

**MID-YEAR ADJUSTMENTS BUDGET – FEBRUARY 2022****File No. /s:** 3/2/2/21**Responsible Official:** A Crotz**Directorate:** Financial Services**Portfolio:** Financial Services**1. Purpose**

This serves to submit an adjustments budget for the 2021/22 financial year:

- Adjust revenue and expenditure projections after the half yearly performance (section 72 report);
- Adjust the capital program to provide for amendments to current projects, new projects to be implemented and to remove / postpone projects that will not be implemented in the 2021/22 financial year.
- Include approved unspent conditional grants of 2020/21 financial year from National and / or Provincial Government.

**2. Background:**

In terms of the MFMA (Section 28) the approved budget may be revised through an adjustments budget.

**A. Section 28(2) further provides that; An Adjustments budget -**

- Must adjust the revenue and expenditure estimates downwards if there is a material under-collection of revenue during the year;
- May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmed already budgeted for;
- May, within the prescribed framework, authorize unforeseen and unavoidable expenditure recommended by the Mayor;
- May authorize the utilization of projected savings in one vote towards spending under another vote;
- May authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have

been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by council;

- May correct any errors in the annual budget, and
- May provide for any other expenditure within a prescribed framework.

Municipal Budget and Reporting Regulations further provides that;

**B. Timeframes for tabling of adjustments budgets**

- An adjustments budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the Municipal Council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year;
- Only one adjustments budget referred to in sub regulations (1) may be tabled in the municipal council during a financial year, except when the additional revenues contemplated in section 28(2)(b) of the Act are allocations to a Municipality in a National or Provincial adjustments budget, in which case sub regulation (3) applies. If a National or provincial adjustments budgets allocates or transfer additional revenue to a Municipality, the Mayor of the Municipality must, at the next available council meeting, but within 60 days of the approval of the relevant National or Provincial adjustments budget, table an adjustments budget referred to in section 28(2) (b) of the Act in the Municipal council to appropriate these additional.

**3. Financial Implications:**

Financial implications are contained in the detail in this report.

**4. Applicable Legislation / Council Policy:**

- The MFMA Section 28, 30 and 16(3)
- Municipal Budget and Reporting Regulations
- Council Budget related Policies

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# **ADJUSTMENTS BUDGET - SCHEDULE B REPORT 23 FEBRUARY 2022**

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**BREED VALLEY**  
MUNICIPALITY • MUNISIPALITEIT • UMASIPALA

## **Adjustments Budget of the Municipality**

Prepared in terms of Section 28 of the Local Government:  
Municipal Finance Management Act (56/2003) and  
Municipal Budget and Reporting Regulations

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## SECTION A – Part 1

### 1. Glossary

**Adjustments Budgets** – Prescribed in section 28 of the Municipal Finance Management Act. It is the formal means by which a municipality may revise its budget during a financial year.

**Allocations** – Money received from Provincial and National Treasury.

**Budget** – The financial plan of a municipality.

**Budget related policy** – Policy of a municipality affecting or affected by the budget.

**Capital Expenditure** – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent by the Municipality, and the month end balances of cash and short-term investments.

**DORA** – Division of Revenue Act. The annual piece of legislation that indicate the allocations from National Government to Local Government.

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted to assist with free basic services.

**GDFI** - Gross Domestic Fixed Investment

**GFS** – Government Finance Statistics. An internationally recognized classification system that facilitates comparisons between municipalities.

**IDP** – Integrated Development Plan. The main strategic planning document of a Municipality.

**KPI** – Key Performance Indicators. Measures of service output and/or outcome.

**LM** – Breede Valley Municipality.

**MFMA** - Municipal Finance Management Act (No 53 of 2003). The principle piece of legislation relating to municipal financial management.

**MTREF** – Medium Term Revenue and Expenditure Framework as prescribed by the MFMA sets out indicative revenue and projected expenditure for the budget year plus two outer financial years to determine the affordability level.

**Operating Expenditure** – Spending on the day to day expenses of a municipality such as general expenses, salaries & wages and repairs & maintenance.

**Rates** – Local Government tax based on assessed valuation of a property.

**TMA** – Total Municipal Account

**SDBIP** – Service Delivery Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic Objectives** – The main priorities of a municipality as set out in the IDP Budgeted spending must contribute towards achievement of these strategic objectives.

