,227,533	1,288,999,369	909,356,779	1,039,496,410	165,771,836

Capital expenditure is adjusted upwards by a net of R165.7 million being an increase of R47.2 million additional grant for Emergency Housing and Rollover amount from 2018-2019 of R119.6 of Municipal Water Infrastructure Grant.

Departmental Adjustments

Office of the Speaker

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	30,252,091	32,339,485	32,339,485	34,490,061	36,783,650	-
SALARIES : BONUS-ANNUAL LEAVE	981,376	1,049,090	1,049,090	1,118,855	1,193,259	-
OVERTIME & STANDBY ALLOWANCE	268,962	1,387,520	1,387,520	1,483,259	1,585,604	-
MEDICAL AID	2,530,902	2,705,534	2,705,534	2,885,452	3,077,335	-
TRAVELLING ALLOWANCE	6,234,593	6,664,780	6,664,780	7,107,988	7,580,669	-
CELLPHONE ALLOWANCE	2,964,800	3,169,371	3,169,371	3,380,134	3,604,913	-
HOUSING ALLOWANCE	578,275	618,176	618,176	658,358	701,151	-
INSURANCE : UIF	88,541	94,650	94,650	100,944	107,657	-
PENSION FUND CONTRIBUTIONS	3,033,927	3,243,268	3,243,268	3,458,946	3,688,966	-
SKILLS DEVELOPMENT LEVY	421,497	450,580	450,580	480,544	512,500	-
BARGAINING COUNCIL	4,608	4,926	4,926	5,254	5,603	-
TOTAL PERSONNEL EXPENSES	47,359,571	51,727,382	51,727,382	55,169,794	58,841,306	-
2. GENERAL EXPENSES						
COUNCIL RECEPTIONS	22,092	23,285	123,285	24,542	25,868	100,000
WOMEN'S CAUCUS	1,052,000	958,808	818,808	1,010,584	1,065,155	140,000-
CONFERENCE FEES	220,920	232,850	232,850	245,424	258,676	-
CORPORATE EXPENSES	81,530	85,933	85,933	90,573	95,464	-
MEMBERSHIP FEES	35,000	36,890	36,890	38,882	40,982	-
WHIPPERY SUPPORT	4,156,000	2,926,424	1,441,424	3,084,451	3,251,011	1,485,000-
SUBSISTENCE & TRAVELLING	19,325,000	9,584,812	18,684,812	10,102,392	10,647,921	9,100,000
COUNCIL AND COMMITTEE	1,519,060	3,298,289	1,048,289	3,476,397	3,664,122	2,250,000-
RESEARCH AND POLICY DEVELOPMENT	220,920	232,850	232,850	245,424	258,676	-
SUPPORT TO - TRADITIONAL LEADERS	-	-	1,000,000	-	-	1,000,000
OVERSIGHT COMMITTEE & ROADSHOWS	957,320	1,009,015	2,109,015	1,063,502	1,120,931	1,100,000
PUBLIC PARTICIPATION	3,800,000	2,213,400	4,463,400	2,332,924	2,458,901	2,250,000
DISTRICT SPEAKER'S FORUM	441,840	465,699	365,699	490,847	517,353	100,000-
COUNCIL MEETINGS	563,346	593,767	793,767	625,830	659,625	200,000
STANDING ORDERS & RESOLUTIONS REGISTER	633,830	668,057	268,057	704,132	742,155	400,000-
CAPACITY BUILDING & WORKSHOPS	-	-	2,500,000	-	-	2,500,000
SECTION 79 COMMITTEES	1,052,000	958,808	558,808	1,010,584	1,065,155	400,000-
STATE OF THE DISTRICT ADDRESS	-	-	1,500,000	-	-	1,500,000
SITTING ALLOWANCE - TRADITIONAL LEADERS	720,920	232,850	932,850	245,424	258,676	700,000
TOTAL GENERAL EXPENSES	34,801,778	23,521,736	37,196,736	24,791,910	26,130,673	13,675,000
5. CAPITAL EXPENDITURE						
MOTOR VEHICLES	1,000,000	2,000,000	2,000,000	-	-	-
TOTAL CAPITAL EXPEND EX REVENUE	1,000,000	2,000,000	2,000,000	-	-	-
TOTAL EXPENDITURE	83,161,349	77,249,118	90,924,118	79,961,704	84,971,979	13,675,000
REVENUE						
OTHER INCOME-VAT REFUND	1,000,000	2,000,000	2,000,000	-	-	-
EQUITABLE SHARE	82,161,349	75,249,118	88,924,118	79,961,704	84,971,979	13,675,000
TOTAL REVENUE	83,161,349	77,249,118	90,924,118	79,961,704	84,971,979	13,675,000
TOTAL EXPENDITURE	83,161,349	77,249,118	90,924,118	79,961,704	84,971,979	13,675,000

Upward adjustment on General expenditure of million R16.5 million which is mainly is due to increase in subsistence and travelling, capacity building workshops, Public participation and state of the district address.

Office of Executive Mayor

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	24,401,680	26,085,396	26,085,396	27,820,075	29,670,110	-
SALARIES : BONUS-ANNUAL LEAVE	1,908,699	2,040,399	2,040,399	2,176,085	2,320,795	-
OVERTIME & STANDBY ALLOWANCE	1,870,528	1,499,595	1,499,595	2,132,568	2,274,384	-
MEDICAL AID	4,403,769	4,707,630	4,707,630	5,020,687	5,354,563	-
TRAVELLING ALLOWANCE	2,275,913	2,432,951	2,432,951	2,594,742	2,767,293	-
CELLPHONE ALLOWANCE	367,600	392,964	392,964	419,097	446,966	-
HOUSING ALLOWANCE	1,324,740	1,416,147	1,416,147	1,510,321	1,610,757	-
INSURANCE : UIF	149,117	159,406	159,406	170,006	181,312	-
PENSION FUND CONTRIBUTIONS	3,896,394	4,165,245	4,165,245	4,442,234	4,737,643	-
SKILLS DEVELOPMENT LEVY	312,596	334,165	334,165	356,387	380,087	-
BARGAINING COUNCIL	8,018	8,571	8,571	9,141	9,749	-
TOTAL PERSONNEL EXPENSES	40,919,054	43,242,469	43,242,469	46,651,343	49,753,657	-
2. GENERAL EXPENSES						
FINANCIAL ACADEMIC ASSISTANCE	6,750,000	3,114,500	3,751,000	3,282,683	3,459,948	636,500
ASSISTANCE TO EX-COMBATANTS	386,610	407,487	499,487	429,491	452,684	92,000
COMMUNITY PARTICIPATION & ROAD SHOWS	7,500,000	3,710,600	4,430,600	3,910,972	4,122,165	720,000
SECTORAL ENGAGEMENT	652,300	582,124	1,482,124	613,559	646,691	900,000
HIV/AIDS COMMUNITY AWARENESS	1,000,000	1,054,000	2,670,317	1,110,916	1,170,905	1,616,317
HIV/AIDS (OR TAMBO DM) & INKCIYO PROGRAMME	1,450,000	1,528,300	905,600	1,610,828	1,697,813	622,700-
SUPPORT TO TRADITIONAL AUTHORITIES	723,250	762,306	562,306	803,470	846,857	200,000-
SPU'S - WOMEN	2,300,000	1,824,200	2,924,200	1,922,707	2,026,533	1,100,000-
SPU'S - PHYSICALLY CHALLENGED	500,000	527,000	427,000	555,458	585,453	100,000-
SPU'S - YOUTH	1,500,000	1,231,000	2,432,722	1,297,474	1,367,538	1,201,722
SPU'S - CHILDREN	2,205,000	2,007,870	2,798,844	2,116,295	2,230,575	790,974
SPU'S - OLD AGE	1,250,000	1,117,500	897,500	1,177,845	1,241,449	220,000-
POVERTY RELIEF PROGRAM	9,793,680	3,703,419	3,742,599	3,903,403	4,114,187	39,180
OR TAMBO MONTH	2,500,000	2,485,000	2,185,000	2,619,190	2,760,626	300,000-
VIP PROTECTION UNIT	149,370	1,106,036	1,956,939	1,165,762	1,228,713	850,903
SUBSISTENCE & TRAVELLING	6,084,120	3,970,544	4,570,544	4,184,954	4,410,941	600,000
COUNCIL AND COMMITTEE	-	-	-	-	-	-
MAYORAL COMMITTEE	668,020	704,093	704,093	742,114	782,188	-
INITIATION SUPPORT	794,110	736,992	485,270	776,790	818,736	251,722-
AMBASSADORS	1,000,000	1,054,000	1,734,000	1,110,916	1,170,905	680,000
HEROS RECOGNITION	3,000,000	1,512,000	1,957,000	1,593,648	1,679,705	445,000
MAYORAL IMBIZO	5,453,000	4,032,200	3,982,200	4,249,939	4,479,435	50,000-
RESEARCH AND POLICY DEVELOPMENT	273,220	814,974	1,014,974	858,982	905,368	200,000
LANDSCAPING	526,000	554,404	554,404	584,342	615,896	-
COMMUNITY MOBILIZATION FOR POOR PERFORMING MATRIC	1,000,000	1,054,000	1,054,000	1,110,916	1,170,905	-
TOTAL GENERAL EXPENSES	57,458,680	39,594,549	47,722,722	41,732,654	43,986,218	8,128,174
5. CAPITAL EXPENDITURE						
HERITAGE DEVELOPMENT (SS MENDI MONUMENT)	350,000	-	-	-	-	-
HERITAGE DEVELOPMENT (INGQUZA HILL MONUMENT)	550,000	-	-	-	-	-
MOTOR VEHICLES	1,500,000	-	-	-	-	-
PLANT & MACHINERY	-	-	-	-	-	-
TOTAL CAPITAL EXPEND EX REVENUE	2,400,000	-	-	-	-	-
TOTAL EXPENDITURE	100,777,734	82,837,018	90,965,191	88,383,997	93,739,875	8,128,174
REVENUE						
OTHER INCOME-VAT REFUND	3,250,000	-	-	-	-	-
EQUITABLE SHARE	97,527,734	82,837,018	90,965,191	88,383,997	93,739,875	8,128,174
TOTAL REVENUE	100,777,734	82,837,018	90,965,191	88,383,997	93,739,875	8,128,174

Adjustments on general expenditure upwards by R8.1 million mainly for Community awareness, SPU Youth and Mayoral imbizo.

