

Draft Annual Budget of
Kareeberg Municipality
2017/18 to 2019/20
MEDIUM TERM REVENUE AND
EXPENDITURE FORECASTS

VISION

A SUSTAINABLE, AFFORDABLE and DEVELOPMENTAL QUALITY SERVICE for ALL

MISSION

WE WILL ACHIEVE OUR VISION BY ENSURING THAT WE:
Provide a continuous and constant service
Provide a better level of service for our basket of services
Provide value for money that will be maintained by the municipality
Improve existing infrastructure and create new opportunities for all



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At each municipal office
At www.kareeberg.co.za

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Abbreviations and Acronyms

ASGISA	Accelerated and Shared Growth Initiative
CFO	Chief Financial Officer
CPI	Consumer Price Index
CRRF	Capital Replacement Reserve Fund
DBSA	Development Bank of South Africa
DRFA	Division of Revenue Act
DWA	Department of Water Affairs
EE	Employment Equity
FBS	Free basic services
GAMAP	Generally Accepted Municipal Accounting Practice
GRAP	General Recognised Accounting Practice
HR	Human Resources
IDP	Integrated Development Strategy
IT	Information Technology
kl	kilolitre
km	kilometre
KPA	Key Performance Area
KPI	Key Performance Indicator
kWh	kilowatt
l	litre
LED	Local Economic Development
MBRR	Municipal Budget and Reporting Regulation
MFMA	Municipal Financial Management Act programme
MIG	Municipal Infrastructure Grant
MM	Municipal Manager
MPRA	Municipal Properties Rates Act
MISA	Municipal Systems Act
MTFF	Medium-term Expenditure Framework
MTREF	Medium-term Revenue and Expenditure Framework
NERISA	National Electricity Regulator South Africa
NCO	Non-Governmental organisations
NKPIs	National Key Performance Indicators
NT	National Treasury
PBO	Public Benefit Organisations
PMS	Performance Management System
PPE	Property Plant and Equipment
RDP	Reconstruction and Development Programme
SALGA	South African Local Government Association
SAPS	South African Police Service
SCMP	Supply Chain Management Policy
SDBP	Service Delivery Budget Implementation Plan
SMME	Small Micro and Medium Enterprises

Introduction

Kareeberg Municipality is situated in the western side of the Pixley ka Seme District Municipality in the Northern Cape Province. The district consists of nine municipalities of which Kareeberg is the second smallest.

The municipality was established through the amalgamation of Carnarvon, Vanwyksvlei and Vosburg, as well as a large area of rural farms. The administrative centre is located in Carnarvon with Vanwyksvlei and Vosburg being rural service centres.

The landscape is typical Karoo with an annual average rainfall of 260mm and an annual evaporation of 2300mm. There are no constant rivers running through the municipal area and all towns are dependent on ground water.

Local economic opportunities are sadly lacking in the municipal area with the declining economy being largely based on sheep farming. With an unemployment rate of approximately 61% most of the residents rely heavily on the provision of free basic services.

Population growth has been negative by 4% over the last ten years. The migration of economically active residents to greater urban areas has a huge impact on the population growth. The total population of the municipality is 11 200, which constitutes 3 222 households. 586 households (population 2 814), are resident in the rural areas whilst 2 142 (population 6 683) resides in the urban areas.

Kareeberg Municipality has an ongoing consultative process whereby any stakeholder in the municipality can give input for the budgetary process. The municipality has an open door policy so that the Mayor's office, as well as senior management, are available at any time. After each bi-monthly council meeting a community meeting is held where feedback is given by council as well as where inputs by the community are noted. A monthly newsletter, 'Die Korbeltjie', is delivered to each household free of charge wherein the Mayor gives feedback on council activities and asks for inputs on any matter for better service delivery. Advertisements for inputs during the revision of the IDP as well as the budget process were placed in the local newspaper. No inputs were received.

This year's Medium Term Revenue and Expenditure Framework is informed by the municipality's vision of affordable and sustainable service delivery. This budget has been prepared in line with the requirements as set out in Circulars 51, 54, 55, 58, 59, 66 and 67 of National Treasury and complies with the Municipal Budget and Reporting Regulations.

Although the municipality will make every effort to collect all revenue due, so that service delivery will not be hampered in any way, the following challenges causes concern:

- Aging and poorly maintained water, roads and electricity infrastructure;
- The increased cost of bulk electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents.
- Wage increases for municipal staff that continue to exceed consumer inflation

Tariff and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, except

Part 1 – Draft Annual Budget

1.1

Mayor's Report

No Mayoral report available.

BURGEMEESTER

1.2 Council Resolutions

On 30 March 2017 the Council of Kareeberg Municipality met in the Council Chambers to table the draft annual budget of the municipality for the

1. The Council of Kareeberg Municipality, acting in terms of section 24 of the Municipal Finance Management Act, 2003, to table the draft annual budget of the municipality for the financial year 2017/18 and the multi-year and single-year budgeted financial performance (revenue and expenditure by standard classification) as contained in Table A3 on page 19.
- 1.1. The Council of Kareeberg Municipality, acting in terms of section 24 of the Municipal Finance Management Act, 2003, to table the draft annual budget of the municipality for the financial year 2017/18 and the multi-year and single-year budgeted financial performance (revenue and expenditure by standard classification) as contained in Table A3 on page 19.
- 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table A3 on page 19.
- 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table A3 on page 19.
- 1.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table A4 on page 20.
- 1.1.4. Single-year capital appropriations by municipal vote and standard classification and associated funding by municipal vote as contained in Table A5 on page 20.
- 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and budgeted financial position as contained in Table A6 on page 19.
- 1.2.1. Budgeted Financial Position as contained in Table A6 on page 19.
- 1.2.2. Budgeted Cash Flows as contained in Table A7 on page 21.
- 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table A8 on page 21.
- 1.2.4. Asset management as contained in Table A9 on page 23, and
- 1.2.5. Basic service delivery measurement as contained in Table A10 on page 25.
2. The Council of Kareeberg Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act, 2005, to table the tariffs for property rates – as set out in Annexure 1.
- 2.1. the tariffs for electricity – as set out in Annexure 2
- 2.2. the tariffs for the supply of water – as set out in Annexure 2
- 2.3. the tariffs for sanitation services – as set out in Annexure 2
- 2.4. the tariffs for solid waste services – as set out in Annexure 2
- 2.5. the tariffs for solid waste services – as set out in Annexure 2
3. The Council of Kareeberg Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act, 2005, to table the tariffs for property rates – as set out in Annexure 1.

1.3 Executive Summary

The application of sound financial management principles for the compilation of the municipal's financial plan is essential and critical to ensure the main challenges experienced during the compilation of the 2017 - 2018 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The increased cost of bulk electricity (due to tariff increases from Eskom), which is placing upward pressure on electricity tariffs;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill vacant positions;
- Availability of affordable capital.

The following budget principles and guidelines directly informed the compilation of the 2017 - 2018 MTREF:

- The 2016/17 Adjustments Budget priorities and targets, as well as the base line allocations contained in that budget;
- Intermediate service level standards were used to inform the measurable objectives, targets and backlog;
- Tariff and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI;
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the extent of the budget are available.

In view of the aforementioned, the following table is a consolidated overview of the proposed 2017/18 Medium-term Revenue and Expenditure

Table 1 Consolidated Overview of the 2017/18 MTREF

Description	Adjusted Budget 2018/19	2017/18 Medium Term Revenue & Expenditure Framework		
		Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Total Revenue	83 198 749	109 066 382	117 671 872	118 454 548
Total Operating Expenditure	59 771 839	63 624 612	70 453 020	75 386 232
Surplus/(Deficit) for the year	23 426 910	45 441 770	47 218 852	43 068 316
Total Capital Expenditure - Standard	56 912 978	98 776 057	106 348 329	103 795 126

For Kareeberg Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these The municipality's revenue strategy is built around the following key components:
National Treasury's guidelines and macroeconomic policy;
Efficient revenue management, which aims to ensure a 95 per cent annual collection rate for property rates
Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
Achievement of full cost recovery of specific user charges especially in relation to trading services;
The municipality's Property Rates By-law approved in terms of the Municipal Property Rates Act, 2004 (Act 6
The municipality's Indigent Policy and rendering of free basic services; and
Tariff policies of the municipality

The following table is a summary of the 2017/18 MTREF (classified by main revenue source):

Table 2 Summary of revenue classified by main revenue source

Description	2017/18 Medium Term Revenue &		
	R thousand	Budget	Budget Year
Revenue By Source			
Property rates	5 006	5 287	5 588
Service charges - electricity rev	9 249	9 730	10 148
Service charges - water revenue	5 202	5 201	4 834
Service charges - sanitation rev	2 576	3 245	3 273
Service charges - refuse revenue	4 101	4 506	4 511
Service charges - other	-	-	-
Rental of facilities and equipment	375	394	413
Interest earned - external invest	1 736	1 780	1 869
Interest earned - outstanding debt	3	3	4
Dividends received	-	-	-
Fines, penalties and forfeits	12	13	13
Licences and permits	7	5	5
Agency services	237	159	163
Transfers and subsidies	24 719	22 095	25 095
Other revenue	12 348	16 041	13 457
Gains on disposal of PPE	-	-	-
Total Revenue (excluding capital)	65 971	69 062	69 845

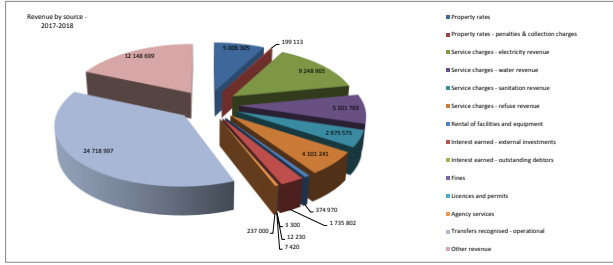


Table 3: Percentage growth in revenue by main revenue source

R	Original	%	Budget Year	%	Budget	%	Budget	%
Property rates	#####	4%	R 5 006 305.00	15%	#####	6%	#####	6%
Property rates - penalties &	#####	-14%	R 1 581 113.00	5%	#####	5%	#####	5%
Service charges - electricity	#####	13%	R 9 248 965.00	8%	#####	5%	#####	4%
Service charges - water revenue	#####	13%	R 5 201 765.00	7%	#####	0%	#####	-7%
Service charges - sanitation	#####	16%	R 2 975 575.00	-1%	#####	9%	#####	1%
Service charges - refuse revenue	#####	13%	R 4 101 241.00	6%	#####	10%	#####	0%
Service charges - other	R -	-	R -	-	R -	-	R -	-
Rental of facilities and equipment	#####	-13%	R 374 970.00	11%	#####	5%	#####	5%
Interest earned - external	#####	-17%	R 1 735 802.00	34%	#####	3%	#####	5%
Interest earned - outstanding	R 3 300.00	26%	R 3 300.00	0%	#####	5%	R 3 636.00	5%
Dividends received	R -	-	R -	-	R -	-	R -	-
Fines	R 12 230.00	77%	R 12 230.00	0%	#####	5%	#####	5%
Licences and permits	R 7 429.00	22%	R 7 430.00	0%	#####	-35%	R 5 051.00	5%
Agency services	#####	-30%	R 237 000.00	129%	#####	-33%	#####	2%
Transfers recognised - operational	#####	22%	#####	3%	#####	-8%	#####	13%
Other revenue	#####	152%	#####	35%	#####	30%	#####	-16%
Gains on disposal of PPE	R -	-	R -	-	R -	-	R -	-
Total Revenue (excluding capital)	#####	26%	#####	11%	#####	5%	#####	1%
Total Revenue from rates and	#####	41%	#####	46%	#####	41%	#####	41%

Revenue generated from rates and services charges form a significant percentage of the revenue basket for the municipality. Rates and services in line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the Operating grants and transfers total R24.7 million in the 2017/18 financial year. Operating grants constitute 37.4%, 32.86% and 36.6% of the

Table 4 Operating Transfers and Grant Receipts

Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
RECEIPTS:			
Operating Transfers and Grants			
National Government:	23 097	21 192	24 062
Local Government Equities:	20 197	18 282	21 907
Finance Management	1 900	1 900	2 155
EPWP incentive	1 900	1 900	-
Provincial Government:	1 422	1 504	1 504
Sport and Recreation	1 422	1 504	1 504
District Municipality:	-	-	-
Other grant providers:	-	-	-
Total Operating Transfers and Grants	24 519	22 696	25 566

Tariff setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic National Treasury continues to encourage municipalities to keep increases in rates, tariffs and other charges as low as possible. Excessive It must also be appreciated that the consumer price index, as measured by CPI, is not a good measure of the cost increases of goods and services. The tariff setting process relating to service charges is set out as follows.

Property Rates

- The first R15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the
- The rating of agricultural properties have been phased in. The ratio for these properties have been set at 1 : 0.100.
- The second valuation roll will be implemented from 1 July 2013. An increase of 25% is expected in the valuation. Tariffs will decrease by 28% for all owners except agriculture, who's tariffs will increase by 9.48%. Rate payers will be affected according to the
- Council affords agriculture a further rebate for the following criteria:
 - 5% if no municipal road borders the property
 - 5% if no sewerage is connected to the property
 - 5% if the municipality does not supply electricity to the property
 - 5% if the municipality does not supply water to the property
 - 5% if the municipality does not supply refuse removal to the property
 - 5% if the owner contributes substantially to job creation
 - 5% if the owner supplies acceptable standard of water services to the farm workers

March 2017

#REF!

* The Municipality may award a 100 per cent grant-in-aid on the assessment rates of rate-able properties of certain classes such as official places. The categories of rate-able properties for purposes of levying rates and the proposed rates for the 2017/18 financial year is contained below:

Table 5 Comparison of proposed rates to be levied for the 2017/18 financial year

Category	c	Proposed c	%
Residential properties	1.431	#REF!	#REF!
Business & Commercial	1.431	#REF!	#REF!
Industrial	1.431	#REF!	#REF!
State owned properties	4.293	#REF!	#REF!
Agricultural	0.076	#REF!	#REF!
Municipal rateable	0.787	#REF!	#REF!
Public Service Infrastructure	1.431	#REF!	#REF!
Places of Worship	1.431	#REF!	#REF!
Public benefit organisation properties	1.431	#REF!	#REF!

Sale of Water and Impact of Tariff Increases

Table 6 Proposed Water Tariffs

Category	Rand	Proposed Rand	%
Rakin rhuana	#####	1461.14	6.60
Tariff per kiloliter			
0 to 6 kl	1.1R	1.2R	6.78
7 to 20 kl	1.42	1.51	6.34
21 to 50 kl	3.36	3.57	6.57
51 kl +	6.07	6.47	6.59

Registered indioents will be awarded one basic lew as well as 10M water consumption oer month.

Sale of Electricity and Impact of Tariff Increases

NERSA has announced the revised bulk electricity pricing structure. A 2.4 per cent increase in the Eskom bulk electricity tariff to municipalities will

It should further be noted that NERSA has advised that a stepped tariff structure needs to be implemented from 1 July 2011. The effect thereof will

Table 7 Proposed Electricity Tariffs

Category	Rand	Proposed Rand	%
Basic charge	#####	138.02	4.00
Tariff - conventional			
0 - 50kWh	0.86	0.860	(0.58)
R1 - 35kWh	1.07	1.090	1.87
R41 - 40kWh	1.51	1.517	1.86
>40kWh	1.78	1.813	1.85
Commercial > 200kWh	1.08	1.260	15.74
Tariff - residential			
0 - 40kWh	0.84	0.850	1.19
51 - 35kWh	1.08	1.100	1.85
R41 - 40kWh	1.43	1.450	1.97
>40kWh	1.70	1.800	1.68

Residential households will now pay a basic charge of R 138.02 per month.
 Commercial users will pay a basic charge of R 855.00 per month.
 Registered indigents will again be granted 50 kWh per month free of charge.

Table 8 Comparison between current sanitation charges and increases

Category	Rand	Proposed Rand	%
Nightsoil	#####	121.04	6.60
Sewerage	#####	232.09	6.60
Sewerage	#####	169.86	6.60
Sewerage	#####	250.28	6.60

Free sanitation will be applicable to registered indigents

Table 9 Waste Removal and Impact of Tariff Increases

Category	Rand	Proposed Rand	%
Refuse removal	#####	148.96	6.60
Garden waste removal	#####	204.84	6.60

Free refuse removal will be applicable to registered indigents

Overall impact of tariff increases on households

The following table shows the overall expected impact of the tariff increases on a large and small household, as well as an indigent household
 March 2017

MBRR Table SA14 – Household bills

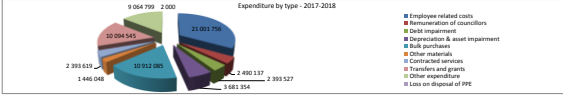
Description	2017/18	2014/15	2015/16	Current Year 2017/18			2017/18 Medium Term			Growth & Expenditure		
	Approved Outcome	Approved Outcome	Approved Outcome	Budget	Adjusted Budget	Final Year Forecast	Budget Year 2017/18 % Inc.	Budget Year 2017/18	Budget Year 2018/19	Budget Year 2019/20	Budget Year 2020/21	
Monthly Account for Household –												
Electricity and water charges												
Property rates	1 004 57	733 46	733 46	816 06	816 06	816 06	40%	40%	40%	40%	40%	
Electricity - Domestic	100 00	100 00	100 00	100 00	100 00	100 00	11 0%	11 0%	11 0%	11 0%	11 0%	
Electricity - Commercial	1 000 00	1 000 00	1 000 00	1 000 00	1 000 00	1 000 00	10 0%	10 0%	10 0%	10 0%	10 0%	
Water - Domestic	110 00	110 00	110 00	110 00	110 00	110 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Water - Commercial	50 00	50 00	50 00	50 00	50 00	50 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Sanitation	133 75	133 75	133 75	133 75	133 75	133 75	0 0%	0 0%	0 0%	0 0%	0 0%	
Waste removal	118 57	118 57	118 57	118 57	118 57	118 57	0 0%	0 0%	0 0%	0 0%	0 0%	
Other	—	—	—	—	—	—	—	—	—	—	—	
with total	1 812 89	1 045 78	1 045 78	1 124 38	1 124 38	1 124 38	40%	40%	40%	40%	40%	
UAT - Services	18 17	200 00	200 00	200 00	200 00	200 00	—	—	—	—	—	
Total all household bills	1 831 07	1 245 78	1 245 78	1 324 38	1 324 38	1 324 38	—	—	—	—	—	
% Increase decrease	62 8%	2 3%	0 0%	—	—	—	—	—	—	—	—	
Monthly Account for Household –												
Electricity and water charges												
Property rates	711 03	527 16	527 16	575 06	575 06	575 06	40%	40%	40%	40%	40%	
Electricity - Domestic	55 00	55 00	55 00	55 00	55 00	55 00	11 0%	11 0%	11 0%	11 0%	11 0%	
Electricity - Commercial	1 000 00	1 000 00	1 000 00	1 000 00	1 000 00	1 000 00	10 0%	10 0%	10 0%	10 0%	10 0%	
Water - Domestic	110 00	110 00	110 00	110 00	110 00	110 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Water - Commercial	50 00	50 00	50 00	50 00	50 00	50 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Sanitation	133 75	133 75	133 75	133 75	133 75	133 75	0 0%	0 0%	0 0%	0 0%	0 0%	
Waste removal	118 57	118 57	118 57	118 57	118 57	118 57	0 0%	0 0%	0 0%	0 0%	0 0%	
Other	—	—	—	—	—	—	—	—	—	—	—	
with total	1 206 35	883 48	883 48	958 88	958 88	958 88	40%	40%	40%	40%	40%	
UAT - Services	18 17	200 00	200 00	200 00	200 00	200 00	—	—	—	—	—	
Total all household bills	1 224 53	1 083 48	1 083 48	1 158 88	1 158 88	1 158 88	—	—	—	—	—	
% Increase decrease	66 8%	4 3%	0 0%	—	—	—	—	—	—	—	—	
Monthly Account for Household –												
Electricity and water charges												
Property rates	208 00	210 00	210 00	208 00	208 00	208 00	10 0%	10 0%	10 0%	10 0%	10 0%	
Electricity - Domestic	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Electricity - Commercial	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Water - Domestic	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Water - Commercial	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Sanitation	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Waste removal	10 00	10 00	10 00	10 00	10 00	10 00	0 0%	0 0%	0 0%	0 0%	0 0%	
Other	—	—	—	—	—	—	—	—	—	—	—	
with total	238 00	240 00	240 00	238 00	238 00	238 00	0 0%	0 0%	0 0%	0 0%	0 0%	
UAT - Services	17 17	200 00	200 00	17 17	17 17	17 17	—	—	—	—	—	
Total all household bills	255 17	240 00	240 00	255 17	255 17	255 17	—	—	—	—	—	
% Increase decrease	6 6%	0 0%	0 0%	91 8%	91 8%	91 8%	—	—	—	—	—	

1.5 Operating Expenditure Framework

The following table is a high level summary of the 2017/18 budget and MTREF (classified per main type of operating expenditure):

Table 10 Summary of operating expenditure by standard classification item

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
Expenditure By Type			
Employee related costs	21 027	22 482	22 883
Remuneration of councillors	2 490	2 639	2 797
Debt impairment	2 394	2 856	2 956
Depreciation & asset impairment	3 081	6 154	7 185
Finance charges	145	1 118	1 274
Bulk purchases	10 812	11 812	13 023
Other materials	1 446	1 859	1 915
Contracted services	2 394	1 930	2 149
Transfers and subsidies	10 095	9 402	10 843
Other expenditure	10 364	10 592	10 351
Loss on disposal of PPE	-	-	-
Total Expenditure	64 921	70 453	75 386



The budgeted allocation for employee related costs for the 2013/14 financial year totals R13.9 million, which equals 30.9 per cent (29.15 in 2017/18).