**Vote** – One of the main segments into which a budget is divided, usually at department level.

## Abbreviations and Acronyms

AMR	Automated Meter Reading
ASGISA	Accelerated and Shared Growth Initiative
BPC	Budget Planning Committee
CBD	Central Business District
CFO	Chief Financial Officer
CPI	Consumer Price Index
CRRF	Capital Replacement Reserve Fund
DBSA	Development Bank of South Africa
DoRA	Division of Revenue Act
DWA	Department of Water Affairs
EE	Employment Equity
EEDSM	Energy Efficiency Demand Side Management
EM	Executive Mayor
FBS	Free basic services
GAMAP	Generally Accepted Municipal Accounting Practice
GDP	Gross domestic product
GDS	Gauteng Growth and Development Strategy
GFS	Government Financial Statistics
GRAP	General Recognised Accounting Practice
HR	Human Resources
HSRC	Human Science Research Council
IDP	Integrated Development Strategy
IT	Information Technology
kℓ	kilolitre
km	kilometre
KPA	Key Performance Area
KPI	Key Performance Indicator
kWh	kilowatt-hour
ℓ	litre
LED	Local Economic Development
MEC	Member of the Executive Committee
MFMA	Municipal Financial Management Act

MIG	Municipal Infrastructure Grant
MM	Municipal Manager
MMC	Member of Mayoral Committee
MPRA	Municipal Properties Rates Act
MSA	Municipal Systems Act
MTEF	Medium-term Expenditure Framework
MTREF	Medium-term Revenue and Expenditure Framework
NERSA	National Electricity Regulator South Africa
NGO	Non-Governmental organisations
NKPIs	National Key Performance Indicators
OHS	Occupational Health and Safety
OP	Operational Plan
PBO	Public Benefit Organisations
PHC	Provincial Health Care
PMS	Performance Management System
PPE	Property Plant and Equipment
PPP	Public Private Partnership
PTIS	Public Transport Infrastructure System
RG	Restructuring Grant
RSC	Regional Services Council
SALGA	South African Local Government Association
SAPS	South African Police Service
SDBIP	Service Delivery Budget Implementation Plan
SMME	Small Micro and Medium Enterprises

## **2. Mayors Report**

The Breede Valley Municipality remains committed to the cause of bringing respectable services to all households. We as a municipality acknowledge the fact that households are faced with numerous difficulties, ranging from social to economic challenges, which is worsened by the effect of COVID-19. The pandemic will leave consequences, of which many that will not be neutralised in the short term but will require combined and integrated strategies of all the various stakeholders.

We view our role in addressing these challenges are integral to improve quality of life and will therefor continue to play part in creating a conducive environment for job creation and social upliftment. It should be taken to heart that not all plans made will be completed within the timeframes, but we as a municipality is committed in ensuring that all projects commenced are completed.

This adjustments budget serves the purpose of reflecting on the past six months of the 2021/22 financial year, and to address the areas within the budget that is not performing as planned. In addition, this adjustments budget will also approve unspent conditional grant funds of previous financial year that have since been approved by the National and Provincial government.

We as a municipality will continuously strive to successfully implement all projects, especially the projects funded from external sources such as grants. These projects add great value given the challenging economic environment faced by municipalities to ultimately deliver better services within the Breede Valley Municipality.

Breede Valley municipality has made significant progress in fighting service delivery backlogs, but also acknowledges that there is still a lot to be done. We will continue with the good work and improve wherever improvement is needed to ensure that this municipality improve on the quality of life for the people within Breede Valley municipal area.

### **3. Resolutions**

That council approves the following:

- (a) To approve the adjustments budget as tabled in terms of section 28 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003).
- (b) The recommendations regarding resolutions are contained at the end of this report and have been prepared and presented according to the budget regulations.

### **4. Executive Summary**

The Mid-year Adjustments Budget serves to address any budget amendments that require the approval of council. These amendments are imperative to service delivery to allow for unforeseen challenges to be attended to enable accelerated implementation plans.

The current economic climate of the Breede Valley Municipal area forced the municipality to relook at resource allocation to promote the optimal utilization of available resources in a prudent and financially viable manner.