Office of Municipal Manager

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	15,866,012	16,898,846	16,898,846	18,022,619	19,221,123	-
SALARIES : BONUS-ANNUAL LEAVE	1,032,633	1,101,127	1,101,127	1,174,352	1,252,446	-
OVERTIME & STANDBY ALLOWANCE	34,345	486,715	486,715	39,157	41,760	-
MEDICAL AID	1,974,104	2,103,483	2,103,483	2,243,365	2,392,549	-
TRAVELLING ALLOWANCE	2,629,304	2,803,204	2,803,204	2,989,617	3,188,426	-
CELLPHONE ALLOWANCE	283,800	303,112	303,112	323,269	344,767	-
HOUSING ALLOWANCE	802,212	855,637	855,637	912,537	973,221	-
INSURANCE : UIF	68,948	73,465	73,465	78,350	83,560	-
PENSION FUND CONTRIBUTIONS	2,855,882	3,041,792	3,041,792	3,244,071	3,459,802	-
SKILLS DEVELOPMENT LEVY	242,997	259,060	259,060	276,288	294,661	-
ACTING ALLOWANCE	-	-	-	-	-	-
BARGAINING COUNCIL	3,594	3,830	3,830	4,084	4,356	-
TOTAL PERSONNEL EXPENSES	25,793,831	27,930,271	27,930,271	29,307,709	31,256,671	-
2. GENERAL EXPENSES						
ADVERTISING FEES	-	-	-	-	-	-
BOOKS & PUBLICATIONS	119,602	190,355	190,355	200,634	211,468	-
COMMUNICATION	5,420,477	5,213,183	4,737,229	5,494,695	5,791,408	(475,953.60)
CONFERENCE FEES	100,920	232,850	284,893	245,424	258,676	52,043.68
CONSULTANTS & PROF. FEES	3,003,043	2,265,678	2,389,589	2,388,025	2,516,978	123,910.20
PROJECT MANAGEMENT OFFICE	-	2,108,000	5,412,138	2,221,832	2,341,811	3,304,138.00
CORPORATE EXPENSES	5,230	58,212	58,212	61,356	64,669	-
LEGAL FEES	10,056,500	6,014,651	7,014,651	6,339,442	6,681,772	1,000,000.00
INTER-GOVERNMENTAL RELATIONS	1,338,030	1,402,331	1,402,331	1,478,057	1,557,872	-
MEMBERSHIP FEES	207,638	239,930	139,930	252,887	266,543	(100,000.00)
SUBSISTENCE & TRAVELLING	6,289,975	2,192,827	2,623,085	2,311,239	2,436,046	430,257.82
INTEGRATED DEVELOPMENT PLAN	3,182,350	4,287,294	5,178,177	4,518,808	4,762,824	890,883.24
AUDIT COMMITTEE ALLOWANCES	333,376	351,378	573,081	370,353	390,352	221,702.80
AUDIT COMMITTEE MEETING & INTERNAL AUDIT FORUM	-	-	20,000	-	-	20,000.00
MUNICIPAL SUPPORT PROGRAM	322,400	550,610	685,072	580,343	611,681	134,461.90
EPWP OPERATION	8,892,908	8,521,497	10,021,497	2,347,782	2,474,562	1,500,000.00
PERFORMANCE MANAGEMENT SYSTEM	1,425,520	1,397,098	1,397,098	1,472,541	1,552,059	-
TOTAL GENERAL EXPENSES	41,035,377	35,876,904	42,376,904	31,180,381	32,864,121	6,500,000.00
TOTAL EXPENDITURE	66,829,208	63,807,175	70,307,175	60,488,089	64,120,793	6,500,000.00
REVENUE						
EQUITABLE SHARE	61,947,209	57,513,176	64,013,176	60,488,090	64,120,794	6,500,000.00
EXTENDED PUBLIC WORKS PROGRAMME	4,882,000	6,294,000	6,294,000	-	-	-
TOTAL REVENUE	66,829,209	63,807,176	70,307,176	60,488,090	64,120,794	6,500,000.00
TOTAL EXPENDITURE	66,829,208	63,807,175	70,307,175	60,488,089	64,120,793	6,500,000.00
TOTAL REVENUE	66,829,209	63,807,176	70,307,176	60,488,090	64,120,794	6,500,000.00
SURPLUS/(DEFICIT)	-	-	-	-	-	-

Upward adjustment for the office of the Municipal Manager on general expenditure amounts to R6.5 million being upward adjustment mainly caused by legal fees and project management and EPWP.

Corporate Services

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	32,895,325	61,851,162	50,851,162	37,435,389	39,924,842	11,000,000-
SALARIES : BONUS-ANNUAL LEAVE	1,859,646	1,983,906	1,983,906	2,115,835	2,256,538	-
OVERTIME & STANDBY ALLOWANCE	1,322,928	1,414,210	1,414,210	1,508,255	1,608,554	-
MEDICAL AID	4,758,096	3,081,089	3,081,089	5,418,982	5,779,344	-
TRAVELLING ALLOWANCE	4,615,402	4,925,316	4,925,316	5,252,850	5,602,164	-
CELLPHONE ALLOWANCE	411,600	439,640	439,640	468,876	500,057	-
HOUSING ALLOWANCE	1,369,766	1,462,593	1,462,593	1,559,855	1,663,586	-
INSURANCE : UIF	163,595	174,696	174,696	186,313	198,703	-
PENSION FUND CONTRIBUTIONS	4,715,159	5,032,235	5,032,235	5,366,879	5,723,776	-
SKILLS DEVELOPMENT LEVY	358,773	382,939	382,939	408,404	435,563	-
GROUP LIFE ASSURANCE SCHEME	9,361,464	9,866,983	9,866,983	10,399,800	10,961,389	-
LEAVE GRATUITY	7,235,588	7,734,843	7,734,843	8,249,210	8,797,783	-
BARGAINING COUNCIL	8,663	9,251	9,251	9,866	10,522	-
TOTAL PERSONNEL EXPENSES	69,076,003	98,358,863	87,358,863	78,380,516	83,462,822	11,000,000-
2. GENERAL EXPENSES						
ADVERTISING FEES	622,760	698,549	698,549	736,271	776,029	-
BOOKS & PUBLICATIONS	222,092	23,285	23,285	24,542	25,868	-
CLEANING MATERIALS AND SERVICES	1,434,808	1,512,288	1,012,288	1,593,951	1,680,025	500,000-
CONFERENCE FEES	155,087	58,062	58,062	61,197	64,502	-
PROTECTIVE CLOTHING	441,840	465,699	465,699	490,847	517,353	-
LICENCE FEES	3,592,580	3,786,579	3,786,579	3,991,055	4,206,572	-
MEMBERSHIP FEES	55,230	58,212	58,212	61,356	64,669	-
JOB EVALUATION PROGRAM	220,920	1,219,689	594,409	1,285,552	1,354,972	625,280-
OCCUPATIONAL HEALTH & SAFETY	333,160	351,151	483,109	370,113	390,099	131,958
INTERNSHIP PROGRAMME	717,990	756,761	756,761	797,627	840,698	-
HUMAN RESOURCE WORKSHOP	6,522	6,875	0-	7,246	7,637	6,875-
TELEPHONE	17,523,000	18,469,242	18,469,242	19,466,581	20,517,776	-
SECURITY COST INCLUDING CONTRACTED SERVICES	21,829,000	23,007,766	23,007,766	24,250,185	25,559,695	-
SUBSISTENCE & TRAVELLING	4,909,097	2,776,882	4,502,161	2,926,833	3,084,882	1,725,279
WEBSITE MAINTENANCE	220,920	232,850	232,850	245,424	258,676	-
FUNCTIONS & STAFF WELFARE	936,280	986,839	993,714	1,040,128	1,096,295	6,875
WORKMEN'S COMPENSATION FUND	3,313,800	3,492,745	3,492,745	3,681,353	3,880,147	-
RELOCATION COSTS	373,460	393,627	393,627	414,883	437,286	-
EMPLOYEE ASSISTANCE PROGRAM	1,130,900	1,091,969	1,060,011	1,150,935	1,213,085	31,958-
SKILLS DEVELOPMENT AND CAPACITY BUILDING	6,690,530	6,735,619	6,535,619	7,099,342	7,482,706	200,000-
LOCAL LABOUR FORUM PROGRAMME DEVELOPMENT	165,690	174,637	174,637	184,068	194,007	-
INTEGRATED SPATIAL MANAGEMENT SYSTEM	76,150	80,262	80,262	84,596	89,164	-
GET THE RECORDS STRAIGHT PROJECT (GTRS)	554,542	584,487	84,487	616,050	649,316	500,000-
RESEARCH AND POLICY DEVELOPMENT	4,378	4,615	4,615	4,864	5,127	-
RENTAL OF IT EQUIPMENT	1,656,900	1,746,373	1,746,373	1,840,677	1,940,073	-
TOTAL GENERAL EXPENSES	68,167,637	69,663,662	69,263,662	73,425,500	77,390,477	400,000-
3. REPAIRS AND MAINTENANCE						
SURVEILLANCE EQUIPMENT MAINTENANCE	526,000	562,294	562,294	598,843	637,768	-
IT EQUIPMENT REPAIRS	552,300	582,124	582,124	613,559	646,691	-
TOTAL REPAIRS & MAINTENANCE	1,078,300	1,144,418	1,144,418	1,212,402	1,284,459	-
5. CAPITAL EXPENDITURE						
COMPUTER SOFTWARE	526,000	554,404	554,404	584,342	615,896	-
NETWORK INFRASTRUCTURE UPGRADE	1,150,000	1,000,000	1,000,000	1,500,000	1,500,000	-
SECURITY SYSTEMS AND MUNICIPAL GATES	-	1,500,000	1,500,000	1,581,000	-	-
DISASTER RECOVERY SYSTEMS	125,000	131,750	531,750	138,865	146,363	400,000
TOTAL CAPITAL EXPEND EX REVENUE	1,801,000	3,186,154	3,586,154	3,804,206	2,262,259	400,000
TOTAL EXPENDITURE	140,122,940	172,353,098	161,353,098	156,822,624	164,400,018	11,000,000-
REVENUE						
OTHER INCOME-VAT REFUND	1,801,000	3,186,154	3,586,154	3,804,206	2,262,259	400,000
EQUITABLE SHARE	138,321,940	169,166,944	157,766,944	153,018,417	162,137,758	11,400,000-
TOTAL REVENUE	140,122,940	172,353,098	161,353,098	156,822,624	164,400,018	11,000,000-
TOTAL EXPENDITURE	140,122,940	172,353,098	161,353,098	156,822,624	164,400,018	11,000,000-

Adjustment downwards of R11 million on employee related cost savings that have been taken to Water department. Adjustment of R400 000 downwards on general expenditure and increase of R400 000 on Capital expenditure for the disaster recovery system.