The wage curve agreement has been implemented, which resulted in an increase of 7.33 per cent in employee related costs.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in

The provision of debt impairment was determined based on an annual collection rate of 95 per cent and the fact that judgments are subsidised fully.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Budget appropriations in this

Bulk purchases are directly informed by the purchase of electricity from Eskom. The annual price increases have been factored into the budget

Other materials as well as contracted services comprises the cost of repairs and maintenance. Although this strategic imperative remains a priority

The budgeted cost of free basic services for 2017-2018 is R 10 355 266. The number of households budgeted for remain the same at 1 448.

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been

Free Basic Services: Basic Social Services Package
 The social package assists households that are poor or face other circumstances that limit their ability to pay for services. To receive these free
 The cost of the social package of the registered indigent households is financed by national government through the local government equitable

1.6 Capital expenditure

Table 11 2017/18 Medium-term capital budget per vote

Vote Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
Vote 14 - WATER	30 000	40 300	-
Capital multi-year expenditure sub	30 000	40 300	-
Single-year expenditure to be appropriated		4 500	-
Vote 2 - BUDGET AND TREA	-	-	-
Vote 6 - COMMUNITY AND S	320	-	-
Vote 9 - SPORT AND RECREA	497	-	-
Vote 11 - SOLID WASTE MAN	-	-	48 544
Vote 12 - WASTE WATERS MA	4 000	66	66
Vote 13 - ROAD TRANSPORT	3 278	-	-
Vote 14 - WATER	4 000	1 000	-
Vote 15 - ELECTRICITY	1 000	400	-
Capital single-year expenditure su	13 095	5 966	48 610
Total Capital Expenditure - Vote	43 095	46 266	48 610

Upgrading of sports facilities in Camarvon will be priority during 2017/18 budget. The rest of the budget will be utilised for upgrading of streets and
 Further detail relating to asset classes and proposed capital expenditure is contained in MRRR A9 (Asset Management) on pages 27 and 28. In
 Furthermore MRRR Table SA36 contains a detailed breakdown of the capital budget per project over the medium-term.

1.7 Annual Budget Tables

The following eighteen pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting

MRRR Table A1 - Budget Summary

Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousands			
Financial Performance			
Property rates	5 006	5 287	5 588
Service charges	21 528	22 685	22 767
Investment revenue	1 736	1 780	1 869
Transfers recognised - operatio	24 719	22 596	25 566
Other own revenue	12 983	16 614	14 055
Gains on disposal of PPE	66 071	69 062	69 845
Employee costs	21 002	22 485	22 893
Remuneration of councillors	2 490	2 639	2 707
Depreciation & asset impairment	3 081	6 154	7 185
Finance charges	145	1 118	1 274
Materials and bulk purchases	12 358	13 281	14 938
Transfers and grants	10 095	9 402	10 643
Other expenditure	15 151	15 378	15 457
Loss on disposal of PPE	84 921	70 453	75 396
	0	1 050	(5 542)
Surplus/(Deficit)	43 095	48 610	48 610
Transfers and subsidies - capital	44 146	47 216	43 068
Share of surplus/(deficit) of	44 145	47 215	43 068
Capital expenditure & funds sources			
Capital expenditure	43 095	46 266	48 610
Transfers recognised - capital	43 095	46 266	48 610
Total sources of capital funds	43 095	46 266	48 610
Financial position			
Inventory	53 199	78 471	80 131
Other non-current assets	177 434	223 013	269 781
Provisions	9 263	12 083	15 954
Community wealth/Equity	209 634	275 675	337 000
Cash flows			
Net cash from (used) operating	48 635	53 373	50 253
Net cash from (used) investing	(23 651)	(28 098)	(48 650)
Net cash from (used) financing	10	10	10
Cash/cash equivalents at the year	50 266	75 540	77 201
Cash backlog/surplus reconciliation			
R thousand	50 266	75 540	77 201
0	17 515	19 992	24 875
Balance - surplus (shortfall)	32 751	55 548	52 326
Asset management			
Asset register summary (W/DV)	176 470	222 041	288 800
EXPENDITURE OTHER ITEM	3 967	6 449	7 571
Renewal of Existing Assets	8 669	8 117	8 310
Repairs and Maintenance	3 840	3 398	4 065
Free services			
Cost of Free Basic Services pri	-	-	-
Revenue cost of free services if	-	-	-
Households below minimum service level			
Household service targets	-	-	-
Total number of household	0	0	0
Total number of household	1	1	1
Total number of household	1	1	1

Explanatory notes to MBRR Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives

2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure,

3. Financial management reforms emphasises the importance of the municipal budget being funded. This requires the simultaneous assessment of

a. The operating surplus/deficit (after Total Expenditure) is negative over the MTRF due to depreciation of

b. Capital expenditure is balanced by capital funding sources, of which

Transfers recognised is reflected on the Financial Performance Budget.

4. The Cash backing/surplus reconciliation shows that the municipality anticipates cash backing to be adequate over the MTRF

5. Even though the Council is placing great emphasis on securing the financial sustainability of the municipality, this is not being done at the

6. Census 2011 figures include households from rural farm areas where the municipality has no jurisdiction.

MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

Functional Classification Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
Revenue - Functional			
Governance and administrative	50 703	43 574	43 580
Executive and council	25 497	14 716	16 485
Finance and administrative	25 207	28 857	27 095
Internal audit	-	-	-
Community and public safety	1 447	1 530	1 531
Community and social set	1 429	1 511	1 511
Sport and recreation	17	18	19
Public safety	1	1	1
Housing	-	-	-
Health	-	-	-
Economic and environmental	2	2	2
Planning and development	-	-	-
Road transport	2	2	2
Environmental protection	-	-	-
Trading services	56 915	72 566	73 341
Energy sources	10 258	11 179	11 850
Water management	38 411	48 147	47 607
Waste water management	2 976	6 117	6 548
Waste management	4 270	7 124	7 296
Other	-	-	-
Total Revenue - Functional	109 066	117 672	118 455
Expenditure - Functional			
Governance and administrative	34 562	38 413	41 243
Executive and council	21 313	22 545	23 649
Finance and administrative	13 249	15 868	17 594
Internal audit	-	-	-
Community and public safety	3 803	3 622	3 852
Community and social set	2 538	2 597	3 104
Sport and recreation	1 106	569	624
Public safety	104	59	64
Housing	-	-	-
Health	54	57	61
Economic and environmental	4 883	4 127	4 680
Planning and development	-	-	-
Road transport	4 883	4 127	4 680
Environmental protection	-	-	-
Trading services	21 673	24 292	25 611
Energy sources	11 772	12 520	13 978
Water management	1 513	3 019	2 414
Waste water management	4 462	4 856	5 431
Waste management	3 625	3 496	3 788
Other	-	-	-
Total Expenditure - Functional	64 921	70 453	75 386
Surplus/Deficit for the year	44 145	47 219	43 069

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

1. Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS
2. Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that this is the case
4. Other functions that show a deficit between revenue and expenditure are being financed from rates revenues and surpluses generated from

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Kareberga Municipality 2017-2018 Annual Budget and MTREF

MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	2017/18 Medium Term Revenue & Expenditure		
R thousand	Budget	Budget Year	Budget Year
Revenue by Vote			
Vote 1 - EXECUTIVE AND CC	25 497	14 716	16 485
Vote 2 - BUDGET AND TREASURY	25 207	28 857	27 095
Vote 3 - CORPORATE SERVICES	-	-	-
Vote 4 - PLANNING AND DEVELOPMENT	-	-	-
Vote 5 - HEALTH	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERVICES	1 429	1 511	1 511
Vote 7 - HOUSING	-	-	-
Vote 8 - PUBLIC SAFETY	1	1	1
Vote 9 - SPORT AND RECREATION	17	18	19
Vote 10 - ENVIRONMENTAL PROTECTION	-	-	-
Vote 11 - SOLID WASTE MANAGEMENT	4 270	7 124	7 296
Vote 12 - WASTE WATER MANAGEMENT	2 976	6 117	6 548
Vote 13 - ROAD TRANSPORT	2	2	2
Vote 14 - WATER	39 411	48 147	47 607
Vote 15 - ELECTRICITY	10 293	11 178	11 890
Total Revenue by Vote	109 066	117 672	118 455
Expenditure by Vote to be appropriated			
Vote 1 - EXECUTIVE AND CC	21 313	22 545	23 649
Vote 2 - BUDGET AND TREASURY	10 123	12 710	14 226
Vote 3 - CORPORATE SERVICES	3 126	3 158	3 368
Vote 4 - PLANNING AND DEVELOPMENT	-	-	-
Vote 5 - HEALTH	54	57	61
Vote 6 - COMMUNITY AND SOCIAL SERVICES	2 538	2 507	3 104
Vote 7 - HOUSING	-	-	-
Vote 8 - PUBLIC SAFETY	104	59	64
Vote 9 - SPORT AND RECREATION	1 106	569	604
Vote 10 - ENVIRONMENTAL PROTECTION	-	-	-
Vote 11 - SOLID WASTE MANAGEMENT	3 625	3 496	3 788
Vote 12 - WASTE WATER MANAGEMENT	4 462	4 956	5 431
Vote 13 - ROAD TRANSPORT	4 883	4 127	4 680
Vote 14 - WATER	1 813	3 019	2 414
Vote 15 - ELECTRICITY	11 722	12 520	13 919
Total Expenditure by Vote	64 921	70 453	75 386
Surplus/Deficit for the year	44 145	47 219	43 069

1. Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the

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Kareberga Municipality 2017-2018 Annual Budget and MTRF

Table 12 Surplus/(Deficit) calculations for the trading services

R	Description	2013/14	2014/15	2015/16	Current Year 2016/17		2017/18 Medium Term	
		Audited	Audited	Audited	Adjusted	Full	Budget	Budget
	Electricity							
	Total Revenue (including grants and	7 208 750	7 936 895	7 618 037	#####	9 695 434	#####	#####
	Operating expenditure	7 562 589	8 449 290	8 197 223	#####	#####	#####	#####
	Surplus/(Deficit) for the year	(356 848)	(512 395)	(1 579 186)	#####	(657 299)	#####	(1 513 958)
	Percentage Surplus/(Deficit)	(5.0%)	(6.5%)	(20.7%)	(6.8%)	(6.8%)	(6.8%)	(14.8%)
	Water							
	Total Revenue (including grants and	3 950 712	4 072 098	4 184 701	#####	#####	#####	#####
	Operating expenditure	781 458	1 064 207	1 077 970	#####	1 579 523	#####	1 813 107
	Surplus/(Deficit) for the year	3 169 254	3 007 891	3 106 731	#####	#####	#####	#####
	Percentage Surplus/(Deficit)	80.2%	73.9%	74.2%	#####	91.5%	#####	95.4%
	Waste water							
	Total Revenue (including grants and	2 560 735	3 307 193	856 096	#####	3 357 483	#####	2 975 575
	Operating expenditure	2 564 536	2 803 791	3 146 539	#####	3 344 414	#####	4 462 335
	Surplus/(Deficit) for the year	(3 801)	503 402	(2 290 443)	#####	13 069	#####	(1 486 760)
	Percentage Surplus/(Deficit)	(0.1%)	15.2%	(267.5%)	0.4%	0.4%	0.4%	(50.0%)
	Refuse							
	Total Revenue (including grants and	2 931 755	2 997 005	3 285 671	#####	3 716 382	#####	4 269 522
	Operating expenditure	2 322 991	2 605 903	2 947 658	#####	3 449 785	#####	3 625 471
	Surplus/(Deficit) for the year	608 764	391 102	338 013	#####	266 597	#####	644 051
	Percentage Surplus/(Deficit)	20.8%	13.0%	10.3%	#####	7.2%	7.2%	15.1%

Electricity shows a deficit of 1 per cent ranging to a deficit of 0.9 per cent, whereas a surplus of 4 per cent is anticipated by 2014/15. This is National Treasury as well as Nersa will have to take note of this situation. Where electricity for one, was used to subsidise other community

The surplus on the water account remains relatively constant over the MTREF translating into a surplus of -49.9 per cent, 20.6 per cent and 17 per cent Wastewater also has a fairly constant surplus over the MTREF.

Refuse removal anticipates a surplus increase from 19.2% in 2013/14 to 48.4% in 2019/20. Note should be taken that the percentage surplus has All trade services show a decrease in surplus over the MTREF. This should be noted, for tariffs will either have to be increased more than inflation, Increase in expenditure such as employee related costs, bulk purchases, fuel and other services are growing more rapidly than inflation.

MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
R thousand			
Revenue By Source			
Property rates	5 006	5 287	5 588
Service charges - electricity rev	9 243	9 733	10 148
Service charges - water revenue	5 202	5 201	4 834
Service charges - sanitation rev	2 976	3 248	3 273
Service charges - refuse revenue	4 101	4 526	4 511
Service charges - other	-	-	-
Rental of facilities and equipment	375	394	413
Interest earned - external invest	1 736	1 730	1 899
Interest earned - outstanding debt	3	3	4
Dividends received	-	-	-
Fines, penalties and forfeits	12	13	13
Licences and permits	7	5	5
Agency services	237	169	163
Transfers and subsidies	24 719	22 696	25 566
Other revenue	12 348	16 041	13 457
Gains on disposal of PPE	-	-	-
Total Revenue (excluding capital)	65 971	69 062	69 845
Expenditure By Type			
Employee related costs	21 002	22 482	22 893
Remuneration of councillors	2 490	2 639	2 797
Debt impairment	2 394	2 366	2 366
Depreciation & asset impairment	3 681	6 154	7 195
Finance charges	145	1 118	1 274
Bulk purchases	10 912	11 912	13 023
Other materials	1 446	1 469	1 919
Contracted services	2 394	1 930	2 149
Transfers and subsidies	10 095	9 402	10 843
Other expenditure	10 364	10 592	10 351
Loss on disposal of PPE	-	-	-
Total Expenditure	64 921	70 453	75 396
Surplus(Deficit)	1 050	(1 391)	(5 542)
Transfers and subsidies -	43 095	48 610	48 610
Surplus(Deficit) after capital	44 145	47 219	43 068
Surplus(Deficit) after taxation	44 145	47 219	43 068
Surplus(Deficit) for the year	44 145	47 219	43 068

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

- Total revenue is R109 million in 2017/18 and escalates to R118 million by 2019/20. This represents a year-on-year increase of 14.29 per cent for
- Revenue to be generated from property rates is R5 million in the 2017/18 financial year and increases to R5.5 million by 2019/20 which

MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

Vote Description R thousand	2017/18 Medium Term Revenue & Budget Year		
	Budget	Budget Year	Budget Year
Capital expenditure - Vote			
Multi-year expenditure to be appropriated			
Vote 14 - WATER	30 000	40 300	—
Capital multi-year expenditure sub-total	30 000	40 300	—
Single-year expenditure to be appropriated			
Vote 1 - EXECUTIVE AND COUNCIL	—	—	—
Vote 2 - BUDGET AND TREASURY	—	4 500	—
Vote 3 - CORPORATE SERVICES	—	—	—
Vote 4 - PLANNING AND DEVELOPMENT	—	—	—
Vote 5 - HEALTH	—	—	—
Vote 6 - COMMUNITY AND SOCIAL SAFETY	320	—	—
Vote 7 - HOUSING	—	—	—
Vote 8 - PUBLIC SAFETY	—	—	—
Vote 9 - SPORT AND RECREATION	497	—	—
Vote 10 - ENVIRONMENTAL PROTECTION	—	—	—
Vote 11 - SOLID WASTE MANAGEMENT	—	—	48 544
Vote 12 - WASTE WATER MANAGEMENT	4 000	66	66
Vote 13 - ROAD TRANSPORT	3 278	—	—
Vote 14 - WATER	4 000	1 000	—
Vote 15 - ELECTRICITY	1 000	400	—
Capital single-year expenditure sub-total	13 095	5 966	48 610
Total Capital Expenditure - Vote	43 095	46 266	48 610
Capital Expenditure - Functional			
Governance and administration	—	4 500	—
Executive and council	—	—	—
Finance and administration	—	4 500	—
Internal audit	—	—	—
Community and public safety	817	—	—
Community and social safety	320	—	—
Sport and recreation	497	—	—
Public safety	—	—	—
Housing	—	—	—
Health	—	—	—
Economic and environmental	3 278	—	—
Planning and development	—	—	—
Road transport	3 278	—	—
Environmental protection	—	—	—
Trading services	39 000	41 766	48 610
Energy sources	1 000	400	—
Water management	34 000	41 300	48 544
Waste water management	4 000	66	66
Other	—	—	—
Total Capital Expenditure - Function	43 095	46 266	48 610
Funded by:			
National Government	43 095	46 266	48 610
Transfers recognised - capitals	43 095	46 266	48 610
Total Capital Funding	43 095	46 266	48 610

Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

- Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations);
- Single-year capital expenditure has been appropriated at R13 million for the 2017/18 financial year and remains relatively constant over the

3. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as
5. The capital programme is funded from national and provincial grants and transfers.