The Mid-year Adjustments Budget includes provincial rollovers from the 2020/21 financial year amounting to the following per grant:

#### **Approved Roll-overs (Operating)**

- Financial Management Capacity Building Grant: R175 000.00
- Regional Socio-Economic Project Grant: R183 261.65
- Community Development Grant: R30 717.07
- Disaster Management Grant: R36 736.50
- Tittle Deeds Restoration Grant: R2 505 318.11

#### **Additional / Amendment Funding (Operating and Capital)**

- Cape Winelands District Municipality Grant: R420 000.00 (Operational)
- Cape Winelands District Municipality Grant: R428 755.00 (Capital)

## **5. Adjustments Budget Tables – refer to Annexure A**

### **B1 Consolidated Adjustments Budget Summary**

The table is a budget summary and provides a concise overview of Breede Valley Municipality's budget from all the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).

The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

### **B2 Consolidated Adjustments Budget Financial Performance by Standard Classification**

Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The GFS standard classification divides the municipal services into 15 functional areas.

Total Revenue on this table includes capital revenues (Transfers recognized – capital) and so does not balance to the operating revenue shown on Table B4.

### **B3 Consolidated Adjustments Budget Financial Performance By Municipal Vote**

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

### **B4 Consolidated Adjustments Budget Financial Performance (Revenue and Expenditure)**

Table B4 above is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

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

### **B5 Consolidated Adjustments Budget Capital Expenditure Vote and Funding**

Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

### **B6 Consolidated Adjustments Budget Financial Position**

Table B6 is consistent with international standards of good financial management practice and assist stakeholders in understanding the impact of the budget on the statement of financial position (balance sheet).

This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

### **B7 Consolidated Adjustments Budget Cash Flows**

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

### **B8 Consolidated Cash Backed Reserves/Accumulated Surplus Reconciliation**

The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and

investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.

### **B9 Consolidated Asset Management**

Table B9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.

### **B10 Consolidated Basic Service Delivery Measurement**

Table B10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services

## SECTION A – Part 2

- **Adjustments to Budget Inputs and assumptions**

The 2021/22 Adjustments Budget was compiled in line with Chapter 4 Municipal Finance Management Act and Chapter 2 Part 4 of the Municipal Budget and Reporting Regulations.

The 2021/22 Adjustments Budget remain consistent with the Long-Term Financial Plan to ensure continued synergy between long term planning and implementation planning.

Revenue and Expenditure (operational and capital) projections to be revised in line with current and anticipated performance for the current year.

Addition of approved rollover grant allocations from the 2020/21 financial year.

Adjustments to general expenditure to curb and eliminate non-priority spending.

### **Operational Revenue and Expenditure**

The additions made to the capital and operational expenditure budget is due to an increased collection rate than initially anticipated. This was calculated on the budgeted versus actual collections over the first six months of the financial year. This trend is anticipated to continue for the remainder of the 2021/22 financial year.

#### **1. Operational Revenue**

Operational revenue and amendments made with the Adjustments Budget is informed by the performance trends over the past six months.

**Property Rates:** Additional revenue, over and above the initially anticipated budget amount will be realized in the current financial year.

**Service Charges – Electricity:** Revenue from this source is adjusted downwards in line the performance trends over the first six months of the current financial year, and also in line with the anticipated performance over the remainder of the 2021/22 financial year. This is attributed to decreased consumption levels.

**Service Charges – Water** – Based on the performance trends, higher than initially anticipated revenue performance will be realized at the end of the financial year. This is attributed to increased consumption levels.

**Transfers subsidies:** Increased with the rollover grant allocations from the 2021/22 financial year.

## **2. Operational Expenditure**

**Employee Related Cost** – Similar to the previous financial year, a significant number of positions on the approved organogram were unfunded in the 2021/22 financial year. However, given the demand for service delivery, these positions are to a significant extent being re-financed in a very conservative manner to carefully balance service delivery and financial sustainability.

**Debt Impairment** – This budgeted amount relates mainly to traffic fines, and to a lesser extent to service debtor accounts. Current and improved credit control and debt collection mechanisms and strategies are in place to minimize the risk over unauthorized expenditure on the 2021/22 contribution towards the provision for debt impairment.

**Other Materials** – The additions to the Other Materials budget relates largely to Consumables and Materials and Supplies needed for service delivery functions and to a lesser extent fuel cost.

**Contracted Services** – Significant additions to Contracted Services are in the form of additional EPWP workers, Maintenance of Equipment, Maintenance of Buildings and Facilities, Maintenance of Electrical Infrastructure, and Burials.

**Other Expenditure** – Significant additions to the expenditure category is in the form of Software Licenses, Operating Leases (printers and photocopiers) and Rental of Chemical Toilets.