Budget and Treasury Office

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	43,669,157	51,829,851	51,829,851	49,944,036	53,265,314	-
SALARIES : BONUS-ANNUAL LEAVE	2,377,046	2,541,062	2,541,062	2,710,043	2,890,261	-
OVERTIME & STANDBY ALLOWANCE	1,235,169	2,320,395	2,320,395	1,408,202	1,501,847	-
MEDICAL AID	6,882,817	3,357,732	3,357,732	7,847,021	8,368,848	-
TRAVELLING ALLOWANCE	2,890,476	3,089,919	3,089,919	3,295,399	3,514,543	-
CELLPHONE ALLOWANCE	168,000	632,070	632,070	34,203	36,477	-
HOUSING ALLOWANCE	2,061,374	2,203,609	2,203,609	2,350,149	2,506,433	-
INSURANCE : UIF	237,429	253,812	253,812	270,690	288,691	-
PENSION FUND CONTRIBUTIONS	7,660,448	8,189,019	8,189,019	8,733,589	9,314,373	-
SKILLS DEVELOPMENT LEVY	509,869	545,050	545,050	581,296	619,952	-
BARGAINING COUNCIL	12,349	13,202	13,202	14,079	15,016	-
TOTAL PERSONNEL EXPENSES	67,704,136	74,975,721	74,975,721	77,188,706	82,321,755	-
2. GENERAL EXPENSES						
ADVERTISING FEES	281,350	401,943	651,943	423,648	446,525	250,000
AUDIT FEES	9,500,000	10,013,000	10,013,000	10,553,702	11,123,602	-
ASSESSMENT RATES	1,656,900	1,746,373	1,746,373	1,840,677	1,940,073	-
BANK CHARGES	541,600	1,097,846	1,097,846	1,157,130	1,219,615	-
BOOKS & PUBLICATIONS	38,661	40,749	40,749	42,949	45,268	-
CONSULTANTS & PROF. FEES	20,004,360	8,528,391	7,028,391	7,664,925	8,078,831	1,500,000
FINANCIAL & BUDGETING REFORMS	2,151,340	2,115,000	2,115,000	2,115,000	2,115,000	-
CORPORATE EXPENSES	44,184	46,570	46,570	49,085	51,735	-
VEHICLE FUEL & OIL	7,362,200	7,759,759	11,509,759	8,178,786	8,620,440	3,750,000
HIRE - EQUIPMENT & MACHINERY	13,021,500	6,346,661	6,346,661	6,689,381	7,050,607	-
INSURANCE : EXTERNAL	3,589,950	3,783,807	3,783,807	3,995,704	3,995,704	-
LICENCE FEES	1,325,520	1,397,098	1,247,098	1,472,541	1,552,059	150,000
SALGA FEES	5,689,324	5,510,312	5,710,312	5,807,869	6,121,494	200,000
OFFICE RENTAL	386,610	407,487	857,487	429,491	452,684	450,000
POSTAGE	289,300	304,922	104,922	321,388	338,743	200,000
PRINTING & STATIONERY	4,718,400	4,656,994	9,206,994	4,908,471	5,173,529	4,550,000
SUBSISTENCE & TRAVELLING	4,270,680	3,257,398	3,196,384	3,433,297	3,618,695	61,013
TOTAL GENERAL EXPENSES	74,871,879	57,414,309	64,703,296	59,084,043	61,944,604	7,288,987
3. REPAIRS AND MAINTENANCE						
BUILDINGS & INSTALLATIONS	-	-	-	-	-	-
LAND & FENCES	241,228	254,254	254,254	267,984	282,455	-
WATER METERS	-	-	-	-	-	-
TOOLS & EQUIPMENT	1,000,000	1,054,000	1,054,000	1,110,916	1,170,905	-
MOTOR VEHICLES	7,200,000	3,689,000	3,689,000	3,888,206	4,098,169	-
TOTAL REPAIRS & MAINTENANCE	8,441,228	4,997,254	4,997,254	5,267,106	5,551,530	-

5. CAPITAL EXPENDITURE						
BUILDINGS	-	-	-	-	-	-
FURNITURE & OFFICE EQUIPMENT	3,700,000	1,300,000	6,800,000	850,000	850,000	5,500,000
COMPUTER EQUIPMENT	100,000	850,000	850,000	1,000,000	1,000,000	-
MSCOA IMPLEMENTATION	1,500,000	2,000,000	8,000,000	2,000,000	2,000,000	6,000,000
FENCING	2,000,000	-	-	-	-	-
MOTOR VEHICLES	3,000,000	4,500,000	4,500,000	2,500,000	2,500,000	-
FENCING	-	-	-	-	-	-
REVENUE GENERATING WATER METERS	23,310,808	10,000,000	2,000,000	-	-	8,000,000
TOTAL CAPITAL EXPEND EX REVENUE	33,610,808	18,650,000	22,150,000	6,350,000	6,350,000	3,500,000
TOTAL EXPENDITURE	184,628,050	156,037,285	166,826,271	147,889,856	156,167,889	10,788,987
REVENUE	-	-	-	-	-	-
INTEREST : INVESTMENTS	29,300,000	36,882,200	23,882,200	37,515,576	38,899,639	13,000,000
AGENCY FEES	-	-	188,987	-	-	188,987
FINANCIAL MANAGEMENT GRANT	2,115,000	2,115,000	2,115,000	2,115,000	2,115,000	-
OTHER REVENUE (ACCUMULATIVE RESERVES)	12,818,678	-	-	-	-	-
OTHER INCOME-VAT REFUND	33,610,808	18,650,000	22,150,000	6,350,000	6,350,000	3,500,000
EQUITABLE SHARE	105,568,504	97,109,411	117,209,411	100,559,450	107,380,529	20,100,000
OTHER REVENUE - TENDER FEES	1,157,200	1,219,689	1,219,689	1,285,552	1,354,972	-
RENT FACILITIES - HIRING OF HALLS	57,860	60,984	60,984	64,278	67,749	-
TOTAL REVENUE	184,628,050	156,037,285	166,826,271	147,889,856	156,167,889	10,788,987
TOTAL EXPENDITURE	184,628,050	156,037,285	166,826,271	147,889,856	156,167,889	10,788,987

Adjustments upwards on general expenditure of R7.3 million mainly caused by centralized Fuel and Inventory costs. Capital expenditure has been adjusted upwards by R3.5 million mainly caused by furniture & office equipment.

Rural Economic Development and Planning

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	11,861,972	12,680,449	11,580,449	13,523,698	14,423,024	1,100,000-
SALARIES : BONUS-ANNUAL LEAVE	2,072,403	2,215,399	2,215,399	2,362,723	2,519,844	-
OVERTIME & STANDBY ALLOWANCE	-	450,000	450,000	-	-	-
MEDICAL AID	1,467,923	919,210	919,210	1,673,562	1,784,854	-
TRAVELLING ALLOWANCE	2,298,758	2,457,373	2,457,373	2,620,788	2,795,070	-
CELLPHONE ALLOWANCE	372,000	397,668	397,668	424,113	452,316	-
HOUSING ALLOWANCE	417,643	446,461	446,461	476,150	507,814	-
INSURANCE : UIF	49,970	53,418	153,418	56,970	60,759	100,000
PENSION FUND CONTRIBUTIONS	2,045,155	2,186,271	2,086,271	2,331,658	2,486,713	100,000-
SKILLS DEVELOPMENT LEVY	157,193	168,039	168,039	179,214	191,132	-
BARGAINING COUNCIL	2,673	2,857	2,857	3,047	3,250	-
TOTAL PERSONNEL EXPENSES	20,745,691	21,977,143	20,877,143	23,651,923	25,224,776	1,100,000-
2. GENERAL EXPENSES						
SPATIAL DEVELOPMENT FRAMEWORK	600,000	632,400	632,400	666,550	702,543	-
LED WORKSHOPS & TRAINING	-	-	4,575,000	-	-	4,575,000
CONFERENCE FEES	22,092	23,285	23,285	24,542	25,868	-
DISTRICT SKILLS DEVELOPMENT PROGRAMME	1,250,000	685,100	685,100	722,095	761,089	-
ENVIRONMENTAL MANAGEMENT PLANNING	200,000	843,200	723,200	888,733	936,724	120,000-
SUBSISTENCE & TRAVELLING	4,265,690	1,316,728	1,636,728	1,387,831	1,462,774	320,000
RESEARCH AND DEVELOPMENT	262,760	698,549	278,549	736,271	776,029	420,000-
SPLUMA	1,485,000	827,390	887,390	872,069	919,161	60,000
REGIONAL & LOCAL TOURISM ORGANISATIONS	55,230	58,212	58,212	61,356	64,669	-
ARTS AND CRAFT DEVELOPMENT	220,920	232,850	232,850	245,424	258,676	-
DISTRICT TOURISM MARKETING	1,670,491	1,581,517	1,861,517	1,666,919	1,756,933	280,000
TOURISM EDUCATION AND AWARENESS	1,230,000	1,054,000	1,254,000	1,110,916	1,170,905	200,000
NTINGA OPERATIONS & PAYROLL	31,111,536	32,791,559	43,191,559	34,562,303	36,428,667	10,400,000
LED STRATEGY	750,000	790,500	790,500	833,187	878,179	-
SECTOR DEVELOPMENT	600,000	632,400	632,400	666,550	702,543	-
CO-OPERATIVE SUPPORT	10,000,000	8,540,000	11,050,000	9,001,160	9,487,223	2,510,000
LED CAPACITY	600,000	432,400	432,400	455,750	480,360	-
AGRICULTURAL DEVELOPMENT STRATEGY	400,000	421,600	271,600	444,366	468,362	150,000-
AGRI-PACKS	10,200,000	7,750,800	7,750,800	8,169,343	8,610,488	-
TRADE AND INVESTMENT PROMOTION	200,000	210,800	2,210,800	222,183	234,181	2,000,000
RURAL AGRO INDUSTRIAL SUPPORT	9,500,000	8,013,000	7,493,000	8,445,702	8,901,770	520,000-
ENVIRONMENTAL AWARENESS	1,200,000	1,275,600	705,600	1,344,482	1,417,084	570,000-
DISTRICT PLANNING STRATEGY	300,000	316,200	316,200	333,275	351,272	-
INTEGRATED WASTE MANAGEMENT PLAN	800,000	4,493,200	5,253,200	4,050,733	4,269,472	760,000
EPWP OPERATION	-	-	-	-	-	-
REGIONAL INDUSTRIAL DEVELOPMENT PROGRAM	8,200,000	4,970,000	4,020,000	5,238,380	5,521,253	950,000-
TOTAL GENERAL EXPENSES	85,373,718	78,854,790	97,229,790	82,427,849	86,878,952	18,375,000
5. CAPITAL EXPENDITURE						
FENCING	600,000	-	-	-	-	-
RECYCLING FACILITIES	3,500,000	-	-	-	-	-
TOTAL CAPITAL EXPEND EX REVENUE	4,100,000	-	-	-	-	-
TOTAL EXPENDITURE	110,219,409	100,831,933	118,106,933	106,079,772	112,103,729	17,275,000
REVENUE						
OTHER INCOME-VAT REFUND	4,100,000	-	-	-	-	-
EQUITABLE SHARE	106,119,409	100,831,933	118,106,933	106,079,772	112,103,729	17,275,000
PROCEEDS FROM FARM OPERATIONS	-	-	-	-	-	-
EXTENDED PUBLIC WORKS PROGRAMME	-	-	-	-	-	-
TOTAL REVENUE	110,219,409	100,831,933	118,106,933	106,079,772	112,103,729	17,275,000
TOTAL EXPENDITURE	110,219,409	100,831,933	118,106,933	106,079,772	112,103,729	17,275,000

Downwards adjustment of R1.1 million on “Personnel expenditure” to fund general expenditure. The upwards adjustment of R18.3 million on General expenses is mainly due to R11.4 million for Ntinga Operation, R2 million for holding an Investment conference and Led workshops & training for R4.6million of which R2.8 million was a virement from Speakers office.