Description	2017/18 Budget	Medium Term Budget Year	Revenue & Budget Year
R thousand			
ASSETS			
Current assets			
Cash	1 538	1 538	1 538
Call investment deposits	49 728	74 001	75 662
Consumer debtors	2 894	2 894	2 894
Other debtors	30	30	30
Current portion of long-term re	9	9	7
Inventory	—	—	—
Total current assets	53 199	78 471	80 131
Non-current assets			
Long-term receivables	31	23	17
Investments	—	—	—
Investment property	15 482	15 482	15 482
Investment in Associate	—	—	—
Property, plant and equipment	160 984	206 555	273 314
Agricultural	—	—	—
Biological	—	—	—
Intangible	4	4	4
Other non-current assets	933	949	964
Total non-current assets	177 434	223 013	289 781
TOTAL ASSETS	230 633	301 483	369 912
LIABILITIES			
Current liabilities			
Bank overdraft	—	—	—
Borrowings	—	—	—
Consumer deposits	380	390	400
Trade and other payables	7 222	10 034	14 895
Provisions	1 659	1 659	1 659
Total current liabilities	9 261	12 083	16 954
Non-current liabilities			
Borrowings	—	—	—
Provisions	11 738	13 726	15 957
Total non-current liabilities	11 738	13 726	15 957
TOTAL LIABILITIES	20 999	25 809	32 911
NET ASSETS	209 634	275 675	337 000
COMMUNITY WEALTH/EQUITY			
Accumulated Surplus/Deficit	198 248	264 289	325 615
Reserves	11 386	11 386	11 386
TOTAL COMMUNITY WEALTH/EQ	209 634	275 675	337 000

Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councillors and
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which
3. MBRR Table A6 is supported by an extensive table of notes (S4) which can be found on pages 64, 65 and 66) providing a detailed analysis of
 - Call investments deposits;
 - Consumer debtors;
 - Property, plant and equipment;
 - Trade and other payables;
 - Provisions non-current;
 - Changes in net assets; and
 - Reserves
4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong
5. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an

March 2017 #REF!

MBRR Table A7 - Budgeted Cash Flow Statement

Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Property rates	3 675	3 880	4 101
Service charges	20 451	21 550	21 628
Other revenue	12 673	16 295	13 701
Government - operating	24 719	22 696	26 566
Government - capital	43 095	48 610	48 610
Interest	1 566	1 724	1 673
Dividends	-	-	-
Payments			
Suppliers and employees	(47 310)	(50 924)	(53 129)
Finance charges	(1 45)	(1 118)	(1 274)
Transfers and Grants	(10 035)	(9 402)	(10 843)
NET CASH FROM/USED OPERAT	48 635	53 373	50 253
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts			
Proceeds on disposal of PPE	-	-	-
Decrease (increase) in non-cur	8	8	8
Decrease (increase) other non	-	-	-
Decrease (increase) in non-cur	-	-	-
Payments			
Capital assets	(23 669)	(28 117)	(48 610)
NET CASH FROM/USED INVESTI	(23 661)	(28 109)	(48 602)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts			
Short term loans	-	-	-
Borrowing long term/financia	-	-	-
Increase (decrease) in consum	10	10	10
Payments			
Repayment of borrowing	-	-	-
NET CASH FROM/USED FINANC	10	10	10
NET INCREASE / (DECREASE) IN C	24 984	25 273	1 661
Cash/cash equivalents at the st	25 292	50 266	75 540
Cash/cash equivalents at the st	50 266	75 540	77 201

2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. It can be seen that the cash levels of the municipality fell significantly over the 2009/10 to 2010/11 period owing directly to a net decrease in cash
4. The approved 2017/18 MTRF cash and cash equivalents of R50 million for the 2017/18 financial year, while it increases for the outer years to

MERR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation			
R thousand	Budget	Budget Year	Budget Year
Cash and investments available			
Cash/cash equivalents at the ye	25 282	50 266	75 540
Other current investments > 90	1 538	1 538	1 538
- Long-term receivables	31	23	17
Cash and investments available:	26 851	51 828	77 095
Application of cash and investments			
Trade and other creditors	5 151	7 963	12 824
Unspent borrowing	-	-	-
Statutory requirements	166	166	166
Other working capital requirem	-	-	-
Other provisions	1 659	1 331	1 331
Long term investments commit	-	-	-
Reserves to be backed by cash)	11 388	11 388	11 388
Total Application of cash and inve	18 362	20 845	25 706
Surplus/shortfall	8 489	30 982	51 388

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

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments
4. Non-compliance with section 19 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately
5. From the table it can be seen that for the MTREF of 2017/18 to 2019/20 the surplus grows from R8 million to R51 million.
6. As part of the budgeting and planning guidelines that informed the compilation of the 2017/18 MTREF the end objective of the medium-term

MBRR Table A9 - Asset Management

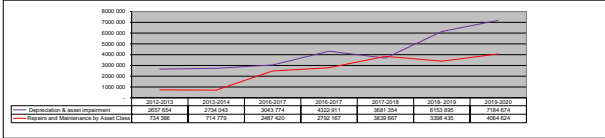
Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
CAPITAL EXPENDITURE			
Total New Assets	15 000	20 000	40 300
Roads Infrastructure	15 000	20 000	40 300
Infrastructure	15 000	20 000	40 300
Community Assets	-	-	-
Heritage Assets	-	-	-
Investment properties	-	-	-
Other Assets	-	-	-
Biological or Cultivated	-	-	-
Intangible Assets	-	-	-
Computer Equipment	-	-	-
Furniture and Office Equip	-	-	-
Machinery and Equipment	-	-	-
Transport Assets	-	-	-
Total Renewal of Existing Assets	8 669	8 117	12 810
Roads Infrastructure	7 427	6 617	8 310
Rail Infrastructure	-	-	4 500
Infrastructure	7 427	6 617	12 810
Community Facilities	1 242	1 500	-
Community Assets	1 242	1 500	-
Heritage Assets	-	-	-
Investment properties	-	-	-
Other Assets	-	-	-
Biological or Cultivated	-	-	-
Intangible Assets	-	-	-
Computer Equipment	-	-	-
Furniture and Office Equip	-	-	-
Machinery and Equipment	-	-	-
Transport Assets	-	-	-
Total Upgrading of Existing Assets	-	-	-
Infrastructure	-	-	-
Community Assets	-	-	-
Heritage Assets	-	-	-
Investment properties	-	-	-
Other Assets	-	-	-
Biological or Cultivated	-	-	-
Intangible Assets	-	-	-
Computer Equipment	-	-	-
Furniture and Office Equip	-	-	-
Machinery and Equipment	-	-	-
Transport Assets	-	-	-
Total Capital Expenditure	23 669	28 117	53 110
Roads Infrastructure	22 427	26 617	48 610
Rail Infrastructure	-	-	4 500
Infrastructure	22 427	26 617	53 110
Community Facilities	1 242	1 500	-
Community Assets	1 242	1 500	-
Heritage Assets	-	-	-
Investment properties	-	-	-
Other Assets	-	-	-
Biological or Cultivated	-	-	-
Intangible Assets	-	-	-
Computer Equipment	-	-	-
Furniture and Office Equip	-	-	-
Machinery and Equipment	-	-	-
Transport Assets	-	-	-
TOTAL CAPITAL EXPENDITURE	23 669	28 117	53 110

MBRR Table A9 - Asset Management

Description	2017/18 Medium Term Revenue & Expenditure		
R thousand	Budget	Budget Year	Budget Year
ASSET REGISTER SUMMARY - PPE (WDV)			
Roads Infrastructure	61 074	81 499	102 022
Electrical Infrastructure	5 283	5 283	5 683
Water Supply Infrast	32 133	52 133	63 433
Sanitation Infrast	20 683	24 300	24 366
Solid Waste Infrast	1 366	1 996	1 456
Infrastructure	121 539	165 191	237 970
Community Facilities	14 199	15 699	15 699
Community Assets	14 199	15 699	15 699
Heritage Assets	19	19	19
Operational Buildings	15 482	15 482	15 482
Other Assets	15 462	15 462	15 462
Licences and Rights	4	4	4
Intangible Assets	4	4	4
Computer Equipment	25 627	25 556	25 626
TOTAL ASSET REGISTER SUMMA	176 470	222 041	268 800
EXPENDITURE OTHER ITEMS			
Depreciation	3 967	6 440	7 571
Repairs and Maintenance by J	3 840	3 398	4 065
Roads Infrastructure	72	76	79
Electrical Infrastructure	133	268	290
Water Supply Infrast	365	383	764
Sanitation Infrast	227	238	250
Solid Waste Infrast	9	9	10
Infrastructure	806	975	1 393
Community Facilities	349	355	366
Community Assets	349	355	366
Operational Buildings	241	314	342
Other Assets	241	314	342
Computer Equipment	1 577	844	988
Furniture and Office Equ	52	55	57
Machinery and Equipme	10	11	11
Transport Assets	604	845	887
TOTAL EXPENDITURE OTHER ITE	7 807	9 838	11 635
Renewal and upgrading of Existing	36.6%	28.9%	17.1%
Renewal and upgrading of Existing	218.5%	126.0%	109.8%
R&M as a % of PPE	4.4%	4.5%	4.3%
Renewal and upgrading and R&M	7.0%	5.0%	4.0%

Explanatory notes to Table A9 - Asset Management

1. Table A9 provides an overview of municipal capital allocations for providing for new assets and the renewal of existing assets, as well as
2. National Treasury has recommended that municipalities should allocate at least 40 per cent of their capital budget to the renewal of existing



March 2017

#REF!

MBRR Table A10 - Basic Service Delivery Measurement

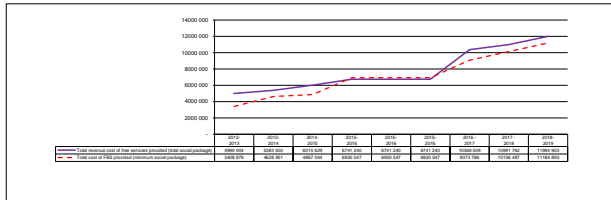
Description	2017/18 Medium Term Revenue & Budget Year		
	Budget	Budget Year	Budget Year
Household service targets			
Water:			
Piped water inside dwelling	1 188	1 188	1 188
Piped water inside yard (but not using public tap (at least min. sd	806	806	806
Other water supply (at least min. service level and above sub-total	1 650	1 650	1 650
Total number of households	3 222	3 222	3 222
Sanitation/sewerage:			
Flush toilet (connected to sewer)	665	665	665
Flush toilet (with septic tank)	994	994	994
Pit toilet (ventilated)	335	335	335
Other toilet provisions (> min. sd public tap (< min. service level)	1 068	1 068	1 068
Total number of households	3 062	3 062	3 062
Energy:			
Electricity (at least min. service level)	962	962	962
Electricity - beyond min. service level (< min. service level)	2 506	2 506	2 506
Other energy sources	891	891	891
Total number of households	4 439	4 439	4 439
Refuse:			
Removed at least once a week (< min. service level)	2 331	2 331	2 331
Other rubbish disposal	891	891	891
Total number of households	3 222	3 222	3 222

MBRR Table A10 - Basic Service Delivery Measurement

Description	2017/18 Medium Term Revenue & Budget Year		
	Budget	Budget Year	Budget Year
Cost of Free Basic Services provided - Formal Settlements (R'000)			
Water (6 kilolitres per indigent)	—	—	—
Sanitation (free sanitation service)	—	—	—
Electricity (free energy 10kwh)	—	—	—
Refuse (removed once a week)	—	—	—
Cost of Free Basic Services provided	—	—	—
Total cost of FBS provided	—	—	—
Highest level of free service provided per household			
Property rates (R value threshold)	—	—	—
Water (kilolitres per household)	10	10	10
Sanitation (kilolitres per household)	232	247	272
Electricity (kwh per household)	50	50	50
Refuse (average litres per week)	150	160	176

Explanatory notes to Table A10 - Basic Service Delivery Measurement

- Table A10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.
- The municipality has no significant backlogs.
 - Water services – Every citizen has at least RDP services.
 - Sanitation services – the backlog has increased to 160 households. These households are situated in the informal settlements area.
 - Electricity services – the backlog has increased to 160 households. These households are situated in an Eskom distribution area.
 - Refuse services – No backlogs are encountered with this service.
- The budget provides for 1 448 households to be registered as indigent in 2017/18, and therefore entitled to receiving Free Basic Services. A few
- It is anticipated that these Free Basic Services will cost the municipality R5.8 million in 2013/14, increasing to R10.3 million in 2017/18. This is



Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities. The Budget Steering Committee consists of the Municipal Manager and management of the municipality meeting under the chair of the Mayor. The primary aim of the Budget Steering Committee is to ensure that the process followed to compile the budget complies with legislation and good practice, that the process followed to compile the budget complies with legislation and good budget practices;

- that there is proper alignment between the policy and service delivery priorities set out in the municipality's
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver
- that the various spending priorities of the different municipal departments are properly evaluated and

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August). The Mayor tabled in Council the required budget time schedule on 31 August 2016. Key dates applicable to the process were:

By 31 August 2016	- Table before council the schedule of key deadlines for the 2017 - 2018 budget
By 30 November 2016	- Budget Steering Committee meeting - Revise the IDP - Workshop with heads of department - Ask inputs from the community
By 31 January 2017	- Budget Steering Committee meeting - Budget for salaries and wages - Identify capital projects from the IDP
By 28 February 2017	- Budget Steering Committee meeting - Compile draft budget - Set preliminary tariffs - Review budget related policies - Finalise the IDP - Make cash flow projections - Finalise the PMSI (Measurable Performance Objectives) - Compile the SDBIP
By 31 March 2017	- Budget Steering Committee meeting - Table the draft budget - Prepare and send Treasury questionnaires
By 30 April 2017	- Budget Steering Committee meeting - Consider Treasury and other input objections

March 2017

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By 31 May 2017

- Budget Steering Committee meeting
- Finalise the community participation process
- Table the budget for adoption
- Table the SDBIP to be noted by council
- Adopt the budget
- Adopt the IDP
- Adopt amendments to budget related policies

By 30 March 2017

- Mayor approves SDBIP
- All performance management contracts completed and signed
- Prepare and send Treasury questionnaires

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and

2.1.3 Financial Modelling and Key Planning Drivers

The following key factors and planning strategies have informed the compilation of the 2017/18 MTREF:

- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e. inflation, Eskom increases, household debt)
- The approved 2016/17 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services.
- Improved and sustainable service delivery

2.1.4 Community Consultation

The draft 2017/18 MTREF was tabled before council on 30 March 2017.

The draft 2017/18 MTREF, as tabled before Council on 30 March 2017 for community consultation, was published on the municipality's website, and All documents in the appropriate format (electronic and printed) were provided to National Treasury, and other national and provincial departments

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and it is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);
- National and Provincial spatial development perspectives;
- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIs);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP);
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear

The following table highlights the IDP's five strategic objectives for the 2017/18 MTRF and further planning refinements that have directly informed

Table 13 IDP Strategic Objectives

2017/18 Medium Term Budget & Expenditure Framework	
1. Urban Service Delivery	<ul style="list-style-type: none"> 1.1 Sewerage 1.2 Refuse removal 1.3 Electricity Administration 1.4 Electricity Generation 1.5 Electricity Distribution 1.6 Water Storage 1.7 Water Distribution 1.8 Cemetery 1.9 Social Housing 1.10 Main Roads 1.11 Commuterage 1.12 Municipal Buildings 1.13 Public Works 1.14 Parks and Gardens 1.15 Sport 1.16 Streets and Pavements 1.17 Swimming Pool 1.18 Airport 1.19 Caravan Park 1.20 Abattoir
2. Good Governance and Public Participation	<ul style="list-style-type: none"> 2.1 Executive and Council 2.2 Corporate Services
3. Municipal Financial Viability	<ul style="list-style-type: none"> 3.1 Rates 3.2 Budget and Treasury Office
4. Municipal Institutional Development and Transformation	<ul style="list-style-type: none"> 4.1 Library 4.2 Health 4.3 Museum 4.4 Nature Reserve
5. Local Economic Development	<ul style="list-style-type: none"> 5.1 Fire Services 5.2 Civil Defence 5.3 Traffic and Licensing

Projects Per Town			
Project Name	Funding Source	2017/18	2018/19
Urban Services			
1.1 Sewerage	Municipal Infrastructure Grant	R 2 000 000.00	
1.2 Refuse removal	Municipal Infrastructure Grant	R 13 500 000.00	R 13 500 000.00
1.3 High road lighting in town	Municipal Infrastructure Grant	R 200 000.00	R 200 000.00
1.7.1 Water Distribution	Municipal Infrastructure Grant	R 200 000.00	
Urban Services			
1.1 Sewerage	Municipal Infrastructure Grant	R 4 400 000.00	
1.2 Refuse removal	Municipal Infrastructure Grant	R 4 000 000.00	
1.3 Electricity Administration			R 400 000.00
1.4 Electricity Generation			R 1 000 000.00
1.5 Electricity Distribution			R 1 333 000.00
1.6 Water Storage			R 1 000 000.00
1.7 Water Distribution		R 17 000 000.00	
1.8 Cemetery			R 200 000.00
1.9 Social Housing			R 400 000.00
1.10 Main Roads			R 400 000.00
1.11 Commuterage			R 7 000 000.00
1.12 Municipal Buildings			R 1 000 000.00
1.13 Public Works			R 1 000 000.00
1.14 Parks and Gardens			R 1 000 000.00
1.15 Sport			R 1 000 000.00
1.16 Streets and Pavements			R 1 000 000.00
1.17 Swimming Pool			R 1 000 000.00
1.18 Airport			R 1 000 000.00
1.19 Caravan Park			R 1 000 000.00
1.20 Abattoir			R 1 000 000.00
Urban Services			
1.1 Sewerage	Municipal Infrastructure Grant	R 8 000 000.00	
1.2 Refuse removal	Municipal Infrastructure Grant	R 200 000.00	
1.3 Cemetery			R 1 000 000.00
TOTAL		R 8 800 000.00	R 21 733 000.00

Projects Per Town			
Business District	2017/17	2017/18	
Norwalk			
1	Cleaning of the sand waste disposal sites	500 000	
2	Emptying of the Norwalk/Cooper road		100 000 000
4	Public ablution facilities in town	200 000	
6	Upgrading of commonsense		1 000 000
6	Permanent ambulance garage	500 000	
10	Roadway services from Calamba to Muthiwoon		100 000 000
11	Fire training project		100 000
Conquest			
2	Tourism centre	15 000 000	
3	Construction of parking and ablution facilities	200 000	
4	Abolition facilities in town	200 000	
5	Boat house/catche		2 000 000
7	Development of commonsense		2 000 000
8	Public ablution facilities in town	200 000	
9	Open ambulance	200 000	
10	Development of the national reserve		10 000 000
11	Recreation and sports in town		100 000
12	Traffic lights and signs		2 000 000
13	Health Services: Doctors at clinics and more personal		1 000 000
14	Sport development, specifically golf equipment for local people	100 000	
15	Agave project	3 000 000	
17	Upgrading water network	2 000 000	1 000 000
18	Commonsense	4 000 000	
19	Fire brigade	2 000 000	
20	Agave project		2 000 000
21	Solar power project		2 000 000
22	Revolving of additional sites	2 000 000	
24	New business sites in neighbourhoods		2 000 000
25	Speed bumps in neighbourhoods		
26	Management of drainage sites		
27	Operational sites in neighbourhoods		
28	Community hall		
29	Housing project*	12 000 000	
Walden			
1	Business sites	500 000	
2	Solar energy-electricity and heating/cooling systems		1 000 000
3	Additional commonsense	3 000 000	
4	Upgrading of sport facilities		500 000
5	Waste water treatment, cleaning	300 000	
6	Waste recycling project		100 000
7	Waste recycling project		1 000 000
11	Housing project*	15 000 000	
12	Upgrading water network		2 000 000

MBRR Table SA4 - Reconciliation between the IDP strategic objectives and budgeted revenue

Strategic Objective	Goal	2017/18 Medium Term Revenue & Expenditure	
		Budget Year	Budget Year
R (thousand)			
Basic Service Delivery	12.1 -	5 684	6 117
Basic Service Delivery	11.1 -	6 896	7 124
Basic Service Delivery	15.1 -	11 461	11 170
Basic Service Delivery	14.2 - Water	42 057	48 147
Basic Service Delivery	6.1 -	6	7
Basic Service Delivery	2.4 - Official	6	7
Basic Service Delivery	2.3 -	270	284
Basic Service Delivery	2.4 -	86	83
Basic Service Delivery	13.2 - Public	0	0
Basic Service Delivery	9.2 - Parks	0	0
Basic Service Delivery	8.3 - Street	1	1
Basic Service Delivery	13.3 -	0	0
Basic Service Delivery	9.3 -	9	10
Basic Service Delivery	2.6 - Airport	0	0
Basic Service Delivery	9.4 -	3	3
Basic Service Delivery	12.1 -	42 598	44 706
Allocations to other priorities			
Gains on disposal of PPE		109 666	117 672