## **Capital Expenditure**

### Amendments to the capital budget:

- Reprioritization of Municipal Infrastructure Grant in line with the revised Detailed Project Implementation Plan (DPIP). Please refer to the table below. Finance Source 8,0 and Finance Code CNMIG).
- Additional R428 755.00, funded by Cape Winelands District Municipality for the Erosion Protection of Hex River Project.
- Other projects adjusted and / or moved to finance other projects and / or in line with the anticipated implementation plans for the current financial year.

### Detailed Capital Budget

The table below outlines all amendments from the Original Budget to the Total Funded Budget (Adjustments Budget).

Description	Finance Source	Finance Code	Final Budget	Roll overs from 2021/22	Virements	Other Adjustments/ Additional funding	Adjustments Feb 2022	Total Funded budget 2021/22
<b><u>Engineering and Public Services</u></b>								
<b><u>Rawsonville WwTW</u></b>								
Extension of WwTW (0,24 Ml/day)	8,0	CNMIG	6 296 742					6 296 742
<b><u>Reservoirs</u></b>								
Pre-loads	8,0	CNMIG					15 971 780	15 971 780
<b><u>Klipvlakte/ Transhex Residential Development (13 000 erven)</u></b>								
Electrical Reticulation	8,2	CNINE	21 000 000					21 000 000
<b><u>Resealing of Roads</u></b>								
Resealing of Municipal Roads - Rawsonville	3,2	CRR	500 000					500 000

<b>Resealing of Municipal Roads - Worcester</b>								
MIG	8,0	CNMIG	25 776 248		-6 250 157		-19 526 091	
CRR	3,0	CRR	2 000 000					2 000 000
Resealing of Municipal Roads - Avian Park	8,0	CNMIG	1 124 263				45 512	1 169 775
Resealing of Municipal Roads - Touwsrivier	8,0	CNMIG					3 339 937	3 339 937
Resealing of Municipal Roads - Rawsonville	8,0	CNMIG					2 941 699	2 941 699
Resealing of Municipal Roads - De Doorns	3,0	CRR	1 000 000					1 000 000
<b>Traffic Circles</b>								
Traffic Circles: (High and Louis Lange)	3,0	CRR	6 000 000					6 000 000
<b>Networks</b>								
Replacement of Water Network (Roll-over)	3,0	CRR	1 000 000		-1 000 000			
<b>Electricity (8112)</b>								
Refurbishment of electrical system	3,0	CRR	4 500 000	1 209 135	-2 800 000		-650 000	2 259 135
Refurbishment of substations	3,0	CRR					650 000	650 000
Cherry Picker vehicles	3,0	CRR	3 860 114		-655 000			3 205 114
Quality of supply data loggers and monitoring equipment.	3,0	CRR	1 000 000					1 000 000
Altona new Electrical Substation	3,0	CRR	6 000 000		2 800 000			8 800 000
Electricity - Vehicles	3,0	CRR	750 000		-42 000			708 000
Electricity - Machinery and Equipment	3,0	CRR	500 000		42 000			542 000
<b>Civil Engineering</b>								
LDV	3,0	CRR	250 000				-25 000	225 000
Survey Equipment	3,0	CRR	50 000		-6 530		-462	43 008
Office Furniture	3,0	CRR	30 000		-30 000			
<b>SOLID WASTE MANAGEMENT</b>								
<b>WORCESTER</b>								
Wheeliebins	3,0	CRR	1 000 000				-627 500	372 500
<b>Ward Priorities</b>								