Community and Social Services

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT S
1. PERSONNEL EXPENDITURE						
SALARIES	48,722,621	52,084,482	52,084,482	55,548,100	59,242,049	-
SALARIES : BONUS-ANNUAL LEAVE	2,163,873	2,313,180	2,313,180	2,467,006	2,631,062	-
OVERTIME & STANDBY ALLOWANCE	4,098,250	4,281,029	4,281,029	4,672,367	4,983,080	-
MEDICAL AID	6,140,852	2,564,571	2,564,571	7,001,115	7,466,689	-
TRAVELLING ALLOWANCE	6,097,296	6,518,010	6,518,010	6,951,457	7,413,729	-
CELLPHONE ALLOWANCE	356,400	480,992	480,992	406,328	433,348	-
HOUSING ALLOWANCE	2,264,911	2,421,190	2,421,190	2,582,199	2,753,915	-
INSURANCE : UIF	258,580	276,422	276,422	294,804	314,409	-
PENSION FUND CONTRIBUTIONS	6,370,072	6,809,607	6,809,607	7,262,446	7,745,398	-
SKILLS DEVELOPMENT LEVY	788,931	843,367	843,367	899,451	959,264	-
BARGAINING COUNCIL	13,548	14,482	14,482	15,445	16,472	-
TOTAL PERSONNEL EXPENSES	77,275,333	78,607,331	78,607,331	88,100,718	93,959,416	-
2. GENERAL EXPENSES						
SAFETY AND SECURITY PROGRAMMES	331,966	244,492	244,492	257,695	271,610	-
CONFERENCE FEES	200,000	210,800	110,800	222,183	234,181	100,000-
MUNICIPAL HEALTH SERVICES	1,429,000	1,544,110	1,646,160	1,627,492	1,715,377	102,050
PRIMARY HEALTHCARE	45,000	79,050	-	83,319	87,818	79,050-
FIRE FIGHTING SERVICE	2,423,282	2,554,139	2,870,339	2,692,063	2,837,434	316,200
ARTS, CULTURE & HERITAGE	1,538,000	1,663,212	796,288	1,753,025	1,847,689	866,924-
HERITAGE SECTOR PLAN	426,150	291,062	906,486	306,779	323,346	615,424
SPORTS DEVELOPMENT	386,946	476,787	507,876	502,534	529,671	31,088
SUBSISTENCE & TRAVELLING	2,295,268	1,666,986	1,893,986	1,735,404	1,807,515	227,000
DISTRICT SPORTS COUNCIL	72,736	81,497	64,321	85,898	90,537	17,176-
COASTAL SAFETY	2,151,280	2,372,849	2,372,849	2,500,983	2,636,036	-
SOCIAL RELIEF PROGRAMME	282,500	527,000	327,000	555,458	585,453	200,000-
LIBRARY SERVICES	937,530	640,337	640,337	674,915	711,360	-
EARLY CHILDHOOD DEVELOPMENT	2,404,500	1,111,970	1,619,487	1,172,016	1,235,305	507,517
CHILD PROTECTION SERVICES	285,000	558,620	483,620	588,785	620,580	75,000-
DISASTER MANAGEMENT INFORMATION SYSTEM	1,400,000	2,108,000	2,161,800	2,221,832	2,341,811	53,800-
DISASTER MANAGEMENT PLAN	1,418,490	1,581,000	1,581,000	1,666,374	1,756,358	-
DISASTER MANAGEMENT AWARENESS	-	-	250,000	-	-	250,000
MORAL REGENERATION PROGRAMS	348,500	669,817	437,300	705,987	744,110	232,517-
RISK ASSESSMENT AND REDUCTION PROGRAM	270,000	284,580	564,580	299,947	316,144	280,000
LEVELLING OF SPORTS FACILITIES	220,920	500,000	200,000	527,000	555,458	300,000-
INGQUZA HILL MASSACRE (PONDOLAND REVOLT)	1,013,292	1,181,000	1,432,500	1,244,774	1,311,992	251,500
DISASTER MANAGEMENT SUMMIT	420,000	727,260	447,260	766,532	807,925	280,000-
STIPEND FOR EMERGENCY VOLUNTEERS	4,716,510	4,848,400	4,148,400	5,110,214	5,386,165	700,000-
DISASTER PREPAREDNESS AND RESPONSE	1,875,000	1,783,960	1,713,960	1,880,294	1,981,830	70,000-
SPORTS AND RECREATION	2,031,468	1,807,357	2,093,445	1,904,954	2,007,822	286,088
TOTAL GENERAL EXPENSES	28,923,338	29,514,286	29,514,286	31,086,458	32,743,527	-
5. CAPITAL EXPENDITURE						
COMPUTER EQUIPMENT	100,000	120,000	520,000	-	-	400,000
FIRE FIGHTER EQUIPMENT	1,600,000	5,000,000	5,000,000	5,500,000	5,500,000	-
EARLY WARNING SYSTEM - ASSET	2,000,000	3,000,000	2,600,000	-	-	400,000-
TOTAL CAPITAL EXPEND EX REVENUE	3,700,000	8,120,000	8,120,000	5,500,000	5,500,000	-
REVENUE						
OTHER INCOME-VAT REFUND	3,700,000	8,120,000	8,120,000	5,500,000	5,500,000	-
EQUITABLE SHARE	106,198,671	108,121,617	108,121,617	119,187,176	126,702,943	-
TOTAL REVENUE	109,898,671	116,241,617	116,241,617	124,687,176	132,202,943	-
TOTAL EXPENDITURE	109,898,671	116,241,617	116,241,617	124,687,176	132,202,943	-

All adjustments made in this department were within general expenditure mainly an increase in Early childhood development and Heritage sector plan with funds taken from items like Arts, Culture and Heritage.

Human Settlements

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	6,470,188	6,916,631	6,916,631	7,376,587	7,867,130	-
SALARIES : BONUS-ANNUAL LEAVE	432,535	462,380	462,380	493,128	525,921	-
OVERTIME & STANDBY ALLOWANCE	-	150,000	150,000	-	-	-
MEDICAL AID	607,416	649,328	649,328	692,509	738,560	-
TRAVELLING ALLOWANCE	1,202,849	1,285,845	1,285,845	1,371,354	1,462,549	-
CELLPHONE ALLOWANCE	174,000	186,006	186,006	198,375	211,567	-
HOUSING ALLOWANCE	165,026	176,412	176,412	188,144	200,655	-
INSURANCE : UIF	21,416	22,893	22,893	24,416	26,039	-
PENSION FUND CONTRIBUTIONS	966,634	1,033,332	1,033,332	1,102,048	1,175,334	-
SKILLS DEVELOPMENT LEVY	84,601	90,438	90,438	96,452	102,866	-
BARGAINING COUNCIL	1,106	1,182	1,182	1,261	1,345	-
TOTAL PERSONNEL EXPENSES	10,125,770	10,974,448	10,974,448	11,544,274	12,311,968	
2. GENERAL EXPENSES						
CONFERENCE FEES	105,200	110,881	29,981	116,868	123,179	80,900-
CONSULTANTS & PROF. FEES	1,052,300	582,124	612,695	613,559	646,691	30,571
COMMUNITY TRAINING	311,930	284,964	335,293	300,352	316,571	50,329
SUBSISTENCE & TRAVELLING	663,950	457,383	734,585	482,082	508,114	277,202
LAUNCHES - HOUSING PROJECTS	400,920	232,850	411,062	245,424	258,676	178,212
HOUSING FORUMS	203,284	131,394	131,394	138,489	145,967	-
HOUSING SOCIAL RELIEF PROGRAMME	4,994,076	3,008,196	2,888,196	3,170,639	3,341,853	120,000-
GRANT - ADHOC HOUSING	55,230	58,212	-	61,356	64,669	58,212-
HOUSING DEVELOPMENT STRATEGY	183,000	277,202	-	292,171	307,948	277,202-
TOTAL GENERAL EXPENSES	7,969,890	5,143,206	5,143,206	5,420,939	5,713,670	-
5. CAPITAL EXPENDITURE						
EQUIPMENT AND LABORATY FEES	100,000	45,000	-	45,000	45,000	45,000-
TEMPORAL STRUCTURES	1,460,000	500,000	545,000	-	-	45,000
ADAM KOK FARM HOUSES	2,700,000	3,000,000	3,000,000	-	-	-
EMERGENCY HOUSING	-	-	47,250,730	-	-	47,250,730
TOTAL CAPITAL EXPEND EX REVENUE	4,260,000	3,545,000	50,795,730	45,000	45,000	47,250,730
TOTAL EXPENDITURE	22,355,660	19,662,654	66,913,384	17,010,213	18,070,638	47,250,730
REVENUE						
OTHER INCOME-VAT REFUND	5,060,000	3,545,000	3,545,000	45,000	45,000	-
EQUITABLE SHARE	17,295,660	16,117,654	16,117,654	16,965,213	18,025,638	-
GRANT - RURAL HOUSING PROJECT	-	-	47,250,730	-	-	47,250,730
TOTAL REVENUE	22,355,660	19,662,654	66,913,384	17,010,213	18,070,638	47,250,730

Capital Expenditure has been adjusted upwards by R47.2 million of the Emergency housing grant which was additional allocation which was approved during a special adjustment budget in October 2019.