MBRR Table SAS - Reconciliation between the IDP strategic objectives and budgeted operating expenditure

Strategic Objective	Goal	2017/18 Medium Term Revenue &	
		Budget Year	Budget Year
R thousand			
Basic Service Delivery	17.1 -	4 851	4 856
Basic Service Delivery	11.1 -	3 525	3 498
Basic Service Delivery	16.1 -	11 772	12 520
Basic Service Delivery	14.2 - Water	1 817	3 019
Basic Service Delivery	6.1 -	245	247
Basic Service Delivery	2.1 - Official	206	4
Local Governance and Public	13.1 - Main	27 565	28 861
Basic Service Delivery	2.3 -	200	71
Basic Service Delivery	2.4 -	330	340
Basic Service Delivery	12.2 - Public	3 067	2 618
Basic Service Delivery	9.2 - Parks	656	398
Basic Service Delivery	8.3 - Pound	42	46
Basic Service Delivery	13.3 -	1 352	1 237
Basic Service Delivery	9.3 -	87	80
Basic Service Delivery	2.6 - Airport	128	24
Basic Service Delivery	9.4 -	28	30
Basic Service Delivery	2.7 - Abattoir	1	1
Local Government Development		525	383
Allocations to other priorities		8 777	11 532
Loss on disposal of PPE		64 921	70 453

MBRR Table SA6 - Reconciliation between the IDP strategic objectives and budgeted capital expenditure

Strategic Objective	Goal	Goal Code	2017/18 Medium Term Revenue & Budget	
R thousand			Budget Year	Budget
Basic Service Delivery	Sewerage	A	4 000	66
Basic Service Delivery	Electricity	B	—	400
Basic Service Delivery	Electricity	C	—	400
Basic Service Delivery	Electricity	D	1 000	—
Basic Service Delivery	Water	E	20 000	##### 48 644
Basic Service Delivery	Water	F	4 000	1 000
Basic Service Delivery	Water	G	4 000	1 000
Basic Service Delivery	Gametry	H	300	—
Basic Service Delivery	Parks and	I	497	—
Basic Service Delivery	Ground	J	—	—
Basic Service Delivery	Streets and	K	3 278	—
Basic Service Delivery	Swimming	L	—	—
Basic Service Delivery	Airport	M	—	4 500
		N		
		O		
		P		
Allocations to other priorities				
Total Capital Expenditure			43 095	##### 48 610

MBRR Table SA8 - Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2017/18 Medium Term Revenue & Expenditure		
		Budget Year	Budget Year	Budget Year
Borrowing Management				
Credit Rating				
Capital Charges to Operating	Interest &	0.2%	1.6%	1.7%
Capital Charges to Own	Finance	0.4%	2.4%	2.6%
Revised function of man.		0.0%	0.0%	0.0%
Safety of Capital				
Capital	Long Term	0.0%	0.0%	0.0%
Liquidity				
Current Ratio	Current	5.7	6.5	4.7
Current Ratio adjusted for	Current	5.7	6.5	4.7
Liquidity Ratio	Monetary	5.4	6.3	4.6
Revenue Management				
Annual Debtors Collection	Last 12 Mths	0.0%	91.0%	90.9%
Current Debtors Collection		90.9%	90.9%	90.7%
Outstanding Debtors to	Total	4.5%	4.3%	4.2%
Outstanding Debtors	Debtors > 12			
Creditors Management				
Checkers System Efficiency	% of			
Creditors to Cash and		10.2%	10.5%	16.6%
Other Indicators				
Electricity Distribution Losses (2)	Total			
	Total Cost of			
	% Volume			
	Total			
Water Distribution Losses (2)	Total Cost of			
	% Volume			
Employee costs	Employee			
Remuneration	Total	31.8%	32.6%	32.8%
Repairs & Maintenance	R&M Total	36.5%	36.3%	36.7%
Finance charges &	FS&O/Total	6.8%	4.9%	5.8%
IDP regulation financial viability		6%	11%	12%
i. Debt coverage	Total			
ii. O/S Service Debtors to	Total	2312.9%	2475.8%	#####
iii. Cost coverage	Available	0.1	0.1	0.1

2.3.1 Performance indicators and benchmarks

2.3.1.1 Borrowing Management

The municipality does not foresee any borrowing during the MTREF.

2.3.1.2 Safety of Capital

Gearing: no borrowing will be undertaken.

2.3.1.3 Liquidity

Current ratio is a measure of the current assets divided by the current liabilities. For the 2017/18 MTREF the current ratio is 5.74 in the 2017/18
The liquidity ratio is a measure of the ability of the municipality to utilize cash and cash equivalents to erase or redeem its current liabilities

2.3.1.4 Revenue Management

The revenue value chain must be streamlined by ensuring accurate billing, customer service, credit control and debt collection.

2.3.1.5 Creditors Management

The municipality has managed to ensure that creditors are settled within the legislated 30 days of invoice. By applying daily cash flow management

2.3.1.6 Other Indicators

The electricity distribution losses remain fairly constant since 2009/10. The initiatives to ensure these targets are achieved include managing illegal
Employee costs as a percentage of operating revenue is declining over the MTREF. This is primarily owing to the high increase in bulk purchases
Repairs and maintenance as percentage of operating revenue remains fairly constant over the MTREF.

2.3.2 Free Basic Services: basic social services package for indigent households

The social package assists residents that have difficulty paying for services and are registered as indigent households in terms of the Indigent
For the 2017/18 financial year 1 448 registered indigents have been provided for in the budget. In terms of the municipality's indigent policy
Further detail relating to the number of households receiving free basic services, the cost of free basic services, highest level of free basic services
Note that the number of households in informal areas that receive free services and the cost of these services (e.g. the provision of water through

2.4 Overview of budget related-policies

2.4.1 Review of credit control and debt collection procedures/policies

Policy	Amended	Comments
Investment incentive policy	No	
Financial investment policy	No	
Supply chain policy	No	
Fixed asset policy	No	
Tariff policy	No	Council will not levy surcharges for 2013-2014
Financial code policy	No	MFMA provides guidance
Cellular phone policy	No	
Travel and subsistence policy	No	
Warrant policy	No	
Funding and reserve policy	No	
By-laws	Amended	Comments
Availability funds	No	
Credit control	No	Council will not levy surcharges for 2013-2014
Indigent	No	Council will not levy surcharges for 2013-2014
Pound monies	No	
Rates	No	

2.5 Overview of budget assumptions

2.5.1 External factors

Due to the economic slowdown, financial resources are limited due to reduced payment levels by consumers. This has resulted in declining cash

2.5.2 General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2017/18 MTREF:

- National Government macro economic targets;
- The general inflationary outlook and the impact on municipality's residents and businesses;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity; and
- The increase in the cost of remuneration.

2.5.3 Collection rate for revenue services

The base assumption is that tariff and rate increases will increase at a rate slightly higher than CPI over the long term. It is also assumed that current the rate of revenue collection is currently expressed as a percentage (73 per cent) of annual billings. Cash flow is assumed to be 73 per cent of

2.5.4 Salary increases

The collective agreement for local government allows for salary increases of 7.33 percent for 2017/18 year and 6.4 percent for the 2018/19 year.

2.5.5 Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of 100 per cent is achieved on operating expenditure as well as on the capital programme for the 2017/18

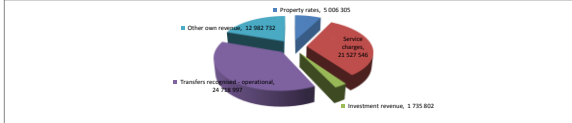
2.6 Overview of budget funding

2.6.1 Medium-term outlook: operating revenue

Table 14 Breakdown of the operating revenue over the medium-term:

R	Budget Year	Budget Year	Budget Year +2
Property rates	#####	#####	R 5 287 859.00
Service charges	#####	#####	#####
Rental of facilities and equipment	#####	R 393 644.00	R 413 327.00
Interest earned - external	#####	#####	R 1 869 097.00
Interest earned - outstanding	R 3 500.00	R - 3 465.00	R - 3 638.00
Fines	R 12 230.00	R 12 842.00	R 13 484.00
Licences and permits	R 7 420.00	R - 4 793.00	R - 4 631.00
Agency services	#####	R 158 850.00	R 162 610.00
Transfers recognised - operational	#####	#####	#####
Other revenue	#####	#####	#####
Gains on disposal of PPE	R -	R -	R -
Total Revenue (excluding capital)	#####	#####	#####

The following graph is a breakdown of the operational revenue per main category for the 2017/18 financial year.



MBRR SA15 – Detail Investment Information

Investment type	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
Parent municipality			
Securities - National Government			
Listed Corporate Bonds			
Deposits - Bank	48 728	74 001	75 662
Deposits - Public Investment Commissioners			
Deposits - Corporation for Public Deposits			
Bankers Acceptance Certificates			
Negotiable Certificates of Deposit - Banks			
Guaranteed Endowment Policies (sinking)			
Resurchase Agreements - Banks			
Municipal Bonds			
Municipality sub-total	48 728	74 001	75 662
Consolidated total:	48 728	74 001	75 662

MBRR SA16 – Investment particulars by maturity

2.6.2 Medium-term outlook: capital revenue

Table 15 Breakdown of the funding composition of the 2017/18 medium-term capital programme:

Vote Description R thousand	2017/18 Medium Term Revenue & Budget		
	Budget	Budget Year	Budget Year
Funded by:			
National Government	43 095	46 266	48 610
Provincial Government	-	-	-
District Municipality	-	-	-
Other transfers and grants	-	-	-
Transfers recognised - capital	43 095	46 266	48 610
Public contributions & donat	-	-	-
Borrowing	-	-	-
Internally generated funds	-	-	-
Total Capital Funding	43 095	46 266	48 610

Capital grants and receipts equates to 100 per cent of the total funding source for capital expenditure.

MBRR Table SA 17 - Detail of borrowings

Borrowing - Cateorised by type R thousand	2017/18 Medium Term Revenue & Budget		
	Budget	Budget Year	Budget Year
Parent municipality			
Annuity and Bullet Loans	-	-	-
Long-Term Loans (non-annuity)	-	-	-
Local registered stock	-	-	-
Instalment Credit	-	-	-
Financial Leases	-	-	-
PPP liabilities	-	-	-
Finance Granted By Cap Equipment Supplier	-	-	-
Marketable Bonds	-	-	-
Non-Marketable Bonds	-	-	-
Bankers Acceptances	-	-	-
Financial derivatives	-	-	-
Other Securities	-	-	-
Municipality sub-total	-	-	-
Total Borrowing	-	-	-

The municipality has no borrowing debt.

MBRR Table SA 18 - Capital transfers and grant receipts

Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
RECEIPTS:			
Capital Transfers and Grants			
National Government:	39 095	48 610	48 610
Municipal Infrastructure Co	8 095	8 310	8 310
Regional Bulk Infrastructure	30 000	40 300	40 300
Integrated National Electric	1 000	-	-
Provincial Government:	-	-	-
District Municipality:	-	-	-
(insert description)			
Other grant providers:	-	-	-
(insert description)			
Total Capital Transfers and Grants	39 095	48 610	48 610
TOTAL RECEIPTS OF TRANSFERS	63 614	71 306	74 176

2.6.3 Cash Flow Management

Cash flow management and

- Clear separation of receipts and payments within each cash flow category; and
- Clear separation of capital and operating receipts from government, which also enables cash from

MBRR Table A7 - Budget cash flow statement

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
R thousands			
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Property rates	3 675	3 880	4 101
Service charges	20 451	21 550	21 628
Other revenue	12 679	16 295	13 720
Government - operational	24 219	22 696	25 566
Government - capital	43 095	48 610	48 610
Interest	1 566	1 784	1 873
Dividends	-	-	-
Payments			
Suppliers and employees	(47 310)	(50 924)	(53 129)
Finance charges	(146)	(1 118)	(1 274)
Transfers and Grants	(10 095)	(9 402)	(10 843)
NET CASH FROM/USED OPERATING ACTIVITIES	48 635	53 373	50 253
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipts			
Proceeds on disposal of PPE	-	-	-
Decrease (increase) in non-cut	8	8	8
Decrease (increase) other non-cut	-	-	-
Decrease (increase) in non-cut	-	-	-
Payments			
Capital assets	(23 699)	(28 117)	(48 610)
NET CASH FROM/USED INVESTING ACTIVITIES	(23 691)	(28 109)	(48 602)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts			
Short term loans	-	-	-
Borrowing (long term/refinancing)	-	-	-
Increase (decrease) in consumables	10	10	10
Payments			
Repayment of borrowing	-	-	-
NET CASH FROM/USED FINANCING ACTIVITIES	10	10	10
NET INCREASE/(DECREASE) IN CASH	24 954	25 273	1 661
Cash/cash equivalents at the start of the year	25 282	50 266	75 540
Cash/cash equivalents at the end of the year	50 236	75 540	77 201

If the assumptions realise, cash flow will remain fairly constant over the MTRF.

2.6.4 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18

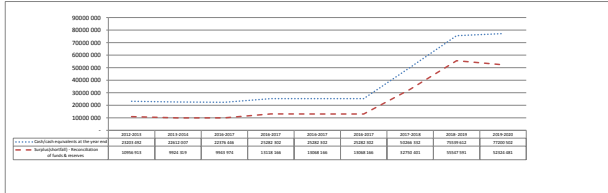
- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative

MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
Cash and investments available			
Cash/cash equivalents at the start	25 282	50 266	75 540
Other current investments > 90 days	1 538	1 538	1 538
- Long-term receivables	31	23	17
Cash and investments available:	26 851	51 828	77 095
Application of cash and investments			
Trade and other creditors	5 151	7 963	12 824
Unspent borrowing	-	-	-
Statutory requirements	166	166	166
Other working capital requirements	-	-	-
Other provisions	1 659	1 331	1 331
Long term investments (commit)	-	-	-
Reserves to be backed by cash	11 365	11 396	11 396
Total Application of cash and invest	18 382	20 845	25 716
Surplus/shortfall	8 469	30 982	51 379

The following graph supplies an analysis of the trends relating to cash and cash equivalents and the cash backed reserves/accumulated funds



2.6.5 Funding compliance measurement

National Treasury requires that the municipality assess its financial sustainability against fourteen different measures that look at various aspects of

MBRR SA10 – Funding compliance measurement

Description	MFMA section	2017/18 Medium Term Revenue & Budget Year	
		Budget Year 1	Budget Year 2
Funding measures			
Cash/cash equivalents at the yr end	18(1)b	50 206	75 540 #####
Cash + investments at the yr end	18(1)b	32 751	55 549 #####
Cash year end/monthly employ	18(1)b	11.1	15.9 15.2
Surplus/(Deficit) excluding debt	18(1)	44 145	47 219 #####
Service charge rev % change	18(1)a(2)	0.0%	0.0% 0.0%
Cash receipts % of Ratespayer	18(1)a(2)	0.0%	0.0% 0.0%
Debt (measurement expense as a %)	18(1)a(2)	9.0%	10.2% 10.4%
Capital payments % of capital	18(1)c.19	54.9%	60.8% #####
Borrowing receipts % of capital	18(1)c	0.0%	0.0% 0.0%
Grants % of Gov. legislation	18(1)a	0.0%	0.0% 0.0%
Current consumer debtors % of	18(1)a	0.0%	0.0% 0.0%
Long term receivables % change	18(1)b	0.0%	(24.4%) #####
RMA % of Property Plant & Equip	20(1)(a)	2.4%	1.6% 1.0%
Asset renewal % of capital bud	20(1)(a)	0.0%	0.0% 0.0%

2.6.5.1 Cash/cash equivalent position

The municipality's forecast cash position was discussed as part of the budgeted cash flow statement. A 'positive' cash position, for each year of the If the municipality's forecast cash position is negative, for any year of the medium term budget, the budget is very unlikely to meet MFMA

2.6.5.2 Cash plus investments less application of funds

The purpose of this measure is to understand how the municipality has applied the available cash and investments as identified in the budgeted

2.6.5.3 Monthly average payments covered by cash or cash equivalents

The purpose of this measure is to understand the level of financial risk should the municipality be under stress from a collection and cash in-flow

2.6.5.4 Surplus/deficit excluding depreciation offsets

The main purpose of this measure is to understand if the revenue levels are sufficient to conclude that the community is making a sufficient

2.6.5.5 Property Rates/service charge revenue as a percentage increase less macro inflation target

The purpose of this measure is to understand whether the municipality is contributing appropriately to the achievement of national inflation targets.

2.6.5.6 Cash receipts as a percentage of rateover and other revenue

This factor is a macro measure of the rate at which funds are 'collected'. This measure is intended to analyse the underlying assumed collection

2.6.5.7 Debt impairment expense as a percentage of billable revenue

This factor measures whether the provision for debt impairment is being adequately funded and is based on the underlying assumption that the

2.6.5.8 Capital payments percentage of capital expenditure

The purpose of this measure is to determine whether the timing of payments has been taken into consideration when forecasting the cash position.

2.6.5.9 Borrowing as a percentage of capital expenditure (excluding transfers, grants and contributions)

Council will not borrow for the MTREF.