Speed Humps	3,0	CRR	2 000 000		-253 470			1 746 530
High Mast lights	3,0	CRR	3 900 000					3 900 000
Development of Playparks	3,0	CRR	1 000 000				-20 000	980 000
Fencing of Substations	3,0	CRR	250 000					250 000
Bus Stop / Shelter	3,0	CRR	100 000					100 000
Outdoor Gym	3,0	CRR	98 000				20 000	118 000
<b>Ward 2</b>								
De Doorns : Transfer Station	8,0	CNMIG	516 145				-516 145	
De Doorns Water Purification Works : Augmentation of DAF Unit (MIG funding)	8,0	CNMIG	2 546 602				-2 546 602	
<b>Ward 7</b>								
High to Protea Str. slip lane	3,0	CRR		640 000			-31 115	608 885
<b>Ward 8</b>								
Upgrading of Gravel Roads	3,0	CRR	3 000 000					3 000 000
Replace 11 Kv cable from Mc Allistor to Field Sub (1 600 m @ 185 mm Al PILC )	3,1	CRR		1 054 390				1 054 390
<b>Erosion Protection of Hex River (Zweletemba)</b>								
Erosion Protection of Hex River : Phase 2 ( 300m @ R13,333.33/m)	3,0	CRR	3 150 000	678 081	4 000 000			7 828 081
Erosion Protection of Hex River : Phase 2 ( 300m @ R13,333.33/m)	5,0	CGRDM					428 755	428 755
<b>Ward 12</b>								
Upgrading of Gravel Road	3,0	CRR	6 000 000	123 233	-3 000 000			3 123 233
Upgrading of gravel roads	8,0	CNMIG			6 250 157			6 250 157
<b>Ward 21</b>								
Upgrading of gravel roads	3,0	CRR	1 000 000		-1 000 000			
High Mast Light	3,0	CRR	600 000					600 000
High Mast Light	8,0	CNMIG					289 910	289 910
<b>SERVICE CONNECTIONS (Depending on Public Contr)</b>								
Sewer Connections	3,3	CRR	1 120 000					1 120 000
Electricity Connections	3,3	CRR	1 000 000					1 000 000
Water Connections	3,3	CRR	2 719 200					2 719 200

<b>Water &amp; Sewer Networks</b>								
Machinery and Equipment	3,0	CRR	1 000 000		-26 000			974 000
Municipal Vehicules (LDV)	3,0	CRR	1 500 000		1 660 000			3 160 000
Upgrading of Sewer Network	3,0	CRR					200 000	200 000
<b>ROADS AND STORMWATER</b>								
Machinery and Equipment	3,0	CRR	1 000 000		-173 000			827 000
Public Services - Vehicles	3,0	CRR	1 500 000		-702 000			798 000
<b>Building Control</b>								
Furniture and Office Equipment	3,0	CRR					15 000	15 000
Airconditioner	3,0	CRR					25 000	25 000
<b>Land Infill Developments</b>								
Johnsons Park - Water	3,0	CRR	292 085				98 981	391 066
Johnsons Park - Sewer	3,0	CRR	876 009				274 183	1 150 192
Johnsons Park - Stormwater	3,0	CRR	189 856				68 058	257 914
Johnsons Park - Electricity	3,0	CRR	1 980 000		-1 060 000			920 000
Johnsons Park - Roads	3,0	CRR					824 487	824 487
Site D - Avian Park (25 Erven)Roads	3,0	CRR		257 109			-257 109	
Site D - Avian Park (25 Erven)Stormwater	3,0	CRR		275 000			-275 000	
Avian Park Industrial - Water	3,0	CRR	100 000				-100 000	
Avian Park Industrial - Sewer	3,0	CRR	100 000				-100 000	
Avian Park Industrial - Stormwater	3,0	CRR	100 000				-100 000	
Avian Park Industrial - Electricity	3,0	CRR	100 000				-100 000	
Avian Park Industrial - Sewer Pumpstation	3,0	CRR	600 000				-333 600	266 400
Somerset Park - Water	3,0	CRR	50 000					50 000
Somerset Park - Sewer	3,0	CRR	50 000					50 000
Somerset Park - Stormwater	3,0	CRR	100 000					100 000
Somerset Park - Electricity	3,0	CRR	50 000					50 000
<b>SWIMMING POOL: Zwelethemba - 5125</b>								
Zwelethemba - New Swimming Pool	3,0	CRR	15 500 000					15 500 000
<b>Municipal Manager</b>								

<b>Admin -0603</b>								
Furniture and Equipment	3,0	CRR	5 000			45 000		50 000
<b>Community Services</b>								
<b>ADMIN - 0903</b>								
Furniture & Equipment	4,0	CRR	5 000		-2 043			2 957
<b>SPORT: Esselen Park</b>								
Replacement of fence perimeter	3,0	CRR	6 000 000		-1 000 000		-4 700 000	300 000
<b>SPORT: Steenvliet</b>								
Machinery and Equipment	3,0	CRR	100 000					100 000
<b>WATERLOO LIBRARY - 4506</b>								
Replace equipment	3,0	CRR	30 000		29 747			59 747
Replace equipment	6,1	CPLIB	100 000				-100 000	
Upgrade ramp	6,1	CPLIB					100 000	100 000
<b>TRAFFIC</b>								
Machinery and Equipment	3,0	CRR	100 000		-27 704	1 000 000	-185 040	887 256
Traffic - Vehicles	3,0	CRR	500 000		1 000 000			1 500 000
<b>FIRE DEPARTMENT: ADMIN - 4203</b>								
Machinery and Equipment	3,0	CRR	500 000					500 000
<b>HOUSING : ADMIN - 7503</b>								
Machinery and Equipment	3,0	CRR					80 000	80 000
<b>FINANCIAL SERVICES</b>								
<b>Admin</b>								
Furniture and Equipment	4,0	CRR	5 000			750 000		755 000
Computer Equipment	4,0	CRR		200 000	-15 000			185 000
<b>Financial Planning</b>								
Safeguarding of Assets	12,0	IF	400 000					400 000
Insurance claims	12,0	IF	400 000	584 000				984 000
<b>Vehicle Distribution</b>								
Fleet - Major parts and components	3,0	CRR					300 000	300 000