Water and Sanitation Services

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	110,719,800	118,359,466	124,067,466	126,230,371	134,624,691	5,708,000
SALARIES : BONUS-ANNUAL LEAVE	9,345,706	9,898,630	8,498,630	10,556,889	11,258,922	1,400,000
OVERTIME & STANDBY ALLOWANCE	23,624,023	15,254,081	20,254,081	26,933,477	28,724,553	5,000,000
MEDICAL AID	22,294,310	8,832,617	10,832,617	25,417,486	27,107,749	2,000,000
TRAVELLING ALLOWANCE	10,835,741	11,583,408	11,583,408	12,353,704	13,175,225	-
CELLPHONE ALLOWANCE	123,800	132,105	932,105	140,890	150,259	800,000
HOUSING ALLOWANCE	9,315,284	10,076,036	10,076,036	10,746,092	11,460,708	-
LONG SERVICE AWARD	-	-	200,000	-	-	200,000
INSURANCE : UIF	1,073,576	1,147,653	1,147,653	1,223,972	1,305,366	-
PENSION FUND CONTRIBUTIONS	18,129,564	19,380,504	19,380,504	20,669,307	22,043,816	-
SKILLS DEVELOPMENT LEVY	1,650,688	1,764,586	1,764,586	1,881,931	2,007,079	-
LEAVE GRATUITY	-	-	200,000	-	-	200,000
BARGAINING COUNCIL	58,798	62,855	62,855	67,035	71,493	-
TOTAL PERSONNEL EXPENSES	207,171,291	196,491,940	208,999,940	236,221,154	251,929,861	12,508,000
2. GENERAL EXPENSES						
DEPRECIATION	162,000,000	165,748,000	165,748,000	174,698,392	184,132,105	-
RAIN HARVESTING	3,404,600	1,164,248	2,164,248	1,227,118	1,293,382	1,000,000
CONFERENCE FEES	276,150	291,062	291,062	306,779	323,346	-
FREE BASIC SERVICES	715,060	1,280,673	2,561,346	1,349,830	1,422,720	1,280,673
WATER CARTING EXPENDITURE	50,840,000	20,000,000	20,000,000	21,080,000	22,218,320	-
ELECTRICITY PURCHASES	33,870,200	35,699,191	35,699,191	37,626,947	39,658,802	-
MEDICAL EXAMINATION	110,460	116,425	116,425	122,712	129,338	-
PROTECTIVE CLOTHING	3,724,440	3,293,160	3,293,160	3,470,990	3,658,424	-
MATERIAL & STORES	-	-	-	-	-	-
WATER QUALITY MONITORING	1,159,586	722,204	1,304,328	761,203	802,307	582,124
WATER PURIFICATION CHEMICALS	11,464,400	12,191,478	12,191,478	12,849,817	13,543,708	-
OFFICE RENTAL	493,840	520,507	520,507	548,615	578,240	-
WASTE WATER MANAGEMENT	162,760	398,549	298,549	420,071	442,755	100,000
SUBSISTENCE & TRAVELLING	2,365,888	1,870,234	1,870,234	1,971,227	2,077,673	-
WATER OPERATORS (NTINGA)	5,156,000	3,326,424	7,284,648	3,506,051	3,695,378	3,958,224
COMMISSION PAID - DEBT COLLECTION	20,000,000	20,000,000	7,000,000	30,000,000	15,000,000	13,000,000
WATER PLANT HIRE	7,922,760	5,544,040	6,365,282	5,843,418	6,158,963	821,242
AFFLUENT MANAGEMENT PROGRAM	52,300	582,124	-	613,559	646,691	582,124
WSA PLANS	1,000,000	600,000	1,371,019	632,400	666,550	771,019
VERIFICATION OF INDIGENT HOUSEHOLDS	36,400	300,000	-	316,200	333,275	300,000
BLUE DROP PROGRAM	1,580,300	1,136,124	1,136,124	1,197,475	1,262,139	-
CUSTOMER RELATIONS SERVICES	509,200	536,697	1,293,458	565,678	596,225	756,761
WSDIP	1,209,200	600,000	700,000	632,400	666,550	100,000
TECHNICAL FORUM WSJTT	717,990	556,761	-	586,827	618,515	556,761
BULK WATER PURCHASES	67,500,000	41,145,000	35,745,000	43,366,830	45,708,639	5,400,000
WATER AND SANITATION MASTER PLANS	556,000	586,024	395,679	617,669	651,023	190,345
TOTAL GENERAL EXPENSES	376,827,534	318,208,926	307,349,738	344,312,208	346,285,067	10,859,188
3. REPAIRS AND MAINTENANCE						
SEWERAGE RETICULATION	1,544,640	4,790,051	1,131,432	10,048,713	5,591,344	3,658,619
SEWERAGE TREATMENT WORKS	1,104,000	2,217,616	-	2,337,367	2,463,585	2,217,616
SEWERAGE PUMP STATIONS	578,000	1,663,212	-	1,753,025	1,847,689	1,663,212
WATER PUMP STATIONS	2,881,740	10,415,354	10,415,354	15,977,783	11,840,583	-
MATERIALS AND STORES	8,056,150	10,761,182	10,761,182	11,342,286	11,954,769	-
REPAIRS TO BULK WATER METERS	156,000	3,326,424	-	3,506,051	3,695,378	3,326,424
VIP SLUDGE SUCKING	18,520,000	11,088,080	10,500,000	16,709,023	11,709,023	588,080
SPRING PROTECTION	920,500	970,207	4,296,631	1,022,598	1,077,818	3,326,424
MAINTENANCE OF PIPE LEAKS	197,480	3,370,144	-	3,552,132	3,743,947	3,370,144
REPAIR OF ELEMENTS ON TREATMENT WORKS	604,600	1,164,248	-	1,227,118	1,293,382	1,164,248
SEALING OF RESERVOIRS	1,078,300	1,136,528	1,136,528	1,197,901	1,262,587	-
TOTAL REPAIRS & MAINTENANCE	35,641,410	50,903,046	38,241,127	68,673,997	56,480,106	12,661,919

5. CAPITAL EXPENDITURE						
MOTOR VEHICLES	1,000,000	5,000,000	5,000,000	10,000,000	10,000,000	-
TRUCKS	-	-	-	-	-	-
MUNICIPAL INFRASTRUCTURE GRANT PROJECTS	619,684,000	633,395,000	633,395,000	671,322,000	725,882,000	-
MUNICIPAL WATER INFRASTRUCTURE GRANT	275,135,000	100,000,000	219,600,000	105,500,000	151,303,000	119,600,000
GRANT - REGIONAL BULK WATER INFRASTRUCTURE	309,707,000	246,398,000	246,398,000	15,000,000	60,000,000	-
BULK WATER METERS	2,000,000	3,162,000	3,162,000	3,500,000	3,500,000	-
EQUIPMENT AND LABORATORY FEES	2,672,080	2,816,372	1,016,372	2,968,456	3,128,753	1,800,000
FENCING	1,329,055	1,400,824	1,400,824	1,476,468	1,556,197	-
GENERATORS	2,523,000	5,821,242	-	6,135,589	6,466,911	5,821,242
PROVISION OF PUBLIC TOILETS IN TOWNS	4,595,810	4,843,984	1,000,000	5,105,559	5,381,259	3,843,984
WATER GROUND EXPLORATION	-	-	-	-	-	-
REFURBISHMENT OF WATER SCHEMES AND BOREHOLE	39,755,200	22,500,000	37,955,995	25,301,269	15,301,269	15,455,995
SEWERAGE RETICULATION	3,313,800	3,492,745	8,336,729	11,688,342	11,688,342	4,843,984
WATER PUMP STATIONS	4,995,200	5,264,941	4,197,509	5,549,248	5,848,907	1,067,432
MAINTENANCE OF PIPE LEAKS	3,079,900	3,246,215	-	3,421,510	3,606,272	3,246,215
REPAIR OF ELEMENTS ON TREATMENT WORKS	1,104,600	1,164,248	1,164,248	7,729,447	7,729,447	-
SEALING OF RESERVOIRS	-	-	-	-	-	-
SPRING PROTECTION	-	-	-	-	-	-
REFURBISHMENT OF SEWERAGE PUMP STATION	1,052,000	1,108,808	1,108,808	5,668,684	10,474,793	-
REFURBISHMENT - GRANT FUNDED	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE	1,271,946,645	1,039,614,379	1,163,735,485	880,366,573	1,021,867,150	124,121,106
6. CONTRIBUTION TO APPROVED FUNDS						
PROVISION FOR DOUBTFUL DEBTS	87,671,211	92,405,456	92,405,456	97,395,351	82,654,700	-
TOTAL CONTR TO APPROVED FUNDS	87,671,211	92,405,456	92,405,456	97,395,351	82,654,700	-
TOTAL EXPENDITURE	1,979,258,091	1,697,623,747	1,810,731,747	1,626,969,283	1,759,216,884	
REVENUE						
INTEREST : INVESTMENTS	-	-	-	-	-	-
OLD DEBTORS	120,000,000	120,000,000	120,000,000	130,000,000	130,000,000	-
INTEREST : OUTSTANDING DEBTS	5,300,000	30,000,000	30,000,000	31,800,000	33,708,000	-
OTHER REVENUE (ACCUMULATIVE RESERVES)	237,501,786	76,112,000	107,177,067	82,173,530	17,260,320	31,065,067
INCOME - WATER & SANITATION	290,998,174	307,474,028	320,474,028	335,146,691	365,309,893	13,000,000
OTHER INCOME-VAT REFUND	65,770,645	59,821,379	64,342,485	88,544,573	84,682,150	4,521,106
EQUITABLE SHARE	58,661,486	126,880,500	71,802,327	171,240,279	195,026,918	55,078,173
MUNICIPAL INFRASTRUCTURE GRANT	619,684,000	633,395,000	633,395,000	671,322,000	725,882,000	-
MUNICIPAL WATER INFRASTRUCTURE GRANT	275,135,000	100,000,000	219,600,000	105,500,000	151,303,000	119,600,000
GRANT- REGIONAL BULK WATER INFRASTRUCTURE	309,707,000	246,398,000	246,398,000	15,000,000	60,000,000	-
WATER SERVICES OPERATING & TRANSFER SUBSIDY GRANT	-	-	-	-	-	-
TOTAL REVENUE	1,982,758,091	1,700,080,907	1,813,188,907	1,630,727,072	1,763,172,281	113,108,000
TOTAL EXPENDITURE	1,979,258,091	1,697,623,747	1,810,731,747	1,626,969,283	1,759,216,884	113,108,000
TOTAL REVENUE	1,982,758,091	1,700,080,907	1,813,188,907	1,630,727,072	1,763,172,281	113,108,000
SURPLUS/(DEFICIT)	3,500,000	2,457,159	2,457,159	3,757,789	3,955,396	-

Personnel expenditure

Upward adjustment on employee related costs of R12.5 million.

General expenses

Downward adjustment of R10.8 million mainly due to decrease in Commission Paid on Debt Collection and bulk water purchases.

Repairs and Maintenance

Reduced by R12.6 million of which R7.3 million was re-allocated to General expenditure and R5.3 million to Capital in the form of Refurbishment of water schemes.

Capital expenditure

Upward net adjustment of R124.1 million mainly due to the rollover of R119.6 million for WSIG and R5.3 million for refurbishment of water schemes.

Technical Services

ACCOUNT DESCRIPTION	ADJUSTMENT BUDGETED 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENTS
1. PERSONNEL EXPENDITURE						
SALARIES	2,149,283	2,297,584	2,297,584	2,450,373	2,613,323	-
SALARIES : BONUS-ANNUAL LEAVE	22,404	23,950	23,950	25,543	27,242	-
OVERTIME & STANDBY ALLOWANCE	-	-	-	-	-	-
MEDICAL AID	101,236	108,221	108,221	115,418	123,093	-
TRAVELLING ALLOWANCE	204,570	218,685	218,685	233,228	248,737	-
CELLPHONE ALLOWANCE	84,000	89,796	89,796	95,767	102,136	-
HOUSING ALLOWANCE	32,126	16,048	16,048	17,115	18,254	-
INSURANCE : UIF	3,569	3,816	3,816	4,069	4,340	-
PENSION FUND CONTRIBUTIONS	152,871	163,419	163,419	174,286	185,877	-
SKILLS DEVELOPMENT LEVY	11,456	12,247	12,247	13,061	13,930	-
BARGAINING COUNCIL	184	197	197	210	224	-
TOTAL PERSONNEL EXPENSES	2,761,701	2,933,964	2,933,964	3,129,072	3,337,155	
2. GENERAL EXPENSES						
BOOKS & PUBLICATIONS	110,460	118,082	118,082	124,458	131,179	-
CONFERENCE FEES	209,874	224,355	24,355	236,470	249,240	200,000-
CORPORATE EXPENSES	11,046	11,808	11,808	12,446	13,118	-
SUBSISTENCE & TRAVELLING	441,840	472,327	621,556	497,833	524,716	149,229
PUBLIC TRANSPORT ASSISTANCE PROGRAM	1,245,060	1,298,899	449,670	1,369,040	1,442,968	849,229-
DISTRICTWIDE ELECTRIFICATION PLAN	522,300	590,409	3,590,409	622,291	655,894	3,000,000
NYANDENI COMMUNITY HALL	1,000,000	-	-	-	-	-
TOTAL GENERAL EXPENSES	3,540,580	2,715,880	4,815,880	2,862,538	3,017,115	2,100,000
3. REPAIRS AND MAINTENANCE						
BUILDINGS & INSTALLATIONS	4,795,356	10,953,786	8,853,786	11,545,290	12,168,736	2,100,000-
SUPPORT TO STRATEGIC ROADS	6,626,400	5,112,000	5,912,000	5,399,000	6,593,832	800,000
TOTAL REPAIRS & MAINTENANCE	11,421,756	16,065,786	14,765,786	16,944,290	18,762,568	1,300,000-
5. CAPITAL EXPENDITURE						
BUILDINGS	-	15,000,000	3,000,000	10,000,000	-	12,000,000-
ESTABLISHMENT OF DISASTER MANAGEMENT FACILITE	10,000,000	30,000,000	29,000,000	-	-	1,000,000-
GENERATORS	-	-	500,000	-	-	500,000
SIDE WALKS	1,500,000	-	3,000,000	-	-	3,000,000
RURAL ROAD ASSET MANAGEMENT GRANT	2,939,000	3,112,000	3,112,000	3,291,000	3,472,000	-
TOTAL CAPITAL EXPEND EX REVENUE	14,439,000	48,112,000	38,612,000	13,291,000	3,472,000	9,500,000-
TOTAL EXPENDITURE	32,163,037	69,827,629	61,127,629	36,226,900	28,588,838	8,700,000-
REVENUE						
OTHER INCOME-VAT REFUND	11,500,000	45,000,000	35,500,000	10,000,000	-	9,500,000-
EQUITABLE SHARE	17,724,037	21,715,629	22,515,629	22,935,900	25,116,838	800,000
RURAL ROAD ASSET MANAGEMENT GRANT	2,939,000	3,112,000	3,112,000	3,291,000	3,472,000	-
TOTAL REVENUE	32,163,037	69,827,629	61,127,629	36,226,900	28,588,838	8,700,000-
TOTAL EXPENDITURE	32,163,037	69,827,629	61,127,629	36,226,900	28,588,838	

General Expenditure

Upward adjustment on general expenditure of R2.1 million mainly due to allocation of funds for Districtwide electrification plan taken from Repairs Maintenance.