2.6.5.10 Transfers/grants revenue as a percentage of Government transfers/grants available

The purpose of this measurement is mainly to ensure that all available transfers from national and provincial government have been budgeted for. A

2.6.5.11 Consumer debtors change (Current and Non-current)

The purpose of these measures are to ascertain whether budgeted reductions in outstanding debtors are realistic. There are 2 measures shown for

2.6.5.12 Repairs and maintenance expenditure level

This measure must be considered important within the context of the funding measures criteria because a trend that indicates insufficient funds are

2.6.5.13 Asset renewal/rehabilitation expenditure level

This measure has a similar objective to aforementioned objective relating to repairs and maintenance. A requirement of the detailed capital budget

2.7 Expenditure on grants and reconciliations of unspent funds

MBRR SA19 - Expenditure on transfers and grant programmes

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
EXPENDITURE:			
Operating expenditure of Transfers and Grants			
Operating Transfers and Grant	12 470	11 954	13 715
National Government	10 095	9 402	10 543
Local Government Equitaz	1 625	2 553	2 873
Finance Management			
Municipal Systems Improv	750	-	-
Other transfers/grants liner	1 031	1 137	1 191
Provincial Government			
Health subsidy			
Housing	1 031	1 137	1 191
Sport and Recreation			
Other transfers/grants liner	-	-	-
0	-	-	-
Other grant providers:			
Total operating expenditure of Tra	13 501	13 091	14 906
Capital expenditure of Transfers and Grants			
Capital Transfers and Grants	39 095	48 610	48 610
National Government	8 095	8 310	8 310
Municipal Infrastructure G	30 000	40 300	40 300
Regional Sub-Infrastruct	1 000	-	-
Integrated National Electrification Programme			
Other Capital transfers/grants	-	-	-
Other capital transfers/grants	-	-	-
0	-	-	-
Total capital expenditure of Transf	39 095	48 610	48 610
TOTAL EXPENDITURE OF TRANSF	52 596	61 701	63 516

MBRR SA 20 - Reconciliation between transfers, grant receipts and unspent funds

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
Operating transfers and grants:			
National Government:			
Balance unspent at beginning of the year			
Current year receipts	23 097	21 192	24 062
Conditions met - transfers	23 097	21 192	24 062
Conditions still to be met - transferred to liabilities			
Provincial Government:			
Balance unspent at beginning of the year			
Current year receipts	1 422	1 504	1 504
Conditions met - transfers	1 422	1 504	1 504
Conditions still to be met - transferred to liabilities			
District Municipality:			
Balance unspent at beginning of the year			
Current year receipts			
Conditions met - transfers			
Conditions still to be met - transferred to liabilities			
Other grant providers:			
Balance unspent at beginn	1 973	1 973	1 973
Current year receipts			
Conditions met - transfers			
Conditions still to be met - transferred to liabilities	1 973	1 973	1 973
Total operating transfers and grants	24 519	22 696	25 566
Total operating transfers and grants	1 973	1 973	1 973
Capital transfers and grants:			
National Government:			
Balance unspent at beginning of the year			
Current year receipts	39 095	48 610	48 610
Conditions met - transfers	39 095	48 610	48 610
Conditions still to be met - transferred to liabilities			
Provincial Government:			
Balance unspent at beginning of the year			
Current year receipts			
Conditions met - transfers			
Conditions still to be met - transferred to liabilities			
District Municipality:			
Balance unspent at beginning of the year			
Current year receipts			
Conditions met - transfers			
Conditions still to be met - transferred to liabilities			
Other grant providers:			
Balance unspent at beginning of the year			
Current year receipts			
Conditions met - transfers			
Conditions still to be met - transferred to liabilities			
Total capital transfers and grants	39 095	48 610	48 610
Total capital transfers and grants			
TOTAL TRANSFERS AND GRANTS	63 614	71 306	74 176
TOTAL TRANSFERS AND GRANTS	1 973	1 973	1 973

2.8 Councillor and employee benefits

MBRR SA22 - Summary of councillor and staff benefits

Summary of Employee and R thousand	2017/18 Medium Term Revenue & Budget Year		
	G	H	I
Councillors (Political Office Bearers plus Other)			
Basic Salaries and Wages	1 932	2 047	2 170
Pension and UIF Contributions	--	--	--
Medical Aid Contributions	--	--	--
Motor Vehicle Allowance	499	528	560
Cellphone Allowance	--	--	--
Housing Allowances	--	--	--
Other benefits and allowances	--	--	--
Sub Total - Councillors	2 430	2 575	2 730
% Increase	--	6.6%	6.6%
Senior Managers of the Municipality			
Basic Salaries and Wages	187	3 739	4 170
Pension and UIF Contributions	460	329	613
Medical Aid Contributions	151	105	107
Overtime	--	--	--
Performance Bonus	203	388	203
Motor Vehicle Allowance	502	359	384
Cellphone Allowance	--	--	--
Housing Allowances	--	--	--
Other benefits and allowances	39	73	41
Payments in lieu of leave	--	--	--
Long service awards	--	--	--
Post-retirement benefit obligations	--	--	--
Sub Total - Senior Managers of Mu	1 541	4 991	5 526
% Increase	--	223.9%	10.7%
Other Municipal Staff			
Basic Salaries and Wages	15 262	13 940	13 106
Pension and UIF Contributions	1 706	1 608	1 784
Medical Aid Contributions	493	1 265	413
Overtime	300	--	300
Performance Bonus	--	--	--
Motor Vehicle Allowance	83	--	96
Cellphone Allowance	--	--	--
Housing Allowances	143	--	8
Other benefits and allowances	681	598	702
Payments in lieu of leave	--	--	--
Long service awards	--	--	--
Post-retirement benefit obligations	791	--	957
Sub Total - Other Municipal Staff	19 461	17 491	17 367
% Increase	--	(10.1%)	(0.7%)
Total Parent Municipality	23 432	25 058	25 624
% Increase	--	6.9%	2.3%
TOTAL SALARY ALLOWANCES	23 432	25 058	25 624
% Increase	--	6.9%	2.3%
TOTAL MANAGERS AND STAFF	21 092	22 462	22 893

MBRR SA23 - Salaries, allowances and benefits (political office bearers/councillors/ senior managers)

Disclosure of Salaries.	No.	Salary	Contributions	Allowance	Performance	In-	Total
Rand per annum			1.				2.
Councillors							
Speaker	1	752 351	-	#####			1 077 975
Chief Whip	1	-	-	-			-
Executive Mayor	1	-	-	-			-
Deputy Executive Mayor	1	-	-	-			-
Executive Committee	2	-	-	-			-
Total for all other councillors	10	1 179 229	-	#####			1 512 846
Total Councillors	15	1 931 580	-	#####			2 590 821
Senior Managers of the Municipality							
Municipal Manager (MM)	1	1 104 528	11 577	-	64 689		1 180 794
Chief Finance Officer	1	703 840	225 992	#####	43 567		1 140 574
Chief Operational Manager	1	738 026	233 812	#####	50 723		1 190 733
Head: Corporate Services	1	703 840	178 526	#####	43 567		1 094 508
Total Senior Managers of the Muni	4	3 250 234	650 307	#####	202 543		4 694 609
TOTAL COST OF COUNCILLORS	19	5 181 814	650 307	#####	202 543		7 195 430

MBRR SA24 – Summary of personnel numbers

Summary of Personnel Numbers	2015/16			Current Year 2016/17			Budget Year 2017/18		
	Number	Positions	Permanent	Contract			Positions		
Municipal Council and Boards of Municipal Entities									
Councillors (Political Office Base)	7	7	–	7	7	–	7	7	–
Board Members of municipal entities	–	–	–	–	–	–	–	–	–
Municipal employees									
Municipal Manager and Senior Officers	4	3	1	4	3	1	4	3	1
Other Managers	3	3	–	3	3	–	3	3	–
Professionals	–	–	–	–	–	–	–	–	–
Finance	–	–	–	–	–	–	–	–	–
Spacial/town planning	–	–	–	–	–	–	–	–	–
Information Technology	–	–	–	–	–	–	–	–	–
Roads	–	–	–	–	–	–	–	–	–
Electricity	–	–	–	–	–	–	–	–	–
Water	–	–	–	–	–	–	–	–	–
Sanitation	–	–	–	–	–	–	–	–	–
Refuse	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Technicians	17	17	–	17	17	–	17	17	–
Finance	–	–	–	–	–	–	–	–	–
Spacial/town planning	–	–	–	–	–	–	–	–	–
Information Technology	–	–	–	–	–	–	–	–	–
Roads	–	–	–	–	–	–	–	–	–
Electricity	–	–	–	–	–	–	–	–	–
Water	–	–	–	–	–	–	–	–	–
Sanitation	–	–	–	–	–	–	–	–	–
Refuse	–	–	–	–	–	–	–	–	–
Other	17	17	–	17	17	–	17	17	–
Clerks (Clerical and administrative)	15	15	–	15	15	–	15	15	–
Service and sales workers	–	–	–	–	–	–	–	–	–
Skilled agricultural and fishery workers	–	–	–	–	–	–	–	–	–
Craft and related trades	–	–	–	–	–	–	–	–	–
Plant and Machine Operators	9	9	–	15	15	–	15	15	–
Elementary Occupations	42	42	–	31	31	–	31	31	–
TOTAL PERSONNEL NUMBERS	97	96	1	92	91	1	92	91	1
% increase				(5.2%)	(6.2%)				
Total municipal employees headcount	68	67	1	61	60	1	63	62	1
Finance personnel headcount	9	9	–	11	11	–	9	9	–
Human Resources personnel headcount	3	3	–	3	3	–	3	3	–

2.9 Monthly targets for revenue, expenditure and cash flow

MBRR SA25 - Budgeted monthly revenue and expenditure

Description	Budget Year 2017/18												Medium Term Forecast and Expenditure		
	July	August	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year 2018/19	Budget Year 2019/20	
Revenue By Source															
General taxes	4 525	424	424	424	424	424	424	424	424	424	424	4 525	4 525	4 525	
General charges - electricity meterage	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	1 775	
General charges - water meterage	300	300	300	300	300	300	300	300	300	300	300	300	300	300	
General charges - telephone meterage	275	275	275	275	275	275	275	275	275	275	275	275	275	275	
General charges - water sewerage	300	300	300	300	300	300	300	300	300	300	300	300	300	300	
General charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Income of business and investments	40	2	17	2	4	4	40	40	40	40	40	40	40	40	
Interest income - investment fund accounts	40	132	132	132	132	132	132	132	132	132	132	132	132	132	
Interest income - outstanding debits	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and rebates	10	1	1	1	1	1	1	1	1	1	1	10	10	10	
Grants and subsidies	10	1	1	1	1	1	1	1	1	1	1	10	10	10	
Agency services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Income from subsidiaries	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other revenue	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Total revenue	10 440	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	10 440	10 440	10 440	
Expenditure By Type															
Capital expenditure	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	
Provision of services	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Provision of social equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Subsidies	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Capital expenditure	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	
Provision of services	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Provision of social equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Subsidies	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
Total expenditure	1 200	2 100	2 100	2 100	2 100	2 100	2 100	2 100	2 100	2 100	2 100	1 200	1 200	1 200	
Surplus/Deficit	9 240	64	64	64	64	64	64	64	64	64	64	9 240	9 240	9 240	
Net Expenditure	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	
Net Revenue	9 440	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	9 440	9 440	9 440	

MBRR SA26 - Budgeted monthly revenue and expenditure (municipal vote)

Description	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework			
	July	August	Sept	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year 2018/19	Budget Year 2019/20	
Revenue by Vote																
Vote 1 - EXECUTIVE AND COUNCIL	11 997	1 106	406	1 390	593	2 398	5 894	497	993	8 098	207	14 220	25 407	14 718	10 493	
Vote 2 - BUDGET AND TREASURY OFFICE	5 028	58	345	4 219	1 523	389	800	258	1 007	300	256	10 961	20 207	20 857	27 595	
Vote 3 - CORPORATE SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 6 - PLANNING AND DEVELOPMENT	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - HEALTH	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 9 - COMMUNITY AND SOCIAL SERVICES	1 483	155	34	268	116	67	212	88	102	97	188	11 264	1 429	1 911	3 911	
Vote 7 - HOUSING	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - PUBLIC SAFETY	8	0	0	0	0	0	0	-	-	-	-	0	1	1	1	
Vote 9 - SPORT AND RECREATION	0	0	0	0	0	1	2	1	0	0	0	15	17	18	19	
Vote 10 - ENVIRONMENTAL PROTECTION	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - SOLID WASTE MANAGEMENT	353	353	353	484	354	353	358	357	357	359	361	258	4 270	7 124	7 288	
Vote 12 - WASTE WATER MANAGEMENT	205	211	213	222	403	212	217	216	205	210	216	147	2 875	6 117	6 545	
Vote 13 - ROAD TRANSPORT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Vote 14 - WATER	2 088	2 208	2 004	2 059	2 219	2 040	2 220	2 226	2 140	2 084	2 108	7 262	38 411	61 147	47 627	
Vote 15 - ELECTRICITY	261	895	895	891	919	799	796	603	932	746	779	877	19 205	11 179	11 995	
Total Revenue by Vote	31 478	3 888	3 210	11 622	6 228	7 485	13 260	3 221	6 975	3 846	3 119	13 933	188 966	117 620	108 493	
Expenditure by Vote to be appropriated																
Vote 1 - EXECUTIVE AND COUNCIL	3 840	810	719	1 944	854	863	2 483	301	602	2 727	480	8 947	21 313	22 349	23 649	
Vote 2 - BUDGET AND TREASURY OFFICE	493	560	734	1 619	763	1 271	762	262	103	364	487	2 247	40 122	43 716	50 226	
Vote 3 - CORPORATE SERVICES	181	183	181	285	189	176	687	182	229	385	182	317	3 108	3 188	3 368	
Vote 6 - PLANNING AND DEVELOPMENT	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - HEALTH	61	51	0	0	0	0	0	0	0	0	0	47	54	97	89	
Vote 9 - COMMUNITY AND SOCIAL SERVICES	20	209	160	182	189	183	172	237	183	186	200	383	2 538	2 897	3 104	
Vote 7 - HOUSING	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 8 - PUBLIC SAFETY	8	0	0	0	0	0	0	0	0	0	0	0	18	18	18	
Vote 9 - SPORT AND RECREATION	61	78	82	61	61	61	101	85	88	88	98	81	250	1 106	989	824
Vote 10 - ENVIRONMENTAL PROTECTION	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Vote 11 - SOLID WASTE MANAGEMENT	294	294	294	424	294	294	294	294	294	294	294	200	3 294	5 625	5 788	
Vote 12 - WASTE WATER MANAGEMENT	222	248	242	254	466	248	248	242	234	241	242	150	4 482	4 898	5 421	
Vote 13 - ROAD TRANSPORT	246	246	246	419	193	207	246	207	207	203	204	1 093	4 107	4 107	4 805	
Vote 14 - WATER	183	187	187	207	193	183	183	183	183	183	183	624	1 813	2 018	2 042	
Vote 15 - ELECTRICITY	186	1 433	1 077	960	612	625	676	584	816	612	661	1 004	11 772	12 826	13 973	
Total Expenditure by Vote	5 942	4 348	3 771	5 766	3 287	4 298	5 887	3 149	3 486	4 919	3 181	14 911	84 901	78 403	79 388	
Surplus/Deficit before votes	13 536	752	1 439	3 856	2 941	3 182	3 471	2 102	2 489	2 927	1 938	11 022	104 065	47 217	28 105	
Surplus/Deficit	18 584	1 501	2 878	6 682	3 263	3 967	5 471	2 183	2 987	2 927	1 938	11 022	104 065	47 217	28 105	

MBRR SA27 - Budgeted monthly revenue and expenditure (standard classification)

Description	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year 2017/18	Budget Year 2017/18
Revenue - Functional															
Government and administration	16 630	1 765	2 011	4 280	2 226	2 298	4 300	4 015	1 939	3 226	4 920	39 261	43 516	40 989	
Education and training	12 937	1 766	2 061	1 990	1 991	2 288	2 524	407	1 631	1 299	1 727	17 221	17 497	16 716	
Finance and administration	1 038	105	245	4 716	1 326	396	485	268	1 467	206	276	19 961	21 221	21 017	
Health															
Community and public safety	1 444	155	34	247	116	68	275	168	167	97	146	1 030	1 447	1 536	
Community and social services	1 440	155	34	246	116	67	273	167	167	97	146	1 029	1 411	1 511	
Street and roads	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Public safety	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Health															
Environment and environmental services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Planning and development															
Road transport	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Developmental projects															
Feeding services	3 787	3 788	4 271	4 768	4 194	4 488	4 300	4 624	4 489	4 426	4 474	36 925	72 586	72 241	
Energy systems	741	409	820	377	438	750	766	620	620	660	720	5 220	11 276	10 800	
Water management	1 806	2 279	2 226	1 990	1 991	2 288	2 224	1 220	1 291	1 299	1 700	15 211	40 247	47 807	
Waste water management	295	271	276	221	265	272	271	276	266	270	241	2 276	4 217	4 545	
Waste management	393	395	391	424	394	393	396	397	397	391	298	4 276	7 734	7 260	
Other															
Total Revenue - Functional	20 476	2 246	2 251	11 220	6 106	5 486	11 366	9 227	4 271	3 115	3 922	109 968	117 472	116 463	
Expenditure - Functional															
Government and administration	4 484	1 364	1 524	2 249	1 095	2 276	2 812	4 015	4 417	1 171	2 811	24 302	28 415	40 283	
Education and training	1 186	1 766	1 990	1 990	1 991	2 288	2 491	407	1 631	1 299	1 641	17 221	17 545	16 843	
Finance and administration	1 038	105	245	4 716	1 326	396	485	268	1 467	206	276	19 961	21 221	21 017	
Health															
Community and public safety	163	206	234	234	236	266	265	175	167	206	276	2 393	3 620	3 812	
Community and social services	163	206	234	234	236	266	265	175	167	206	276	2 393	3 620	3 812	
Street and roads	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Public safety	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Health															
Environment and environmental services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Planning and development															
Road transport	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Developmental projects															
Feeding services	1 129	1 129	1 485	1 646	1 486	1 486	1 486	1 542	1 516	1 416	1 411	11 873	24 230	24 811	
Energy systems	1 441	1 441	1 441	1 441	1 441	1 441	1 441	1 441	1 441	1 441	1 441	11 276	12 236	10 800	
Water management	1 806	2 279	2 226	1 990	1 991	2 288	2 224	1 220	1 291	1 299	1 700	15 211	40 247	47 807	
Waste water management	295	271	276	221	265	272	271	276	266	270	241	2 276	4 217	4 545	
Waste management	393	395	391	424	394	393	396	397	397	391	298	4 276	7 734	7 260	
Other															
Total Expenditure - Functional	11 442	4 146	4 271	11 768	5 267	4 758	10 807	14 486	14 914	3 411	14 911	144 981	174 881	176 261	
Surplus/Deficit before assets	10 534	1 752	1 480	1 452	1 209	1 307	4 479	2 189	2 187	2 184	1 011	44 187	47 216	45 883	
Surplus/Deficit	10 534	1 752	1 480	1 452	1 209	1 307	4 479	2 189	2 187	2 184	1 011	44 187	47 216	45 883	

MBRR SA28 - Budgeted monthly capital expenditure (municipal vote)

Description	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year 2017/18	Budget Year 2017/18
Health expenditure to be implemented															
Major projects to be implemented															
Vote 1 - CAPITAL AND CONSTRUCTION															
Vote 2 - SUBSIDY AND TREASURY OFFICE															
Vote 3 - COMMUNITY SERVICES															
Vote 4 - PLANNING AND DEVELOPMENT															
Vote 5 - HEALTH															
Vote 6 - COMMUNITY AND SOCIAL SERVICES															
Vote 7 - EDUCATION															
Vote 8 - PUBLIC SAFETY															
Vote 9 - ENVIRONMENT AND DEVELOPMENT															
Vote 10 - ENVIRONMENTAL PROTECTION															
Vote 11 - ROAD AND TRAFFIC MANAGEMENT															
Vote 12 - ROAD TRANSPORT															
Capital expenditure to be implemented	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	12 566	12 566	12 566	
Health expenditure to be implemented															
Major projects to be implemented															
Vote 1 - CAPITAL AND CONSTRUCTION															
Vote 2 - SUBSIDY AND TREASURY OFFICE															
Vote 3 - COMMUNITY SERVICES															
Vote 4 - PLANNING AND DEVELOPMENT															
Vote 5 - HEALTH															
Vote 6 - COMMUNITY AND SOCIAL SERVICES															
Vote 7 - EDUCATION															
Vote 8 - PUBLIC SAFETY															
Vote 9 - ENVIRONMENT AND DEVELOPMENT															
Vote 10 - ENVIRONMENTAL PROTECTION															
Vote 11 - ROAD AND TRAFFIC MANAGEMENT															
Vote 12 - ROAD TRANSPORT															
Capital expenditure to be implemented	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	1 568	12 566	12 566	12 566	
Surplus/Deficit before assets															
Surplus/Deficit															

MBRR SA20 - Budgeted monthly capital expenditure (standard classification)

Account description	2017												Budgeted Capital Expenditure 2017	Budgeted Capital Expenditure 2018	Budgeted Capital Expenditure 2019			
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec						
Capital expenditure - functional																		
- Buildings and structures																		
- Equipment and plant																		
- Infrastructure and public works																		
- Other capital expenditure																		
Capital expenditure - non-functional																		
- Buildings and structures																		
- Equipment and plant																		
- Infrastructure and public works																		
- Other capital expenditure																		
Total capital expenditure																		
- Buildings and structures																		
- Equipment and plant																		
- Infrastructure and public works																		
- Other capital expenditure																		
Total capital expenditure																		