<b>COUNCIL &amp; MAYCO</b>								
<b>MAYORAL OFFICE - 0306</b>								
Furniture and Equipment	3,0	CRR	5 000					5 000
<b>STRATEGIC SUPPORT SERVICES</b>								
<b>STRATEGIC SUPPORT - ADMIN - 2103</b>								
Furniture and Equipment	4,0	CRR	5 000					5 000
<b>CIVIC CENTRE WORCESTER - 3903</b>								
Solar pannel - conversion	3,0	CRR	500 000					500 000
<b>OTHER BUILDINGS - 3915</b>								
Upgrading of municipal building	3,0	CRR					50 000	50 000
<b>INFORMATION TECHNOLOGY - 2114</b>								
ICT - Computer Equipment	3,0	CRR	3 000 000		2 261 000	572 220	630 000	6 463 220
Call Center & Telephone (PBX) System	3,0	CRR	2 500 000					2 500 000
Biometric system	3,0	CRR	150 000					150 000
Fire Alarm (DR site)	3,0	CRR	150 000					150 000
Airconditioner (DR Site)	3,0	CRR	50 000					50 000

## 2. Adjustments to Budget Funding

Budget funding in terms of operating and capital expenditure is set out on tables B4 and B5.

## 3. Adjustments to Expenditure on Allocations and Grant

Detailed particulars of budgeted allocations and grants can be found on SB8.

## 4. Adjustment to Allocations or Grants made by the Municipality

None.

## 5. Adjustment to Councilor Allowances and Employees

The changes to councilor allowances and employee related cost is provided on table B4.

## **6. Adjustment to Service Delivery and Budget**

The monthly targets for revenue, expenditure and cash flows are provided in B10 - Section B Supporting Tables.

## **7. Adjustment to Capital Spending Detail**

Information/detail regarding capital projects by vote is provided in Section B – Capital Budget, read with B5, B5B, SB16, SB17, SB18a, SB18b, SB18e and SB19.

## **8. Other Supporting Documents**

- National treasury electronic revised budget report, SB1-SB19 as **Annexure A**
- Signed quality certificate as **Annexure B**

### **Comment of Directorates / Departments concerned:**

Municipal Manager:	Recommendation Supported
Director: Strategic Support Services:	Recommendation Supported
Director: Financial Services:	Recommendation Supported
Director: Engineering Services:	Recommendation Supported
Director: Community Services:	Recommendation Supported
Acting Director: Public Services:	Recommendation Supported

**RECOMMENDATION:**

**That in respect of Adjustments budget for the Financial Year 2021/22 discussed by council at the Council meeting held on 23 February 2022**

1. Council resolves that the budget of Breede Valley Municipality for the financial year 2021/22 be adjusted and approved with amendments as set out in the following Municipal Budget tables B1- B10 and Municipal Budget supporting documentation SB1 - SB19.
2. Council resolves that the Detailed Project Implementation Plan (DPIP) relating to the Municipal Infrastructure Grant (MIG) be revised as per approved budget.

**RESOLVED****C22/2022**

**That in respect of Adjustments budget for the Financial Year 2021/22 discussed by council at the Council meeting held on 23 February 2022**

1. Council resolves that the budget of Breede Valley Municipality for the financial year 2021/22 be adjusted and approved with amendments as set out in the following Municipal Budget tables B1- B10 and Municipal Budget supporting documentation SB1 - SB19.
2. Council resolves that the Detailed Project Implementation Plan (DPIP) relating to the Municipal Infrastructure Grant (MIG) be revised as per approved budget.