Capital Expenditure

There is a net decrease of R9.5 million taken from buildings budget to fund the centralized wet fuel and stores under Budget and Treasury Office.

Departmental Adjustment Budget

Office of the Speaker

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	75,249,118	88,924,118	79,961,704	84,971,979
Capital Expenditure	2,000,000	2,000,000	0	0
	77,249,118	90,924,118	79,961,704	84,971,979

Office of Executive Mayor

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	82,837,018	90,965,191	88,383,997	93,739,875
Capital Expenditure	0	0	0	0
	82,837,018	90,965,191	88,383,997	93,739,875

Office of Municipal Manager

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	63,807,175	70,307,175	60,488,089	64,120,793
Capital Expenditure	-	-	-	-
	63,807,175	70,307,175	60,488,089	64,120,793

Corporate Services

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	169,166,944	157,766,944	153,018,417	162,137,758
Capital Expenditure	3,186,154	3,586,154	3,804,206	2,262,259
	172,353,098	161,353,098	156,822,624	164,400,018

Budget and Treasury Office

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	137,387,285	144,676,271	141,539,856	149,817,889
Capital Expenditure	18,650,000	22,150,000	6,350,000	6,350,000
	156,037,285	166,826,271	147,889,856	156,167,889

Rural Economic & Development Planning

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	100,831,933	118,106,933	106,079,772	112,103,729
Capital Expenditure	0	0	0	0
	100,831,933	118,106,933	106,079,772	112,103,729

Community and Social Services

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	108,121,617	108,121,617	119,187,176	126,702,943
Capital Expenditure	8,120,000	8,120,000	5,500,000	5,500,000
	116,241,617	116,241,617	124,687,176	132,202,943

Human Settlement

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	16,117,654	16,117,654	16,965,213	18,025,638
Capital Expenditure	3,545,000	50,795,730	45,000	45,000
	19,662,654	66,913,384	17,010,213	18,070,638

Water and Sanitation Services

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	658,009,369	646,196,262	746,602,711	737,349,734
Capital Expenditure	1,039,614,379	1,164,535,485	880,366,573	1,021,867,150
	1,697,623,747	1,810,731,747	1,626,969,283	1,759,216,884

Technical Services

	BUDGETED 2019/2020	ADJUSTMENT BUDGETED 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022
Operating Expenditure	21,715,629	22,515,629	22,935,900	25,116,838
Capital Expenditure	48,112,000	38,612,000	13,291,000	3,472,000
	69,827,629	61,127,629	36,226,900	28,588,838

For more details, refer to the budget line items

DC15 O .R. Tambo - Table B1 Consolidated Adjustments Budget Summary - 28/02/2020

Description	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjus. 6	Total Adjus. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	-	-	-	-	-	-	-	-	-	-	-
Service charges	(462,515)	307,474	-	-	-	-	33,500	33,500	340,974	(491,791)	(525,084)
Investment revenue	36,882	36,882	-	-	-	-	(13,000)	(13,000)	23,882	37,516	38,900
Transfers recognised - operational	863,952	863,952	-	-	-	-	32,792	32,792	896,744	920,935	991,442
Other own revenue	227,393	227,393	-	-	-	-	97,074	97,074	324,467	245,323	182,391
Total Revenue (excluding capital transfers and contributions)	665,712	1,435,701	-	-	-	-	150,366	150,366	1,586,067	711,983	687,648
Employee costs	579,710	579,710	-	-	-	-	45,157	45,157	624,867	620,006	661,109
Remuneration of councillors	22,659	22,659	-	-	-	-	-	-	22,659	24,166	25,773
Depreciation & asset impairment	165,748	165,748	-	-	-	-	75,374	75,374	241,122	174,698	184,132
Finance charges	-	-	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	65,904	65,904	-	-	-	-	24,558	24,558	90,462	69,463	73,214
Transfers and grants	71,525	71,525	-	-	-	-	15,999	15,999	87,523	75,387	79,458
Other expenditure	527,698	527,698	-	-	-	-	54,700	54,700	582,398	571,443	550,401
Total Expenditure	1,433,244	1,433,244	-	-	-	-	215,788	215,788	1,649,032	1,535,163	1,574,087
Surplus/(Deficit)	(767,532)	2,457	-	-	-	-	(65,422)	(65,422)	(62,965)	(823,180)	(886,439)
Transfers recognised - capital	982,905	982,905	-	-	-	-	166,851	166,851	1,149,756	795,113	940,657
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218
Capital expenditure & funds sources											
Capital expenditure	1,123,228	1,123,228	-	-	-	-	234,161	234,161	1,357,388	911,357	1,039,496
Transfers recognised - capital	982,905	982,905	-	-	-	-	235,240	235,240	1,218,145	795,113	940,657
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	140,323	140,323	-	-	-	-	(1,079)	(1,079)	139,244	116,244	98,839
Total sources of capital funds	1,123,228	1,123,228	-	-	-	-	234,161	234,161	1,357,388	911,357	1,039,496
Financial position											
Total current assets	403,904	-	-	-	-	-	26,280	26,280	430,184	351,701	303,673
Total non current assets	7,153,122	-	-	-	-	-	7,245	7,245	7,160,367	8,089,031	8,816,256
Total current liabilities	215,914	-	-	-	-	-	6,454	6,454	222,368	227,663	239,954
Total non current liabilities	104	-	-	-	-	-	(104)	(104)	-	-	-
Community wealth/Equity	7,341,008	-	-	-	-	-	27,175	27,175	7,368,183	8,213,069	8,879,976
Cash flows											
Net cash from (used) operating	1,157,973	-	-	-	-	-	7,245	7,245	1,165,218	1,236,575	1,328,501
Net cash from (used) investing	(1,107,616)	-	-	-	-	(166,851)	(7,245)	(174,096)	(1,281,711)	(1,191,331)	(1,262,191)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	234,131	-	-	-	-	-	20,703	20,703	254,834	300,078	366,388
Cash backing/surplus reconciliation											
Cash and investments available	234,131	-	-	-	-	-	20,703	20,703	254,834	246,774	260,100
Application of cash and investments	624,225	-	-	-	-	-	(755,800)	(755,800)	(131,575)	353,507	216,939
Balance - surplus (shortfall)	(390,094)	-	-	-	-	-	776,503	776,503	386,409	(106,732)	43,161
Asset Management											
Asset register summary (WDV)	1,123,228	1,123,228	-	-	-	-	7,387,283	7,387,283	8,510,511	911,357	1,039,496
Depreciation & asset impairment	165,748	165,748	-	-	-	-	75,374	75,374	241,122	174,698	184,132
Renewal and Upgrading of Existing Assets	28,181	28,181	-	-	-	-	(15,246)	(15,246)	12,935	31,901	25,311
Repairs and Maintenance	82,809	82,809	-	-	-	-	(6,214)	(6,214)	76,596	102,321	92,853
Free services											
Cost of Free Basic Services provided	769,989	-	-	-	-	-	-	-	769,989	826,938	890,394
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
Households below minimum service level											
Water:	333	-	-	-	-	-	-	-	333	341	346
Sanitation/sewerage:	63	-	-	-	-	-	-	-	63	61	60
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

DC15 O .R. Tambo - Table B2 Consolidated Adjustments Budget Financial Performance (functional classification) - 28/02/2020

Standard Description	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		544,077	544,077	-	-	-	-	28,092	28,092	572,169	533,511	561,236
Executive and council		199,652	199,652	-	-	-	-	27,254	27,254	226,905	211,796	222,638
Finance and administration		335,866	335,866	-	-	-	-	838	838	336,704	312,612	328,915
Internal audit		8,559	8,559	-	-	-	-	-	-	8,559	9,103	9,682
<i>Community and public safety</i>		135,904	135,904	-	-	-	-	47,251	47,251	183,155	141,697	150,274
Community and social services		47,317	47,317	-	-	-	-	(716)	(716)	46,601	49,204	52,275
Sport and recreation		11,213	11,213	-	-	-	-	-	-	11,213	11,874	12,575
Public safety		35,760	35,760	-	-	-	-	316	316	36,076	40,353	42,580
Housing		19,663	19,663	-	-	-	-	47,251	47,251	66,913	17,010	18,071
Health		21,952	21,952	-	-	-	-	400	400	22,352	23,256	24,773
<i>Economic and environmental services</i>		172,047	172,047	-	-	-	-	95,140	95,140	267,187	136,901	134,969
Planning and development		87,392	87,392	-	-	-	-	103,150	103,150	190,542	85,996	90,856
Road transport		69,828	69,828	-	-	-	-	(8,700)	(8,700)	61,128	36,227	28,589
Environmental protection		14,828	14,828	-	-	-	-	690	690	15,518	14,678	15,524
<i>Trading services</i>		1,623,969	1,623,969	-	-	-	-	82,043	82,043	1,706,012	1,548,554	1,745,912
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		1,623,969	1,623,969	-	-	-	-	82,043	82,043	1,706,012	1,548,554	1,745,912
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		6,819	6,819	-	-	-	-	60	60	6,879	7,441	7,888
Total Revenue - Functional	2	2,482,816	2,482,816	-	-	-	-	252,586	252,586	2,735,402	2,368,104	2,600,279
Expenditure - Functional												
<i>Governance and administration</i>		526,534	527,189	-	-	-	-	23,887	23,887	551,077	521,357	552,624
Executive and council		203,946	204,600	-	-	-	-	26,949	26,949	231,549	209,796	222,638
Finance and administration		314,029	314,029	-	-	-	-	(3,062)	(3,062)	310,968	302,457	320,303
Internal audit		8,559	8,559	-	-	-	-	-	-	8,559	9,103	9,682
<i>Community and public safety</i>		124,239	124,239	-	-	-	-	0	0	124,239	136,152	144,729
Community and social services		44,317	44,317	-	-	-	-	(316)	(316)	44,001	49,204	52,275
Sport and recreation		11,213	11,213	-	-	-	-	0	0	11,213	11,874	12,575
Public safety		30,760	30,760	-	-	-	-	316	316	31,076	34,853	37,080
Housing		16,118	16,118	-	-	-	-	0	0	16,118	16,965	18,026
Health		21,832	21,832	-	-	-	-	-	-	21,832	23,256	24,773
<i>Economic and environmental services</i>		117,641	117,641	-	-	-	-	202,854	202,854	320,495	123,610	131,497
Planning and development		81,098	81,098	-	-	-	-	201,604	201,604	282,702	85,996	90,856
Road transport		21,716	21,716	-	-	-	-	800	800	22,516	22,936	25,117
Environmental protection		14,828	14,828	-	-	-	-	450	450	15,278	14,678	15,524
<i>Trading services</i>		658,009	658,009	-	-	-	-	(11,013)	(11,013)	646,996	746,603	737,350
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		658,009	658,009	-	-	-	-	(11,013)	(11,013)	646,996	746,603	737,350
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		6,819	6,819	-	-	-	-	60	60	6,879	7,441	7,888
Total Expenditure - Functional	3	1,433,244	1,433,898	-	-	-	-	215,788	215,788	1,649,686	1,535,163	1,574,087
Surplus/ (Deficit) for the year		1,049,573	1,048,918	-	-	-	-	36,798	36,798	1,085,716	832,941	1,026,191