MBRR SA30 - Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2017/18												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Net Cash Receipts by Source	294	722	1 640	421	371	206	162	100	191	80	36	209	5 675	3 800	4 101
Transfer by donor	489	432	488	1 890	512	443	609	706	779	807	577	1 773	1 737	9 240	9 641
Property rates	110	27	131	-	147	118	205	268	329	289	480	2 714	4 242	4 941	4 930
Finance charges - electricity revenue	181	108	290	-	200	183	270	384	170	841	303	412	2 827	2 908	3 190
Finance charges - sanitation revenue	207	217	328	-	366	293	354	296	338	416	432	1 896	4 201	4 201	4 201
Finance charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance charges - other	20	114	40	26	21	23	33	4	4	25	13	100	274	207	203
Fuel of boilers and equipment	15	89	83	89	88	394	184	110	102	176	110	89	1 542	1 700	1 800
Interest earned - financial investments	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dividends received	0	2	1	1	0	1	0	2	0	0	1	1	12	10	13
Fees, penalties and refunds	1	1	1	0	0	0	0	1	1	1	0	2	7	5	5
Grants and permits	28	18	26	19	22	21	12	103	69	2	8	270	227	169	162
Transfer income - operations	7 500	-	-	4 700	-	-	5 900	-	-	4 700	-	1 644	24 719	22 884	25 964
Transfer and subsidies	108	102	39	166	107	103	120	84	341	10	279	10 812	10 140	10 801	12 207
Cash Receipts by Source	9 944	2 810	3 907	4 520	5 083	1 799	8 160	1 946	2 418	2 290	16 461	62 889	60 294	68 803	
Other Cash Flows by Source															
Transfer receipt - capital	7 800	-	-	-	-	7 800	-	-	7 800	-	-	18 424	43 085	48 810	48 810
Capitalised long-term investments	3	1	4	3	1	2	0	1	1	0	0	10	10	10	
Proceeds on disposal of PPE	-1	2	1	1	1	1	1	1	1	1	1	10	8	8	
Net Cash Receipts by Source	17 435	2 818	3 912	4 528	1 885	9 669	8 266	1 949	9 919	7 412	2 292	39 877	106 293	114 830	119 516
Cash Expenditure by Type															
Transfer to donor	1 296	1 296	1 296	1 840	1 308	1 815	1 467	1 010	1 546	1 165	1 446	5 036	21 002	22 482	23 003
Payment of salaries	190	201	230	201	205	205	204	189	202	206	210	736	2 430	2 639	2 797
Finance charges	-	-	-	-	-	-	-	-	-	-	-	146	1 116	1 216	
Risk purchases - Electricity	163	1 244	531	146	161	607	605	606	106	607	724	2 036	10 812	11 812	12 023
Risk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other salaries	18	191	80	110	264	180	80	47	40	30	36	483	1 440	1 600	1 610
Contracted services	23	103	114	107	437	293	103	70	71	30	30	815	2 004	1 930	2 148
Transfer and grants - other	2 024	0	0	2 024	-	-	2 024	-	-	2 024	-	110	10 095	9 402	10 043
Other salaries	1 064	264	406	307	360	1 833	1 601	1 041	1 001	36	100	4 008	9 000	8 000	10 000
Cash Payments by Type	5 084	3 264	3 871	4 608	4 608	4 319	5 143	2 810	2 837	4 192	2 879	12 793	37 558	41 443	43 243
Other Cash Flows/Payments by Type															
Finance	4 034	1 500	1 500	1 500	1 500	1 833	1 500	1 000	1 000	1 000	1 000	3 000	22 860	26 111	26 610
Net Cash Payments by Type	10 688	4 764	4 571	3 108	3 108	8 154	6 643	4 310	4 137	6 202	4 879	14 293	61 219	69 564	73 853
NET INCREASE/DECREASE IN CASH	6 747	3 054	3 941	1 420	777	1 515	1 323	639	5 782	2 220	413	23 084	44 074	45 366	45 663
Opening cash equivalents at the month/year end	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000	20 000
Closing cash equivalents at the month/year end	26 747	23 054	23 941	21 420	20 777	21 515	21 323	20 639	25 812	22 220	20 413	43 084	84 074	129 436	175 063

2.10 Contracts having future budgetary implications

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure

2.11 Capital expenditure details

The following four tables present details of the municipality's capital expenditure programme, firstly on new assets, then the renewal of assets, the

MBRR SA 34a - Capital expenditure on new assets by asset class

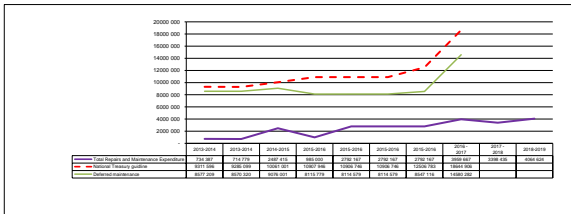
Description	2017/18 Medium Term Revenue &		
	R thousand Budget	Budget Year	Budget Year
Capital expenditure on new assets by Asset Class/Sub-class			
Infrastructure	15 000	20 000	40 300
Roads Infrastructure			
Roads	-	-	-
Road Structures	-	-	-
Road Furniture	-	-	-
Capital Spares	-	-	-
Storm water Infrastructure	-	-	-
Drainage Collection	-	-	-
Storm water Conveyance	-	-	-
Attenuation	-	-	-
Electrical Infrastructure	-	-	-
Power Plants	-	-	-
HV Substations	-	-	-
HV Switching Station	-	-	-
HV Transmission Conduct	-	-	-
MV Substations	-	-	-
MV Switching Stations	-	-	-
MV Networks	-	-	-
LV Networks	-	-	-
Capital Spares	-	-	-
Water Supply Infrastructure	15 000	20 000	40 300
Dams and Weirs	-	-	-
Boreholes	15 000	20 000	40 300
Total Capital Expenditure on new	15 000	20 000	40 300

MBRR SA 34b - Capital expenditure on new assets by asset class

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
R thousand			
Capital expenditure on renewal of existing assets by Asset Class/Sub-class	7 427	6 517	8 310
Infrastructure			
Roads Infrastructure	4 150	3 000	2 344
Roads	4 150	3 000	2 344
Storm water Infrastructure	–	–	–
Electrical Infrastructure	1 000	–	400
HV Transmission Conductors	1 000	–	400
Water Supply Infrastructure	–	–	1 000
Distribution	–	–	1 000
Sanitation Infrastructure	2 277	3 617	66
Pump Station	–	–	–
Retreatment	2 277	3 617	66
Solid Waste Infrastructure	–	–	4 500
Capital Spares	–	–	4 500
Community Assets	1 242	1 500	–
Community Facilities	–	–	–
Sport and Recreation Facilities	1 242	1 500	–
Indoor Facilities	–	–	–
Outdoor Facilities	1 242	1 500	–
Capital Spares	–	–	–
Heritage assets	–	–	–
Investment properties	–	–	–
Revenue Generating	–	–	–
Improved Property	–	–	–
Unimproved Property	–	–	–
Non-revenue Generating	–	–	–
Improved Property	–	–	–
Unimproved Property	–	–	–
Other assets	–	–	–
Housing	–	–	–
Biological or Cultivated Assets	–	–	–
Intangible Assets	–	–	–
Computer Equipment	–	–	–
Furniture and Office Equipment	–	–	–
Machinery and Equipment	–	–	–
Transport Assets	–	–	–
Libraries	–	–	–
Zoo's, Marine and Non-biological Assets	–	–	–
Total Capital Expenditure on renewal of existing assets by Asset Class/Sub-class	8 669	8 117	8 310

MBRR SA34c - Repairs and maintenance expenditure by asset class

Description	2017/18 Budget	Medium Term Budget Year	Revenue & Budget Year
R thousand			
Repairs and maintenance expenditure by Asset Class/Sub-class	606	975	1 393
Infrastructure			
Roads Infrastructure	72	76	79
Roads	72	76	79
Storm water Infrastructure	-	-	-
Electrical Infrastructure	133	269	290
Power Plants	4	130	137
HV Transmission Conduct	129	138	153
Water Supply Infrastructure	365	383	764
Reservoirs	365	383	764
Sanitation Infrastructure	227	238	250
Pump Station	227	238	250
Resecution	-	-	-
Solid Waste Infrastructure	9	9	10
Capital Spares	9	9	10
Rail Infrastructure	-	-	-
Coastal Infrastructure	-	-	-
Information and Communication	349	355	396
Community Assets	349	355	396
Community Facilities	349	355	396
Clinical Care Centres	3	3	3
Museums	4	5	5
Libraries	282	284	312
Cemeteries/Crematoria	6	6	7
Public Open Space	20	21	22
Capital Spares	34	36	37
Sport and Recreation Facilities	-	-	-
Heritage assets	1	1	1
Investment properties	-	-	-
Revenue Generating	-	-	-
Non-revenue Generating	-	-	-
Other assets	241	314	342
Operational Buildings	241	314	342
Municipal Offices	241	314	342
Housing	-	-	-
Biological or Cultivated Assets	-	-	-
Biological or Cultivated Assets	-	-	-
Intangible Assets	-	-	-
Computer Equipment	1 577	844	988
Computer Equipment	1 577	844	988
Furniture and Office Equipment	52	55	57
Furniture and Office Equipment	52	55	57
Machinery and Equipment	10	11	11
Machinery and Equipment	10	11	11
Transport Assets	804	845	867
Transport Assets	804	845	867
Libraries	-	-	-
Zoo's, Marine and Non-biological /	-	-	-
Total Repairs and Maintenance Ex	3 840	3 398	4 065



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MIRR SA34d - Depreciation by asset class

R thousand	2017/18 Budget	Medium Term Budget Year	Revenue & Budget Year
Depreciation by Asset Class/Sub-class	2 477	4 715	5 626
Infrastructure	1 573	3 300	3 631
Roads Infrastructure	1 573	3 300	3 631
Roads	7	7	7
Storm water Infrastructure	7	7	7
Storm water Conveyance	7	7	7
Electrical Infrastructure	170	241	291
HV Transmission Conduct	170	241	291
Water Supply Infrastructure	307	507	607
Reservoirs	307	507	607
Sanitation Infrastructure	294	513	682
Retiulation	294	114	289
Waste Water Treatment W	294	400	394
Solid Waste Infrastructure	127	127	207
Landfill Sites	127	127	177
Capital Stores	-	-	30
Rail Infrastructure	-	-	-
Coastal Infrastructure	-	-	-
Information and Communication	-	-	-
Community Assets	413	642	642
Community Facilities	413	642	642
Clinic/Care Centres	15	15	15
Museums	15	15	15
Libraries	28	28	28
Cemeteries/Crematoria	1	1	1
Capital Stores	354	583	583
Sport and Recreation Facilities	-	-	-
Heritage assets	-	-	-
Investment properties	-	-	-
Revenue Generating	-	-	-
Non-revenue Generating	-	-	-
Other assets	410	410	510
Operational Buildings	410	410	510
Municipal Offices	112	112	112
Manufacturing Plant	255	255	355
Depots	43	43	43
Housing	-	-	-
Biological or Cultivated Assets	-	-	-
Intangible Assets	58	58	68
Licences and Rights	58	58	68
Computer Software and A	58	58	58
Land Settlement Software Applications	-	-	10
Unspecified	-	-	-
Computer Equipment	83	83	83
Computer Equipment	83	83	83
Furniture and Office Equipment	114	120	120
Furniture and Office Equipment	114	120	120
Machinery and Equipment	114	114	124
Machinery and Equipment	114	114	124
Transport Assets	298	298	398
Transport Assets	298	298	398
Libraries	-	-	-
Zoo's, Marine and Non-biological	-	-	-
Total Depreciation	3 967	6 440	7 571

MBRR SA35 - Future financial implications of the capital budget

Vote Description R thousand	2017/18 Medium Term Revenue &			Forecasts	
	Budget	Budget Year	Budget Year	Forecast	Present
Capital expenditure					
Multi-year expenditure to be ap	-	-	-		
Vote 1 - EXECUTIVE AND CO	-	-	-		
Vote 2 - BUDGET AND TREAS	-	4 500	-		
Vote 3 - CORPORATE SERV	-	-	-		
Vote 4 - PLANNING AND DEVE	-	-	-		
Vote 5 - HEALTH	-	-	-		
Vote 6 - COMMUNITY AND SO	320	-	-		
Vote 7 - HOUSING	-	-	-		
Vote 8 - PUBLIC SAFETY	-	-	-		
Vote 9 - SPORT AND RECREA	497	-	-		
Vote 10 - ENVIRONMENTAL PR	-	-	-		
Vote 11 - SOLID WASTE MANA	-	-	48 544		
Vote 12 - WASTE WATER MAN	4 000	66	66		
Vote 13 - ROAD TRANSPORT	3 278	-	-		
Vote 14 - WATER	34 000	41 300	-		
List entity summary if applicable					
Total Capital Expenditure	42 095	45 866	48 610	-	-
Future operational costs by vote					
Multi-year expenditure to be ap	-	-	-		
Vote 1 - EXECUTIVE AND CO	-	-	-		
Vote 2 - BUDGET AND TREAS	52	55	57		
Vote 3 - CORPORATE SERV	-	-	-		
Vote 4 - PLANNING AND DEVE	3	3	3		
Vote 5 - HEALTH	292	295	323		
Vote 6 - COMMUNITY AND SO	-	-	-		
Vote 7 - HOUSING	8	8	9		
Vote 8 - PUBLIC SAFETY	46	46	51		
Vote 9 - SPORT AND RECREA	-	-	-		
Vote 10 - ENVIRONMENTAL PR	10	11	11		
Vote 11 - SOLID WASTE MANA	931	978	1 027		
Vote 12 - WASTE WATER MAN	172	181	190		
Vote 13 - ROAD TRANSPORT	365	383	384		
Vote 14 - WATER	133	269	290		
List entity summary if applicable					
Total future operational costs	2 012	2 231	2 725	-	-
Net Financial Implications	44 107	48 097	51 335	-	-

2.12 Annual budgets and SDBIP's - internal departments

Table 15 Executive and Council - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA		2017/2018
Description		EXPENSITIVE
R thousand		R'000
R	-	-
R	-	-
Interest earned - external assets		1 736
Interest earned - outstanding		3
Fines, penalties and forfeits		12
Other revenue		3 222
Transfers and subsidies		3 265
Total Revenue (excluding capital)		8 239
Expenditure By Type		
Employee related costs		2 842
Remuneration of councillors		2 490
Debt impairment		2 394
Other materials		180
Transfers and subsidies		10 295
Other expenditure		3 113
Total Expenditure		21 313
Surplus/(Deficit)		(13 074)
Transfers and subsidies - capital		8 095
Surplus/(Deficit) after capital		(4 979)
Capital Expenditure		-
Surplus/(Deficit) after capital		(4 979)
Surplus/(Deficit) after capital		(4 979)

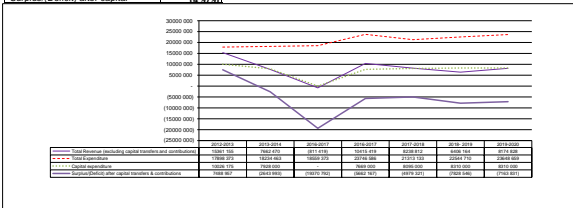


Table 16 Budget and treasury - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018

Description	BUDGET
R thousand	AMR
R	-
Revenue By Source	
Property rates	5 205
Rental of facilities and equipment	361
Licences and permits	7
Agency services	237
Other revenue	10 516
Transfers and subsidies	9 399
Total Revenue (excluding capital)	25 196
Expenditure By Type	
Employee related costs	5 704
Depreciation & asset impairment	1 227
Other materials	70
Contracted services	1 577
Other expenditure	1 542
Loss on disposal of PPE	-
Total Expenditure	10 121
Surplus/(Deficit)	15 076
Transfers and subsidies - capital	-
Surplus/(Deficit) after capital	15 076
Capital Expenditure	-
Surplus/(Deficit) after capital	15 076

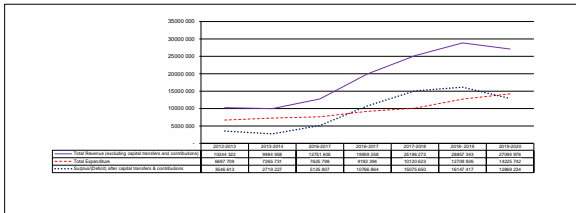


Table 17 Corporate services - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018	
Description	
R thousand	Corporate
Revenue By Source	
Total Revenue (excluding capex)	--
Expenditure By Type	
Employee related costs	2 837
Contracted services	52
Transfers and subsidies	--
Other expenditure	238
Less on disposal of PPE	--
Total Expenditure	3 126
Surplus/(Deficit)	(3 126)
Transfers and subsidies - capital	--
Surplus/(Deficit) after capital transfers	(3 126)
Capital Expenditure	--
Surplus/(Deficit) after capital	(3 126)

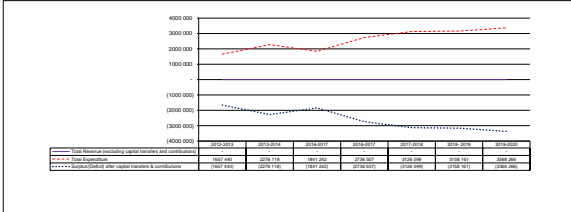


Table 18 Health - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018

Description	HEALTH
R thousand	
R	-
Revenue By Source	
Total Revenue (excluding capital)	-
Expenditure By Type	
Other materials	3
Contracted services	-
Transfers and subsidies	-
Other expenditure	51
Loss on disposal of PPE	-
Total Expenditure	54
Surplus/(Deficit)	
Transfers and subsidies - capital	(54)
Surplus/(Deficit) after capital	(54)
Capital Expenditure	-
Surplus/(Deficit) after capital	(54)



Table 19 Community services - operating revenue by source, expenditure by type and total capital expenditure
 Compliance with the MFMA 2017/2018

Description	R thousand	COMMUNIT
Revenue By Source		
Rental of facilities and equipment	1	
Fines, penalties and forfeits	0	
Other revenue	1 422	
Transfers and subsidies	6	
Gains on disposal of PPE		
Total Revenue (excluding)	1 429	
Expenditure By Type		
Employee related costs	1 568	
Other materials	10	
Contracted services	292	
Transfers and subsidies	-	
Other expenditure	678	
Loss on disposal of PPE	-	
Total Expenditure	2 538	
Surplus/(Deficit)	(1 109)	
Transfers and subsidies - capital	R	
Surplus/(Deficit) after capital	(1 109)	
Capital Expenditure	(200)	
Surplus/(Deficit) after capital	(1 429)	

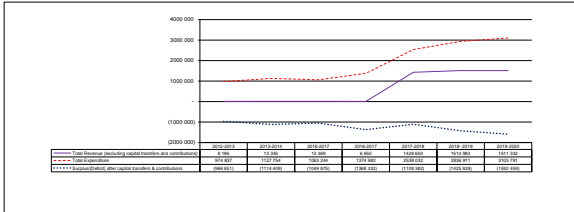


Table 20 Public safety - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018

Description	PUBLIC SAFETY
R thousand	
Revenue By Source	
Transfers and subsidies	1
Claims on disposal of PPE	-
Total Revenue (excluding capital)	1
Expenditure By Type	
Employee related costs	47
Other materials	5
Contracted services	3
Transfers and subsidies	-
Other expenditure	49
Loss on disposal of PPE	-
Total Expenditure	104
Surplus/(Deficit)	(103)
Transfers and subsidies - capital	-
Surplus/(Deficit) after capital	(103)
Capital Expenditure	-
Surplus/(Deficit) after capital	(103)

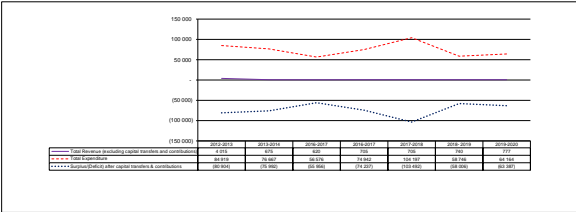


Table 21 Sport and recreation - operating revenue by source, expenditure by type and total capital expenditure
 Compliance with the MFMA 2017/2018

Description	SPORT AND RECREATION
R thousand	
R thousand	
Revenue By Source	
Rental of facilities and equipment	12
Transfers and subsidies	6
Gains on disposal of PPE	-
Total Revenue (excluding capital)	17
Expenditure By Type	
Employee related costs	805
Other materials	43
Contracted services	3
Other expenditure	255
Loss on disposal of PPE	2
Total Expenditure	1 108
Surplus/(Deficit)	(1 091)
Transfers and subsidies - capital	-
Surplus/(Deficit) after capital	(1 091)
Capital Expenditure	(697)
Surplus/(Deficit) after capital	(1 588)

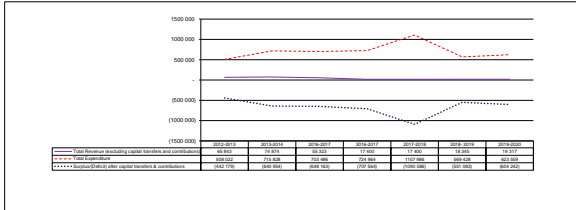


Table 22 Solid waste management - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018

Description	SOLID WASTE
R thousand	WASTE
Revenue By Source	Revenue By Source
Service charges - refuse removal	4 101
Other revenues	2 784
Transfers and subsidies	1
Total Revenue (excluding capital)	6 886
Expenditure By Type	Expenditure By Type
Employee related costs	2 889
Finance charges	145
Contracted services	10
Other expenditure	582
Total Expenditure	3 625
Surplus/(Deficit)	3 261
Transfers and subsidies - capital	-
Surplus/(Deficit) after capital	3 261
Capital Expenditure	-
Surplus/(Deficit) after capital	3 261

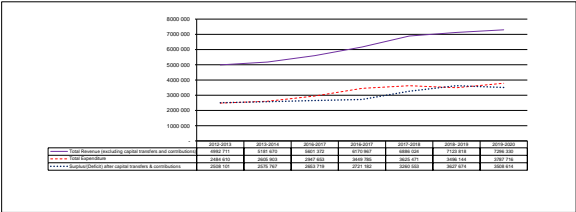


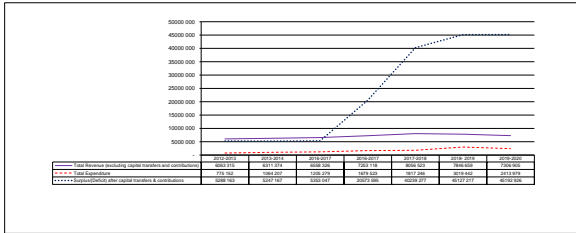
Table 23 Waste water management - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA 2017/2018

Description	WASTE WATER
R thousand	
Revenue By Source	
Service charges - sanitation re	2 976
Other revenue	2 709
Total Revenue (excluding capital)	5 684
Expenditure By Type	
Employee related costs	1 682
Depreciation & asset impairment	1 227
Other materials	704
Contracted services	227
Other expenditure	621
Total Expenditure	4 461
Surplus/(Deficit)	1 224
Transfers and subsidies - capital	-
Surplus/(Deficit) after capital	1 224
Capital Expenditure	(4 000)
Surplus/(Deficit) after capital	(2 776)

Table 25 Water - operating revenue by source, expenditure by type and total capital expenditure

Compliance with the MFMA		2017/2018
Description	WATER	
R thousand	R thousand	
Revenue By Source		
Service charges - water revenue	5 202	
Other revenue	2 864	
Transfers and subsidies	0	
Total Revenue (excluding capital)	8 067	
Expenditure By Type		
Employee related costs	513	
Other materials	395	
Other expenditure	940	
Total Expenditure	1 817	
Surplus/(Deficit)	6 250	
Transfers and subsidies - capital	34 900	
Surplus/(Deficit) after capital	40 238	
Capital Expenditure	(34 000)	
Surplus/(Deficit) after capital Expend	6 239	



2.13 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Mayor (within 10 working

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed two interns undergoing training in

3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

4. Audit Committee

An Audit Committee has been established and is fully functional

5. Service Delivery and Implementation Plan

The detailed SDSIP document, directly aligned and informed by the 2017 - 2018 MTREF, has been tabled and is ready for approval by the Mayor.

6. Annual Report

The annual report is compiled in terms of the MFMA and National Treasury requirements

7. MFMA Training

MFMA training has not yet commenced.

8. Policies

An amendment of the Municipal Property Rates Regulations as published in Government Notice 363 of 27 March 2009, was announced in

Description	2017/18 Medium Term Revenue &		
	Budget	Budget Year	Budget Year
R thousand			
REVENUE ITEMS:			
Property rates			
Total Property Rates	5 006	5 287	5 588
less Revenue Foregone			
Net Property Rates	5 006	5 287	5 588
Service charges - electricity revenue			
Total Service charges - electricity	9 249	9 730	10 148
less Revenue Foregone			
less Cost of Free Basis			
Net Service charges - electricity	9 249	9 730	10 148
Service charges - water revenue			
Total Service charges - water	5 202	5 201	4 834
less Revenue Foregone			
less Cost of Free Basis			
Net Service charges - water revenue	5 202	5 201	4 834
Service charges - sanitation revenue			
Total Service charges - sanitation	2 976	3 248	3 273
less Revenue Foregone			
less Cost of Free Basis			
Net Service charges - sanitation	2 976	3 248	3 273
Service charges - refuse revenue			
Total refuse removal revenue	4 101	4 506	4 511
Total landfill revenue			
less Revenue Foregone			
less Cost of Free Basis			
Net Service charges - refuse	4 101	4 506	4 511
Other Revenue by source			
Surplus funding	6 075	9 070	9 339
Other revenue	6 273	6 871	4 118
Total 'Other' Revenue	12 348	16 941	13 457
Description	2017/18 Budget	Medium Term Budget Year	Revenue & Budget Year
R thousand			
EXPENDITURE ITEMS:			
Employee related costs			
Basic Salaries and Wages	15 448	17 679	17 285
Pension and UIF Contributions	2 188	2 015	2 397
Medical Aid Contributions	644	1 370	500
Overtime	300		300
Performance Bonus	203	388	203
Motor Vehicle Allowance	595		479
Cellphone Allowance			
Housing Allowances	143		8
Other benefits and allowances	720	671	744
Payments in lieu of leave			
Long service awards			
Post-retirement benefit obligations	791		957
sub-total	21 002	22 482	22 893
Less: Employees costs capitalised to PPE			
Total Employee related costs	21 002	22 482	22 893
Contributions recognised - capital			
Total Contributions recognised - capital			
Depreciation & asset impairment			
Depreciation of Property, Plant & Equipment	3 681	6 154	7 185
Total Depreciation & asset impairment	3 681	6 154	7 185
Bulk purchases			
Electricity Bulk Purchases	10 912	11 812	13 023
Total bulk purchases	10 912	11 812	13 023
Transfers and grants			
Cash transfers and grants	10 095	9 402	10 843
Total transfers and grants	10 095	9 402	10 843
Contracted services			
List services provided by contractor	2 394	1 930	2 149
sub-total	2 394	1 930	2 149
Allocations to organs of state			
Total contracted services	2 394	1 930	2 149
Other Expenditure By Type			
Collection costs	35	37	38
Consultant fees		700	770
Audit fees	2 100	2 310	2 541
General expenses	4 573	2 890	3 118
Internal charges (Activity Based Accounting)	3 752	4 020	4 291
Internal recoveries (Activity Based Accounting)	(3 787)	(4 020)	(4 291)
Advertisements, printing and stationery	54	59	62
Bank charges	184	203	223
Fuel and oil	635	641	674
Insurance costs	494	465	494
Legal fees	73	75	80
Membership fees	602	658	708
Operating Grant Expenditure	200	1 000	
Telephone and postage	344	362	380
Travel and subsistence	1 114	1 193	1 264
Total 'Other' Expenditure	10 364	10 592	10 351
Repairs and Maintenance			
Other materials	1 446	1 469	1 915
Contracted Services	2 514	1 930	2 149
Total Repairs and Maintenance Expenditure	3 960	3 398	4 065

MBRR Table SA2 – Matrix financial performance budget (revenue source/expenditure type and department)

Description	ESTIMATED	BUDGET	CORPORATE	PLANNING	HEALTH	COMMUNITY	HOUSING	PUBLIC	SPORTS	WATER	WASTE	ROAD	WATER	ELECTRICITY	Total
Revenue	COUNCIL	MANAGEMENT	DEVELOPMENT	AND SOCIAL SERVICES	AND SOCIAL SERVICES	SAFETY	RECREATION	PROTECTION	MANAGEMENT	MANAGEMENT	TRANSPORT				
Revenue by Source															
Priority rate	3 228														3 228
Service charges - electricity, municipal															3 228
Service charges - water/sewerage															3 228
Service charges - sewerage/sewerage															3 228
Service charges - other															3 228
State of facilities and equipment	381														381
Interest earned - central government	1 728														1 728
Interest earned - municipal bonds															1 728
Dividend income															1 728
Fines, penalties and charges	12														12
License and permits															12
Agency services	237														237
Other revenue	3 228	10 096			1 423					2 784	2 784		2 884	1 231	24 346
Transfer and subsidies	2 280	6 886			8					1					12 175
Gain or disposal of PPE															
Total Revenue including capital transfers and contributions	8 228	20 982			1 431					6 884	6 884		2 885	14 461	65 971
Expenditure by Source															
Employment related costs	2 842	8 758	2 027		1 988		47	283		2 000	1 462	2 965	975	467	22 965
Information and communication	2 440														2 440
Capital expenditure	2 294														2 294
Depreciation & asset impairment	1 122														1 122
Finance charges															145
Bad debts															10 022
Other expenses	163	75			15			8	42						1 448
Contract services	1 877	62			262		3	1							2 345
Transfer and subsidies	10 200														10 200
Other expenditure	2 110	1 942	228		87	875		48	228						6 473
Loss or disposal of PPE															1
Total Expenditure	22 252	10 257	2 255		2 265		50	1 269		2 000	4 462	4 462	4 227	17 272	64 972
Surplus/Deficit	(13 924)	10 725	(1 228)		(834)		(45)	(1 000)		(221)	(1 574)	(1 574)	(1 342)	(1 231)	(1 999)
Transfer and subsidies - capital															24 346
Transfer and subsidies - revenue															40 989
Finance and Capital	8 228														40 989
Surplus/Deficit after capital	8 228	10 725	(1 228)		(834)		(45)	(1 000)		(221)	(1 574)	(1 574)	(1 342)	(1 231)	(1 999)

MBRR Table SA3 – Supporting detail to Statement of Financial Position

Description	2017/18 Medium Term Revenue & Expenditure		
	Budget	Budget Year	Budget Year
R Thousand			
ASSETS			
Call investment deposits			
Call deposits	48 728	74 001	75 662
Other current investments			
Total Call investment deposits	48 728	74 001	75 662
Consumer debtors			
Consumer debtors	8 709	11 565	14 521
Less: Provision for debt impairment	(6 814)	(8 671)	(11 627)
Total Consumer debtors	2 894	2 894	2 894
Balance at the beginning	3 706	5 814	8 671
Contributions to the provision	2 702	2 366	2 366
Bad debts written off			
Balance at end of year	5 814	8 671	11 627
Property, plant and equipment (PPE)			
Property, plant and equipment (PPE)	29 233	35 387	42 571
Less: Accumulated depreciation			
Total Property, plant and equipment	160 884	206 555	273 314
LIABILITIES			
Current liabilities - Borrowing			
Total Current liabilities - Borrowing	-	-	-
Trade and other payables			
Trade and other creditors	5 151	7 963	12 824
Unspent conditional transfers	1 905	1 905	1 905
VAT	166	166	166
Total Trade and other payables	7 222	10 034	14 895
Non current liabilities - Borrowing			
Total Non current liabilities - Borrowing	-	-	-
Provisions - non-current			
Retirement benefits	9 288	11 117	13 173
List other major provision items			
Refuse landfill site reheat	2 440	2 608	2 784
Total Provisions - non-current	11 728	13 725	15 957
CHANGES IN NET ASSETS			
Accumulated Surplus/(Deficit)			
Accumulated Surplus/(Deficit)	148 059	192 143	240 729
Restated balance	148 059	192 143	240 729
Surplus/(Deficit)	44 145	47 219	43 068
Other adjustments	6 044	24 927	41 817
Accumulated Surplus/(Deficit)	198 248	264 289	325 615
Reserves			
Housing Development Fund	38	38	38
Capital replacement	11 386	11 386	11 386
Total Reserves	11 386	11 386	11 386
TOTAL COMMUNITY WEALTH/EQ	209 634	275 675	337 000

MBRR Table SA9 – Social, economic and demographic statistics and assumptions

Category	Sub-category	2017		2018		2019		2020		2021		2022		2023		2024	
		Value	%	Value	%	Value	%	Value	%	Value	%	Value	%	Value	%	Value	%
Population	Total population	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0	1,000,000	100.0
	Male	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0
	Female	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0	500,000	50.0
	0-14	150,000	15.0	150,000	15.0	150,000	15.0	150,000	15.0	150,000	15.0	150,000	15.0	150,000	15.0	150,000	15.0
	15-64	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0
	65+	250,000	25.0	250,000	25.0	250,000	25.0	250,000	25.0	250,000	25.0	250,000	25.0	250,000	25.0	250,000	25.0
	Urban	700,000	70.0	700,000	70.0	700,000	70.0	700,000	70.0	700,000	70.0	700,000	70.0	700,000	70.0	700,000	70.0
	Rural	300,000	30.0	300,000	30.0	300,000	30.0	300,000	30.0	300,000	30.0	300,000	30.0	300,000	30.0	300,000	30.0
	Employment	400,000	40.0	400,000	40.0	400,000	40.0	400,000	40.0	400,000	40.0	400,000	40.0	400,000	40.0	400,000	40.0
	Unemployment	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0	600,000	60.0

MBRR Table SA10 – List of external mechanisms

External mechanism	Name of organisation	Yrs/ Mths	Period of Number	Service provided	Expiry date of	Monetary R
	Pitsoy ka Seme District Municipality	yrs	3	Planning Legal services Internal audit Performance management system Disaster management	0/06/20	550

The renewal of the contracts will be negotiated towards the end of the financial year.

MBRR Table SA11 - Property rates summary

Description	2017			2018			2019			2020		
	Actual Subsidy	Forecast Subsidy	Forecast Subsidy	Budget	Forecast	Forecast	Budget	Forecast	Forecast	Budget	Forecast	Forecast
Utilities												
Electricity	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100
Water	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200
Gas	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
Other utilities	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Total Utilities	20,100	20,100	20,100	20,100	20,100	20,100	20,100	20,100	20,100	20,100	20,100	20,100
Waste												
Waste disposal	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Waste collection	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Waste management	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Total Waste	5,300	5,300	5,300	5,300	5,300	5,300	5,300	5,300	5,300	5,300	5,300	5,300
Other Rates												
Other services	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Total Other Rates	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Total Property Rates	26,900	26,900	26,900	26,900	26,900	26,900	26,900	26,900	26,900	26,900	26,900	26,900

MRRR Table SA13a – Service tariffs by category

Description	Provide description of tariff structure where appropriate	2009/10	2010/11	Current Rate (2012/13)	2017/18 Budget (with Budgetary Virement)		
					Proposed Rate (2017/18)	Change Rate	Change %
Residential properties (R1)							
Residential properties - sewerage		1.600	1.600	1.900	1.900	1.125	1.621
Residential properties - wastewater		1.600	1.600	1.900	1.900	1.125	1.621
Residential properties - electricity							
Farm properties - land		0.400	0.400	0.110	0.107	0.100	0.100
Farm properties - sewerage							
Industrial properties							
Commercial and institutional properties							
Commercial land - residential							
Commercial land - industrial							
Commercial land - farm property		0.800	0.800	0.900	0.850	0.800	0.800
Commercial land - business and commercial							
Commercial land - other							
Manufacturing properties		2.000	2.000	3.200	3.200	1.500	2.500
Public service infrastructure		1.600	1.600	1.900	1.900	1.125	1.400
Public service infrastructure owned by the council		0.400	0.400	0.400	0.377	0.300	0.400
State land							
Healthcare and education properties							
Industrial sites							
Medical equipment properties							
Municipal properties (R2)							
Municipal properties		15.000	15.000	15.000	47.000	30.000	30.000
R11 000 Residential water							
General residential water							
Industrial water at sewerage							
Non-residential public works at sewerage							
Temporary water works at sewerage							
Other water at sewerage							
25% water		60.000	60.000	60.000	167.000	100.000	100.000
Other water at sewerage		1.000.000	1.000.000	1.000.000	1.000.000	1.000.000	1.000.000
Road rates							
Road charges (at the Council's discretion)		00.00	00.00	00.00	00.00	00.00	00.00
Garage permit - vacant land (Rural Council)		00.00	00.00	00.00	00.00	00.00	00.00
Water usage - Reservoir (R1)							
Water usage - Reservoir (R2)							
Water usage - Reservoir (R3)							
Water usage - Reservoir (R4)							
Water usage - Reservoir (R5)							
Water usage - Reservoir (R6)							
Water usage - Reservoir (R7)							
Water usage - Reservoir (R8)							
Water usage - Reservoir (R9)							
Water usage - Reservoir (R10)							
Water usage - Reservoir (R11)							
Water usage - Reservoir (R12)							
Water usage - Reservoir (R13)							
Water usage - Reservoir (R14)							
Water usage - Reservoir (R15)							
Water usage - Reservoir (R16)							
Water usage - Reservoir (R17)							
Water usage - Reservoir (R18)							
Water usage - Reservoir (R19)							
Water usage - Reservoir (R20)							
Water usage - Reservoir (R21)							
Water usage - Reservoir (R22)							
Water usage - Reservoir (R23)							
Water usage - Reservoir (R24)							
Water usage - Reservoir (R25)							
Water usage - Reservoir (R26)							
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Water usage - Reservoir (R30)							
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Water usage - Reservoir (R34)							
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Water usage - Reservoir (R36)							
Water usage - Reservoir (R37)							
Water usage - Reservoir (R38)							
Water usage - Reservoir (R39)							
Water usage - Reservoir (R40)							
Water usage - Reservoir (R41)							
Water usage - Reservoir (R42)							
Water usage - Reservoir (R43)							
Water usage - Reservoir (R44)							
Water usage - Reservoir (R45)							
Water usage - Reservoir (R46)							
Water usage - Reservoir (R47)							
Water usage - Reservoir (R48)							
Water usage - Reservoir (R49)							
Water usage - Reservoir (R50)							
Water usage - Reservoir (R51)							
Water usage - Reservoir (R52)							
Water usage - Reservoir (R53)							
Water usage - Reservoir (R54)							
Water usage - Reservoir (R55)							
Water usage - Reservoir (R56)							
Water usage - Reservoir (R57)							
Water usage - Reservoir (R58)							
Water usage - Reservoir (R59)							
Water usage - Reservoir (R60)							
Water usage - Reservoir (R61)							
Water usage - Reservoir (R62)							
Water usage - Reservoir (R63)							
Water usage - Reservoir (R64)							
Water usage - Reservoir (R65)							
Water usage - Reservoir (R66)							
Water usage - Reservoir (R67)							
Water usage - Reservoir (R68)							
Water usage - Reservoir (R69)							
Water usage - Reservoir (R70)							
Water usage - Reservoir (R71)							
Water usage - Reservoir (R72)							
Water usage - Reservoir (R73)							
Water usage - Reservoir (R74)							
Water usage - Reservoir (R75)							
Water usage - Reservoir (R76)							
Water usage - Reservoir (R77)							
Water usage - Reservoir (R78)							
Water usage - Reservoir (R79)							
Water usage - Reservoir (R80)							
Water usage - Reservoir (R81)							
Water usage - Reservoir (R82)							
Water usage - Reservoir (R83)							
Water usage - Reservoir (R84)							
Water usage - Reservoir (R85)							
Water usage - Reservoir (R86)							
Water usage - Reservoir (R87)							
Water usage - Reservoir (R88)							
Water usage - Reservoir (R89)							
Water usage - Reservoir (R90)							
Water usage - Reservoir (R91)							
Water usage - Reservoir (R92)							
Water usage - Reservoir (R93)							
Water usage - Reservoir (R94)							
Water usage - Reservoir (R95)							
Water usage - Reservoir (R96)							
Water usage - Reservoir (R97)							
Water usage - Reservoir (R98)							
Water usage - Reservoir (R99)							
Water usage - Reservoir (R100)							