DC15 O .R. Tambo - Table B3 Consolidated Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28/02/2020

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjus. 8	Total Adjus. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Revenue by Vote	1											
Vote 01 - Council & Committees		217,599	217,599	-	-	-	-	28,303	28,303	245,902	230,834	242,833
Vote 02 - Finance & Administration		328,390	328,390	-	-	-	-	(211)	(211)	328,179	304,712	320,568
Vote 03 - Planning & Development		52,687	52,687	-	-	-	-	16,525	16,525	69,212	83,961	88,692
Vote 04 - Health		21,952	21,952	-	-	-	-	400	400	22,352	23,256	24,773
Vote 05 - Community & Social Services		15,361	15,361	-	-	-	-	-	-	15,361	16,311	17,321
Vote 06 - Housing		19,663	19,663	-	-	-	-	47,251	47,251	66,913	17,010	18,071
Vote 07 - Public Safety		67,716	67,716	-	-	-	-	(400)	(400)	67,316	73,246	77,534
Vote 08 - Sports & Recreation		11,213	11,213	-	-	-	-	-	-	11,213	11,874	12,575
Vote 09 - Environmental		14,828	14,828	-	-	-	-	690	690	15,518	14,678	15,524
Vote 10 - Roads		69,828	69,828	-	-	-	-	(8,700)	(8,700)	61,128	36,227	28,589
Vote 11 - Water		1,623,969	1,623,969	-	-	-	-	82,043	82,043	1,706,012	1,548,554	1,745,912
Vote 12 - Tourism		6,819	6,819	-	-	-	-	119,477	119,477	126,296	7,441	7,888
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2,450,025	2,450,025	-	-	-	-	285,377	285,377	2,735,402	2,368,104	2,600,279
Expenditure by Vote	1											
Vote 01 - Council & Committees		221,893	222,548	-	-	-	-	27,998	27,998	250,546	228,834	242,833
Vote 02 - Finance & Administration		306,554	306,554	-	-	-	-	(4,111)	(4,111)	302,443	294,558	311,956
Vote 03 - Planning & Development		79,185	79,185	-	-	-	-	16,765	16,765	95,950	83,961	88,692
Vote 04 - Health		21,832	21,832	-	-	-	-	-	-	21,832	23,256	24,773
Vote 05 - Community & Social Services		15,361	15,361	-	-	-	-	-	-	15,361	16,311	17,321
Vote 06 - Housing		16,118	16,118	-	-	-	-	0	0	16,118	16,965	18,026
Vote 07 - Public Safety		59,716	59,716	-	-	-	-	-	-	59,716	67,746	72,034
Vote 08 - Sports & Recreation		11,213	11,213	-	-	-	-	0	0	11,213	11,874	12,575
Vote 09 - Environmental		14,828	14,828	-	-	-	-	450	450	15,278	14,678	15,524
Vote 10 - Roads		21,716	21,716	-	-	-	-	800	800	22,516	22,936	25,117
Vote 11 - Water		658,009	658,009	-	-	-	-	(11,013)	(11,013)	646,996	746,603	737,350
Vote 12 - Tourism		6,819	6,819	-	-	-	-	184,899	184,899	191,718	7,441	7,888
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,433,244	1,433,898	-	-	-	-	215,788	215,788	1,649,686	1,535,163	1,574,087
Surplus/ (Deficit) for the year	2	1,016,781	1,016,126	-	-	-	-	69,590	69,590	1,085,716	832,941	1,026,191

DC15 O .R. Tambo - Table B4 Consolidated Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21	+2 2021/22
		A	A1	B	C	D	E	F	G	H		
R thousands	1											
Revenue By Source												
Property rates	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	(363,246)	214,245	-	-	-	-	20,500	20,500	234,745	(386,676)	(413,251)
Service charges - sanitation revenue	2	(99,268)	93,229	-	-	-	-	13,000	13,000	106,229	(105,115)	(111,833)
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		61	61	-	-	-	-	110	110	171	64	68
Interest earned - external investments		36,882	36,882	-	-	-	-	(13,000)	(13,000)	23,882	37,516	38,900
Interest earned - outstanding debtors		30,000	30,000	-	-	-	-	2,550	2,550	32,550	31,800	33,708
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		863,952	863,952	-	-	-	-	32,792	32,792	896,744	920,935	991,442
Other revenue	2	197,332	197,332	-	-	-	-	94,564	94,564	291,896	213,459	148,615
Gains on disposal of PPE		-	-	-	-	-	-	(150)	(150)	(150)	-	-
Total Revenue (excluding capital transfers and contributions)		665,712	1,435,701	-	-	-	-	150,366	150,366	1,586,067	711,983	687,648
Expenditure By Type												
Employee related costs		579,710	579,710	-	-	-	-	45,157	45,157	624,867	620,006	661,109
Remuneration of councillors		22,659	22,659	-	-	-	-	-	-	22,659	24,166	25,773
Debt impairment		92,405	92,405	-	-	-	-	-	-	92,405	97,395	82,655
Depreciation & asset impairment		165,748	165,748	-	-	-	-	75,374	75,374	241,122	174,698	184,132
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Bulk purchases		41,145	41,145	-	-	-	-	(5,400)	(5,400)	35,745	43,367	45,709
Other materials		24,759	24,759	-	-	-	-	29,958	29,958	54,717	26,096	27,505
Contracted services		213,752	213,752	-	-	-	-	(162)	(162)	213,590	247,245	228,984
Transfers and subsidies		71,525	71,525	-	-	-	-	15,999	15,999	87,523	75,387	79,458
Other expenditure		221,541	221,541	-	-	-	-	54,862	54,862	276,402	226,803	238,763
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		1,433,244	1,433,244	-	-	-	-	215,788	215,788	1,649,032	1,535,163	1,574,087
Surplus/(Deficit)		(767,532)	2,457	-	-	-	-	(65,422)	(65,422)	(62,965)	(823,180)	(886,439)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		982,905	982,905	-	-	-	-	166,851	166,851	1,149,756	795,113	940,657
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		215,373	985,362	-	-	-	-	101,429	101,429	1,086,791	(28,067)	54,218

DC15 O .R. Tambo - Table B5 Consolidated Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	+1 2020/21
R thousands		A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 01 - Council & Committees		2,000	2,000	-	-	-	-	-	-	2,000	2,000	-
Vote 02 - Finance & Administration		21,836	21,836	-	-	-	-	3,900	3,900	25,736	10,154	8,612
Vote 03 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Health		120	120	-	-	-	-	400	400	520	-	-
Vote 05 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 06 - Housing		3,545	3,545	-	-	-	-	-	-	3,545	45	45
Vote 07 - Public Safety		8,000	8,000	-	-	-	-	(400)	(400)	7,600	5,500	5,500
Vote 08 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 09 - Environmental		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads		48,112	48,112	-	-	-	-	(10,000)	(10,000)	38,112	13,291	3,472
Vote 11 - Water		1,039,614	1,039,614	-	-	-	-	22,101	22,101	1,061,715	880,367	1,021,867
Vote 12 - Tourism		-	-	-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	1,123,228	1,123,228	-	-	-	-	16,001	16,001	1,139,228	911,357	1,039,496
Single-year expenditure to be adjusted	2											
Vote 01 - Council & Committees		-	-	-	-	-	-	-	-	-	-	-
Vote 02 - Finance & Administration		-	-	-	-	-	-	-	-	-	-	-
Vote 03 - Planning & Development		-	-	-	-	-	-	-	-	-	-	-
Vote 04 - Health		-	-	-	-	-	-	-	-	-	-	-
Vote 05 - Community & Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 06 - Housing		-	-	-	-	-	-	47,251	47,251	47,251	-	-
Vote 07 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 08 - Sports & Recreation		-	-	-	-	-	-	-	-	-	-	-
Vote 09 - Environmental		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Roads		-	-	-	-	-	-	500	500	500	-	-
Vote 11 - Water		-	-	-	-	-	-	163,164	163,164	163,164	-	-
Vote 12 - Tourism		-	-	-	-	-	-	7,245	7,245	7,245	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	218,160	218,160	218,160	-	-
Total Capital Expenditure - Vote		1,123,228	1,123,228	-	-	-	-	234,161	234,161	1,357,388	911,357	1,039,496
Capital Expenditure - Functional												
Governance and administration		23,836	23,836	-	-	-	-	3,900	3,900	27,736	12,154	8,612
Executive and council		2,000	2,000	-	-	-	-	-	-	2,000	2,000	-
Finance and administration		21,836	21,836	-	-	-	-	3,900	3,900	25,736	10,154	8,612
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		11,665	11,665	-	-	-	-	47,251	47,251	58,916	5,545	5,545
Community and social services		3,000	3,000	-	-	-	-	(400)	(400)	2,600	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		5,000	5,000	-	-	-	-	-	-	5,000	5,500	5,500
Housing		3,545	3,545	-	-	-	-	47,251	47,251	50,796	45	45
Health		120	120	-	-	-	-	400	400	520	-	-
Economic and environmental services		48,112	48,112	-	-	-	-	(2,255)	(2,255)	45,857	13,291	3,472
Planning and development		-	-	-	-	-	-	7,245	7,245	7,245	-	-
Road transport		48,112	48,112	-	-	-	-	(9,500)	(9,500)	38,612	13,291	3,472
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		1,039,614	1,039,614	-	-	-	-	185,265	185,265	1,224,880	880,367	1,021,867
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		1,039,614	1,039,614	-	-	-	-	185,265	185,265	1,224,880	880,367	1,021,867
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	1,123,228	1,123,228	-	-	-	-	234,161	234,161	1,357,388	911,357	1,039,496
Funded by:												
National Government		982,905	982,905	-	-	-	-	227,995	227,995	1,210,900	795,113	940,657
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	7,245	7,245	7,245	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	982,905	982,905	-	-	-	-	235,240	235,240	1,218,145	795,113	940,657
Borrowing												
Internally generated funds		140,323	140,323	-	-	-	-	(1,079)	(1,079)	139,244	116,244	98,839
Total Capital Funding		1,123,228	1,123,228	-	-	-	-	234,161	234,161	1,357,388	911,357	1,039,496