MBRR Table SA13a – Service tariffs by category

Description	Provide description of tariff structure where appropriate	2016/17	2017/18	2018/19	2018/19 Budgets with Section 4		
					Current Year 2018/19	Budget Year 2018/19	Budget Year 2018/19
Water supply							
Domestic							
Basic charge for the (domestic)		110.40	110.07	108.27	103.76	101.81	103.89
Basic charge – constant (domestic)							
Volume charge – Block 1 (lit)	(R 0.10/litre)						
Volume charge – Block 2 (lit)	(R 0.10/litre)						
Volume charge – Block 3 (lit)	(R 0.10/litre)						
Volume charge – Block 4 (lit)	(R 0.10/litre)						
Other							
Business							
Basic charge for the (business)		80.00	84.47	112.26	95.00	102.00	112.89
Basic charge – constant (business)		0.00	0.00	0.00	0.00	0.00	0.00
Volume charge – Block 1 (lit)	(R 0.10/litre)						
Volume charge – Block 2 (lit)	(R 0.10/litre)						
Volume charge – Block 3 (lit)	(R 0.10/litre)						
Volume charge – Block 4 (lit)	(R 0.10/litre)						
Other							
Sanitation services							
Domestic							
Sanitation charge		300.11	158.12	115.45	118.12	102.21	100.24
Sanitation charge for							
Sanitation – once a week							
Sanitation – once a week							
Sanitation – once a week							

MBRR Table SA13b – Service tariffs by category

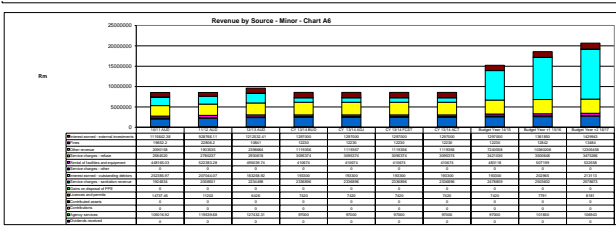
Description	Provide description of tariff structure where appropriate	2016/17	2017/18	2018/19	2018/19 Budgets with Section 4		
					Current Year 2018/19	Budget Year 2018/19	Budget Year 2018/19
Electricity supply							
Domestic							
Basic charge for the (domestic)		110.40	110.07	108.27	103.76	101.81	103.89
Basic charge – constant (domestic)							
Volume charge – Block 1 (lit)	(R 0.10/litre)						
Volume charge – Block 2 (lit)	(R 0.10/litre)						
Volume charge – Block 3 (lit)	(R 0.10/litre)						
Volume charge – Block 4 (lit)	(R 0.10/litre)						
Other							
Business							
Basic charge for the (business)		80.00	84.47	112.26	95.00	102.00	112.89
Basic charge – constant (business)		0.00	0.00	0.00	0.00	0.00	0.00
Volume charge – Block 1 (lit)	(R 0.10/litre)						
Volume charge – Block 2 (lit)	(R 0.10/litre)						
Volume charge – Block 3 (lit)	(R 0.10/litre)						
Volume charge – Block 4 (lit)	(R 0.10/litre)						
Other							

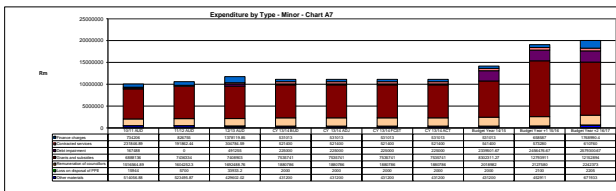
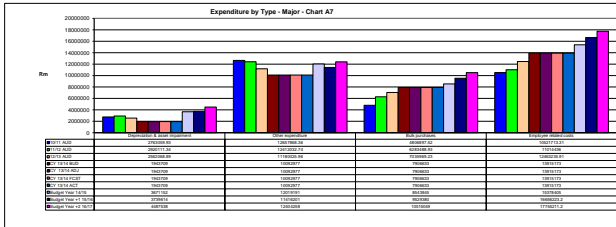
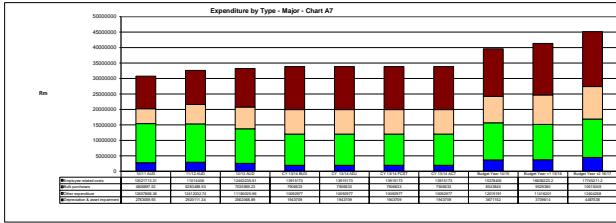
MBRR Table SA21 – Transfers and grants made by the municipality

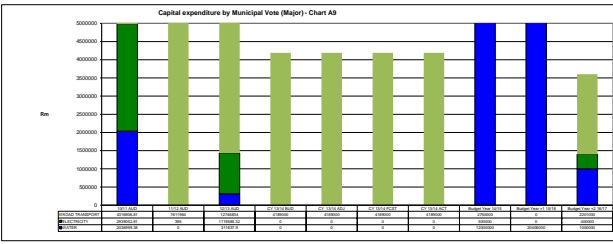
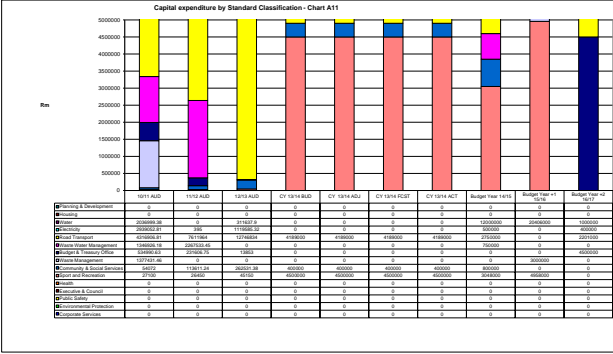
Description	2017/18 Medium Term Revenue &			
	R thousand	Budget	Budget Year	Budget Year
Cash Transfers to other municipalities				
Equitable Share				
Total Cash Transfers To Municipal				
Cash Transfers to Entities/Other External Mechanisms				
Total Cash Transfers To Entities/				
Cash Transfers to other Organs of State				
Total Cash Transfers To Other Org				
Cash Transfers to Organisations				
Total Cash Transfers To				
Cash Transfers to Groups of Individuals				
Equitable Share	10 095	9 402		10 843
Total Cash Transfers To Groups	10 095	9 402		10 843
TOTAL CASH TRANSFERS AND GR	10 095	9 402		10 843
Non-Cash Transfers to other municipalities				
Total Non-Cash Transfers To Muni				
Non-Cash Transfers to Entities/Other External Mechanisms				
Total Non-Cash Transfers To Entit				
Non-Cash Transfers to other Organs of State				
Total Non-Cash Transfers To Other				
Non-Cash Grants to Organisations				
Total Non-Cash Grants To				
Groups of Individuals				
Total Non-Cash Grants To				
TOTAL NON-CASH TRANSFERS AN				
TOTAL TRANSFERS AND GRANTS	10 095	9 402		10 843

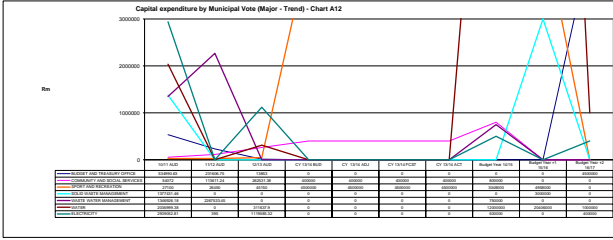
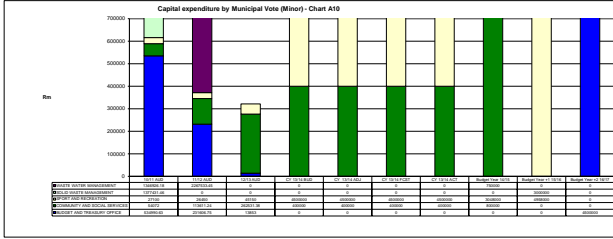
March 2017

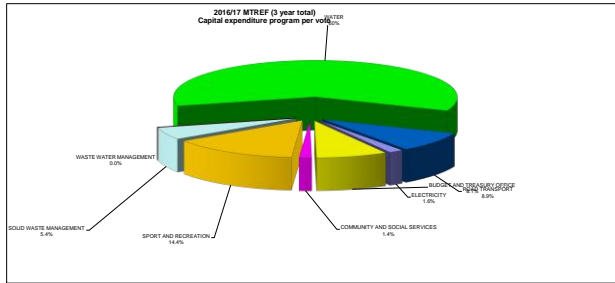
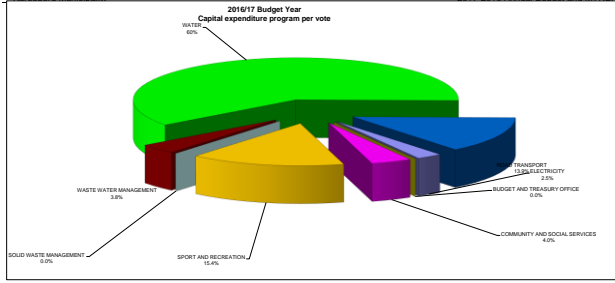
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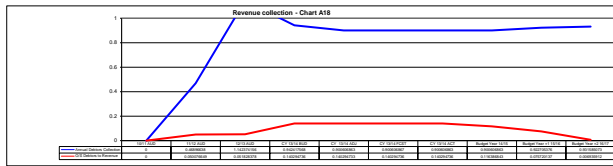
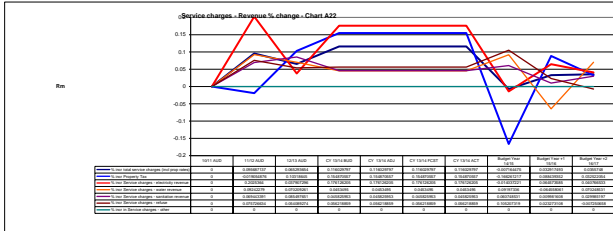
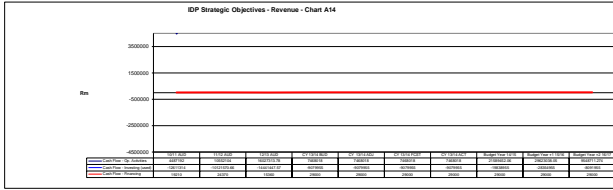


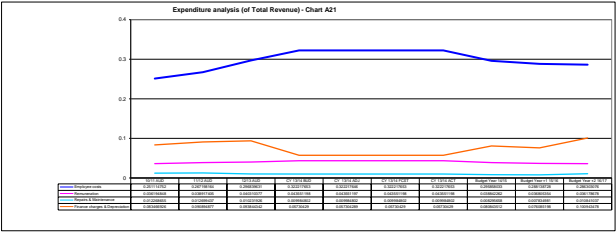
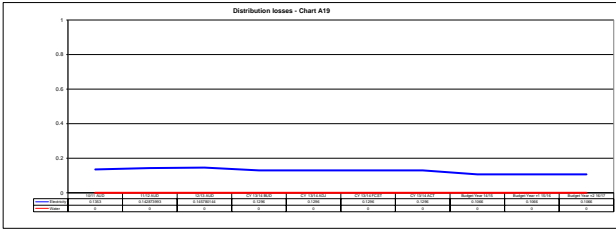












Annexure 1

Table of property rates valuations and billing

		2018/19		2017/18		2016/17		2015/16		2014/15	
Category	Rate	Valuation	Rate	Valuation	Rate	Valuation	Rate	Valuation	Rate	Valuation	Rate
1. General	1.10	2040000	2244	1972500	2169.75	1800000	1980	1650000	1815	1400000	1540
2. Sewerage	1.20	1000000	1200	900000	1080	800000	960	700000	840	600000	720
3. Water supply	1.10	2040000	2244	1972500	2169.75	1800000	1980	1650000	1815	1400000	1540
4. Refuse	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
5. Stormwater	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
6. Electricity	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
7. Telephone	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
8. Police/municipality	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
9. Health/education	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
10. Community	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
11. Cemetery	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
12. Cemetery (Municipality)	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
13. Sports	1.10	1000000	1100	900000	990	800000	880	700000	770	600000	660
Total		10000000	11000000	9000000	9900000	8000000	8800000	7000000	7700000	6000000	6600000

Annexure 2

SANITATION SERVICES

Nightsoil

Nightsoil R101.06 per user per month per service.

Refuse

R125.21 per user per month per service.

Sewerage

R193.77 per month (Scheme, Bonteheuwel)
R2.501.13 per month (Carel van Zyl)

Vacuum tanks

R141.81 per suction.
R208.95 per suction - Government.
PLUS 100% after hours

Government - R750.34 per month (School and Hospital - Carnarvon).
ACVV - R100.00 per month (Old Age Home - Carnarvon).
Municipal - R156.10 per suction.

Garden waste

R171.02 per load

ELECTRICITY

Domestic user

A monthly charge of R102.60 per user plus cent per kWh usage as indicated below.

Churches, Halls, Sport Clubs and Agricultural Union

A monthly charge of R107.00 per user plus cent per kWh usage as indicated below.

Schools, School Hostels and Old Aged Homes

A monthly charge of R535.00 per user plus cent per kWh usage as indicated below.

Other users (commercial)

A monthly charge of R535.00 per user plus cent per kWh usage as indicated below.

Categorie

cent

Tariff - conventional

0 - 50kWh

55.00

51 - 350kWh

#####

351 - 600kWh

#####

>600kWh

#####

Commercial > 2000kWh

#####

Tariff - prepaid

85.00

0 - 50kWh

#####

51 - 350kWh

#####

351 - 600kWh

#####

>600kWh

#####

Annexure 2

TELKOM booths

A monthly charge of R90,78

Availability Charges

R100.68 per month payable by the owner of each property with or without improvements who is not connected to the council's electricity distribution

Municipal usage

R0.93 per kWh.

WATER

Availability Charges

R 23.59 per month.

R 41.69 per user per month where such user is only serviced by a stand pipe.

Where no water metres are installed.: R 61.01 per month.

A monthly levy of R 140.00 per user PLUS

Usage

0	-	6 kl.:	R	1.26
7	-	20 kl.:	R	1.51
21	-	50 kl.:	R	3.57
Above	-	50 kl.:	R	6.47

Municipal usage: R0.66 per kl.

NOTE: All tariffs exclude VAT.

Annexure 3

Grave monies	
Adults	
Single grave	##### Carnarvon, Vosburg
Double grave	##### Carnarvon, Vosburg
Stacked grave	##### Carnarvon
Grave monies residents	##### Vanwksvlei
Grave monies non bona-fide residents	##### Vanwksvlei
Prepared grave site	##### Vanwksvlei
Cement slabs for graves (4)	##### Vanwksvlei
Build casket height	##### Vosburg
Totally build out	##### Vosburg
Children under the age of 12 years	
Single grave	##### Carnarvon
Monumental fees	##### Carnarvon
Opening of grave	##### Carnarvon
Non bona-fide resident	plus 50 Carnarvon
Deposit for graveyard key	##### Carnarvon
Graves in heroes' acre	Free Carnarvon
Library fines - per book per week	R0,20 Carnarvon, Vanwksvlei and Vost
Kareeberg Library hall	##### Carnarvon
Halls residents	##### Vanwksvlei, Vosburg
Halls non bona-fide residents	##### Vanwksvlei, Vosburg
Halls - Organisations	##### Vanwksvlei, Vosburg
Halls - Churches	##### Vanwksvlei, Vosburg
Halls - Deposit residents	##### Vanwksvlei, Vosburg
Halls - Deposit non-residents	##### Vanwksvlei, Vosburg
Auction facilities	
Up to 1000 - keys included	#####
More than 1000 small stock - keys included	#####
Loading of more than 100 small stock	R5,00
Less than 100 stock	R1,00
Keydeposit	R5,00
Sale of gravel and sand - truck	#####
Per m3 for use outside municipal area	R4,00
Building plan fees - per 10m² - minimum R30	R2,50
Building plan fees - wooden structures(temporary)	R5,00
Valuation certificates	R5,00
Interest on outstanding property rates	1,00% above bank overdraft rate
Photocopies - A4	R0,50
Service fee motorvehicles	##### or 12% - depending on transacti
Duplicate registration certificate	##### Carnarvon
Temporary permits(21 days)	##### Carnarvon
Soecial oermits(3 days)	##### Carnarvon
Application roadworthy certificate - heavy vehicle	##### Carnarvon
Application roadworthy certificate - light vehicles	##### Carnarvon
Application roadworthy certificate - motor cycles	##### Carnarvon
Issue roadworthy certificate - all other vehicles	##### Carnarvon
Issue roadworthy certificate - motor cycles	##### Carnarvon
Sale of refuse bags - per bag	R0,52 or purchase cost
Caravan park - per day	##### Carnarvon and Vosburg
Caravan park - per week	##### Carnarvon and Vosburg
Caravan park - per month	##### Carnarvon and Vosburg
Electricity use per day	R2,50 Carnarvon and Vosburg
Electricity - disconnection and connection fees	#####
Single phase connection	##### (Tricple phase to single)
Tripple phase connection - households	#####
Tripple phase connection - industries	#####

Annexure 3

Change of single to tripple phase (consumer)	#####	
- Households	#####	
- Industries	#####	
Registration certificate - electrician(Section 73)per reastration	R3.00	
Registration certificate - electrician(Section 73)per renewal	R2.00	
Temporary registration certificate - electrician	#####	
Water - disconnection and connection fees	#####	
Water - house connection	#####	
Testing of meter	Actual costs of SABS	
Pump of drains outside Municipal area	R5.00	per km plus
Consumer deposits	#####	
Game nets - per day	#####	
Concession use	#####	
Application for rezoning	#####	
Application for deviation - up to 500 m²	#####	
Application for deviation - 500 - 750 m²	#####	
Application for deviation - larger than 750 m²	#####	
Application for subdivision	#####	
Trade lisencces - only application fees - item 1 and 2	#####	
Trade lisencces - only application fees - item 3	#####	
Swimming pool	R2.00	
Grazing rights - per month (2 horses/donkeys)	R3.00	
Administration fees - number plates	R5.00	
Hawkers fee - per day	#####	
Use of vehicle testing terain(2 hours)	#####	
Stand rent	R5.00	Vanwksvlei
Insurance self build housing	R7.70	Vanwksvlei
Rent - council home - per month	#####	Vanwksvlei
Rent club house	#####	Vosburg
Deposit clubhouse	#####	Vosburg
Rent sports grounds	#####	Vosburg
Rent - council home - per month	#####	Vosburg
Rent - council hut 1 and 2 - per month	#####	Vosburg
Rent - council hut 3 - per month	#####	Vosburg
Rent - council hut 1 - room - per month	#####	Vosburg
Taxes received	R5.00	Vosburg
Irrigation water - per month per erf	#####	Vosburg
Replacement of fuses during working hours	#####	Vosburg
Replacement of fuses after hours	#####	Vosburg

NOTE: All tariffs exclude VAT.

2.14 Municipal manager's quality certificate

I, Willem de Bruin, municipal manager of Kareeberg Municipality, hereby certify that the draft annual budget and supporting documentation have
W. de Bruin
Municipal Manager of Kareeberg Municipality (NC074)
Signature _____
Date _____