DC15 O .R. Tambo - Table B6 Consolidated Adjustments Budget Financial Position - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	+1 2020/21
		A	A1	B	C	D	E	F	G	H		
R thousands												
ASSETS												
Current assets												
Cash		113,546	-	-	-	-	-	20,703	20,703	134,248	119,677	126,140
Call investment deposits	1	120,586	-	-	-	-	-	-	-	120,586	127,097	133,961
Consumer debtors	1	169,773	-	-	-	-	-	(69,904)	(69,904)	99,869	104,926	43,573
Other debtors		-	-	-	-	-	-	57,941	57,941	57,941	-	-
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Inventory		-	-	-	-	-	-	17,540	17,540	17,540	-	-
Total current assets		403,904	-	-	-	-	-	26,280	26,280	430,184	351,701	303,673
Non current assets												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	-	-	-	2,200	2,200	2,200	2,200	2,200
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	7,153,122	-	-	-	-	-	(11,406)	(11,406)	7,141,716	8,084,108	8,811,294
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		-	-	-	-	-	-	16,201	16,201	16,201	2,723	2,762
Other non-current assets		-	-	-	-	-	-	250	250	250	-	-
Total non current assets		7,153,122	-	-	-	-	-	7,245	7,245	7,160,367	8,089,031	8,816,256
TOTAL ASSETS		7,557,026	-	-	-	-	-	33,525	33,525	7,590,551	8,440,732	9,119,929
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		298	-	-	-	-	-	(298)	(298)	-	-	-
Consumer deposits		-	-	-	-	-	-	3,500	3,500	3,500	-	-
Trade and other payables		215,617	-	-	-	-	-	(110,392)	(110,392)	105,224	227,663	239,954
Provisions		-	-	-	-	-	-	113,644	113,644	113,644	-	-
Total current liabilities		215,914	-	-	-	-	-	6,454	6,454	222,368	227,663	239,954
Non current liabilities												
Borrowing	1	104	-	-	-	-	-	(104)	(104)	-	-	-
Provisions	1	-	-	-	-	-	-	-	-	-	-	-
Total non current liabilities		104	-	-	-	-	-	(104)	(104)	-	-	-
TOTAL LIABILITIES		216,018	-	-	-	-	-	6,350	6,350	222,368	227,663	239,954
NET ASSETS	2	7,341,008	-	-	-	-	-	27,175	27,175	7,368,183	8,213,069	8,879,976
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		7,341,008	-	-	-	-	-	27,175	27,175	7,368,183	8,213,069	8,879,976
Reserves		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		7,341,008	-	-	-	-	-	27,175	27,175	7,368,183	8,213,069	8,879,976

DC15 O .R. Tambo - Table B7 Consolidated Adjustments Budget Cash Flows - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates												
Service charges		319,773						13,000	13,000	332,773	214,981	237,566
Other revenue		246,117						(165,956)	(165,956)	80,161	348,974	358,784
Government - operating	1	863,952								863,952	855,753	927,444
Government - capital	1	979,793						166,851	166,851	1,146,644	1,023,235	1,088,552
Interest		36,882						(13,000)	(13,000)	23,882	32,618	35,955
Dividends												
Payments												
Suppliers and employees		(1,188,162)						6,350	6,350	(1,181,812)	(1,142,463)	(1,218,067)
Finance charges												
Transfers and Grants	1	(100,383)								(100,383)	(96,522)	(101,733)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1,157,973	-	-	-	-	-	7,245	7,245	1,165,218	1,236,575	1,328,501
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		(1,107,616)						(166,851)	(7,245)	(174,096)	(1,281,711)	(1,191,331)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1,107,616)	-	-	-	-	(166,851)	(7,245)	(174,096)	(1,281,711)	(1,191,331)	(1,262,191)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans												
Borrowing long term/refinancing												
Increase (decrease) in consumer deposits												
Payments												
Repayment of borrowing												
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		50,357	-	-	-	-	(166,851)	0	(166,851)	(116,494)	45,244	66,310
Cash/cash equivalents at the year begin:	2	183,774					166,851	20,703	187,553	371,328	254,834	300,078
Cash/cash equivalents at the year end:	2	234,131						20,703	20,703	254,834	300,078	366,388

DC15 O .R. Tambo - Table B8 Consolidated Cash backed reserves/accumulated surplus reconciliation -
28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	234,131	-	-	-	-	-	20,703	20,703	254,834	300,078	366,388
Other current investments > 90 days		0	-	-	-	-	-	(0)	(0)	0	(53,304)	(106,288)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		234,131	-	-	-	-	-	20,703	20,703	254,834	246,774	260,100
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	(139,244)	(139,244)	(139,244)	(114,244)	(98,839)
Other working capital requirements	2	624,225	-	-	-	-	-	(616,557)	(616,557)	7,669	467,750	315,779
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		-	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		624,225	-	-	-	-	-	(755,800)	(755,800)	(131,575)	353,507	216,939
Surplus(shortfall)		(390,094)	-	-	-	-	-	776,503	776,503	386,409	(106,732)	43,161

EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		165,748	165,748	-	-	-	-	75,374	75,374	241,122	174,698	184,132
Repairs and Maintenance by asset class	3	82,809	82,809	-	-	-	-	(6,214)	(6,214)	76,596	102,321	92,853
Roads Infrastructure		5,112	5,112	-	-	-	-	800	800	5,912	5,399	6,594
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		26,641	26,641	-	-	-	-	(1,208)	(1,208)	25,433	28,080	29,596
Sanitation Infrastructure		30,174	30,174	-	-	-	-	(8,128)	(8,128)	22,047	46,826	33,452
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		61,927	61,927	-	-	-	-	(8,535)	(8,535)	53,392	80,305	69,642
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		11,208	11,208	-	-	-	-	2,156	2,156	13,364	11,813	12,451
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		11,208	11,208	-	-	-	-	2,156	2,156	13,364	11,813	12,451
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		3,787	3,787	-	-	-	-	-	-	3,787	3,991	4,207
Intangible Assets		3,787	3,787	-	-	-	-	-	-	3,787	3,991	4,207
Computer Equipment		582	582	-	-	-	-	-	-	582	614	647
Furniture and Office Equipment		562	562	-	-	-	-	-	-	562	599	638
Machinery and Equipment		1,054	1,054	-	-	-	-	166	166	1,220	1,111	1,171
Transport Assets		3,689	3,689	-	-	-	-	-	-	3,689	3,888	4,098
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		248,557	248,557	-	-	-	-	69,160	69,160	317,718	277,019	276,986
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		2.5%	2.5%							1.0%	3.5%	2.4%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		17.0%	17.0%							5.4%	18.3%	13.7%
<i>R&M as a % of PPE</i>		7.4%	7.4%							0.9%	11.2%	8.9%
<i>Renewal and upgrading and R&M as a % of PPE</i>		9.9%	9.9%							1.1%	14.7%	11.4%

DC15 O .R. Tambo - Table B10 Consolidated Basic service delivery measurement - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling		20493								20	20811	21134
Piped water inside yard (but not in dwelling)		40091								40	40712	41343
Using public tap (at least min.service level)	2	95087								95	96561	98058
Other water supply (at least min.service level)		0										
Minimum Service Level and Above sub-total		156								156	158	161
Using public tap (< min.service level)	3	155671								156	158084	160535
Other water supply (< min.service level)	3,4	13578								14	16237	16590
No water supply		163672								164	166209	168785
Below Minimum Service Level sub-total		333								333	341	346
Total number of households	5	489								489	499	506
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		52153								52,153	58667	61077
Flush toilet (with septic tank)		2058								2,058	2090	2122
Chemical toilet		47517								47,517	48254	49002
Pit toilet (ventilated)		165584								165,584	168151	170757
Other toilet provisions (> min.service level)		2581								2,581	2621	2662
Minimum Service Level and Above sub-total		269,893								269,893	279,783	285,620
Bucket toilet		0									0	0
Other toilet provisions (< min.service level)		18467								18,467	18753	19044
No toilet provisions		44561								44,561	41994	41246
Below Minimum Service Level sub-total		63,028								63,028	60,747	60,290
Total number of households	5	332,921								332,921	340,530	345,910
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 Service 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 Service Level sub-total												
Total number of households	5											
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		241								241	243	244
Sanitation (free minimum level service)		279								279	280	283
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 indigent household per month)		577,492								577,492	620,204	667,796
Sanitation (free sanitation service to indigent households) month)		192,497								192,497	206,735	222,599
Refuse (removed once a week for indigent households)												
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)												
Total cost of FBS provided		769,989								769,989	826,938	890,394
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 (tariff adjustment) (impermissible values per section 17 of MPRA)												
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)												
Water (in excess of 6 kilolitres per indigent household per month)												
Sanitation (in excess of free sanitation service to indigent households)												
Electricity/other energy (in excess of 50 kwh per indigent household per month)												
Refuse (in excess of once removed a week for indigent households)												
Municipal Housing - rental rebates												
Housing - top structure subsidies												
Other												
Total revenue cost of subsidised services provided	6											

5. OTHER POTFOLIO FUNCTIONAL AREAS CONSULTED

Basic Services and Infrastructure, Local Economic Development and Good Governance & Public Participation.

6. ORGANISATION AND PERSONAL IMPLICATIONS

There are no implications

7. REPRESENTATIVITY

This issue does not apply in this regard.

8. CONSTITUTIONAL AND LEGAL IMPLICATIONS

This will be in compliance with the Chapter 4 Section 28 of Municipal Finance Management Act No 56 of 2003.

9. FINANCIAL IMPLICATION

The full implementation of the adjustment budget shall result in the achievement of the set targets and thereby improve performance. This is emphasized that it is duty of everyone to prevent fruitless and wasteful, unauthorized, irregular expenditure as there is a target to improve audit opinion and clean administration and there should be proper procurement planning up to the end of financial year.

10. RECOMMENDATION

The Executive Mayor recommends to the council to approve the 2019/20 adjustment budget and two outer years

DESCRIPTION	ADJUSTED BUDGET 2018/2019	ORIGINAL BUDGET 2019/2020	ADJUSTED BUDGET 2019/2020	BUDGETED 2020/2021	BUDGETED 2021/2022	ADJUSTMENT
OPERATING REVENUE	1,495,656,698	1,435,700,902	1,466,954,956	1,538,920,625	1,578,042,572	31,254,054
OPERATING EXPENDITURE	1,492,156,697	1,433,243,740	1,464,497,794	1,535,162,835	1,574,087,174	31,254,054
SURPLUS/(DEFICIT)	3,500,001	2,457,161	2,457,162	3,757,790	3,955,397	0

Furthermore the Executive Mayor recommends; that council approves the 2019/20 Adjustment budget and two outer years in terms of National Treasury tables B1 to B10 in accordance with section 28 of MFMA as follows:

- Budgeted Financial Performance (revenue and expenditure by standard classification)
- Budgeted Financial Performance (revenue and expenditure by municipal vote)
- Budgeted Financial Performance (revenue by source and expenditure by type)
- Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source
- Budgeted Financial Position
- Budgeted Cash Flows
- Cash backed reserves and accumulated surplus reconciliation
- Asset management
- Basic service delivery measurement

11. RESPONSIBILITY

The Portfolio Head for Finance, Budget and Auditing is responsible for the memorandum.