

## **ADJUSTMENTS BUDGET: ADDITIONAL ALLOCATIONS**

**File No. /s: 3/2/17**

**Responsible Official: A Crotz**

**Directorate: Financial Services**

**Portfolio:  
Financial Services**

**Purpose:**

This serves to submit an adjustments budget for the 2017/18 financial year:

- To amend the budget in line with the revised grant funding from Provincial Government.

**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 programmes 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 adjustment budgets

- An adjustment 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 adjustment 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 adjustment budget 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 adjustment budget, table an adjustment budget referred to in section 28(2) (b) of the Act in the Municipal council to appropriate these additional.

**Financial Implications:**

Financial implications are contained in the detail in this report.

**Applicable Legislation / Council Policy:**

1. The MFMA Section 28
2. Budget regulations 23(3)
3. Council budget related policies

# BREEDER VALLEY

Municipality

Munisipaliteit

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**WORCESTER ▾ RAWSONVILLE ▾ DE DOORNS ▾ TOUWS RIVER**

**ADJUSTMENT BUDGET**

**Tabled in Council on 06 December 2017**

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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 recognised 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.

**OPEX** – Operating Expenditure

**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.

## **2. Mayors Report**

The Breede Valley Municipality received additional funding from the Western Cape Provincial Treasury in terms of the Western Cape Financial Management Support Grant. The funding will be implemented within the Internal Audit and Financial Planning sections of the municipality based on the nature of the projects. These funds are transferred with specific conditions in terms of the timeframes and the type of spending to be incurred by the municipality during the 2017/18 financial year.

In addition, the adjustments budget also includes two allocations received relating to the following:

1. Work for Water: R3 000 722.00
2. Fire Equipment Maintenance: R120 000.00

It should be noted that these allocations does not follow the gazetting process.

We as a municipality welcome the additional funding allocated to Breede Valley Municipality by the Provincial transferring departments and will continuously strive to successfully implement such projects. Given the challenging economic environment faced by municipalities it is crucial that grant funding be optimally utilised to enhance Breede Valley Municipality and to ultimately enable better services for its residents.

## **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).

## **4. Executive Summary**

The 2017/18 budget of Breede Valley Municipality is adjusted upwards to accommodate the amendments in the allocations from Provincial Government.

The additional allocations relates to the following grants:

<b>NAME OF GRANT</b>	<b>R '000</b>
Western Cape Financial Management Support Grant (WC FMSG)	410

This additional allocation is only in respect of operational expenditure and is allocated to the 2017/18 budget across various expenditure items.

The 2017/18 adjustment budget was compiled in accordance with section 28 of the Municipal Finance Management Act and regulation 23 of the Municipal Budget and Reporting Regulations.



## B2 Consolidated Adjustments Budget Financial Performance By Standard Classification

WC025 Breede Valley - Table B2 Adjustments Budget Financial Performance (functional classification) - 06 December 2017

Standard Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H	+1 2018/19	+2 2019/20
<b>Revenue - Functional</b>												
<i>Governance and administration</i>		188 493	188 793	-	-	-	410	-	410	189 203	201 293	211 477
Executive and council		1 056	1 356	-	-	-	-	-	-	1 356	2 014	146
Finance and administration		187 436	187 436	-	-	-	280	-	280	187 716	199 280	211 330
Internal audit		-	-	-	-	-	130	-	130	130	-	-
<i>Community and public safety</i>		58 555	65 969	-	-	-	120	-	120	66 089	183 240	37 505
Community and social services		7 874	7 874	-	-	-	-	-	-	7 874	8 455	8 810
Sport and recreation		366	366	-	-	-	-	-	-	366	281	297
Public safety		956	956	-	-	-	120	-	120	1 076	2 638	424
Housing		49 360	56 774	-	-	-	-	-	-	56 774	171 866	27 974
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		95 603	95 603	-	-	-	3 001	-	3 001	98 603	98 467	106 484
Planning and development		5 613	5 613	-	-	-	-	-	-	5 613	4 107	1 565
Road transport		90 618	90 618	-	-	-	-	-	-	90 618	95 023	105 620
Environmental protection		(628)	(628)	-	-	-	3 001	-	3 001	2 373	(663)	(701)
<i>Trading services</i>		738 207	738 207	-	-	-	-	-	-	738 207	743 344	807 024
Energy sources		412 553	412 553	-	-	-	-	-	-	412 553	427 839	453 829
Water management		121 347	121 347	-	-	-	-	-	-	121 347	134 179	140 940
Waste water management		139 513	139 513	-	-	-	-	-	-	139 513	122 572	148 604
Waste management		64 794	64 794	-	-	-	-	-	-	64 794	58 753	63 651
<i>Other</i>		(78)	(78)	-	-	-	-	-	-	(78)	(83)	(87)
<b>Total Revenue - Functional</b>	2	1 080 779	1 088 494	-	-	-	3 531	-	3 531	1 092 024	1 226 262	1 162 403
<b>Expenditure - Functional</b>												
<i>Governance and administration</i>		193 795	194 095	-	-	-	410	-	410	194 505	205 149	214 494
Executive and council		33 329	33 629	-	-	-	-	-	-	33 629	36 127	36 170
Finance and administration		157 423	157 423	-	-	-	280	-	280	157 703	165 807	174 928
Internal audit		3 043	3 043	-	-	-	130	-	130	3 173	3 216	3 396
<i>Community and public safety</i>		135 812	143 226	-	-	-	120	-	120	143 346	261 661	122 180
Community and social services		21 368	21 368	-	-	-	-	-	-	21 368	22 706	23 851
Sport and recreation		30 724	30 724	-	-	-	-	-	-	30 724	32 329	34 111
Public safety		29 907	29 907	-	-	-	120	-	120	30 027	30 790	32 499
Housing		53 717	61 132	-	-	-	-	-	-	61 132	175 735	31 612
Health		95	95	-	-	-	-	-	-	95	101	106
<i>Economic and environmental services</i>		128 164	128 164	-	-	-	3 001	-	3 001	131 165	134 347	141 740
Planning and development		13 903	13 903	-	-	-	-	-	-	13 903	14 605	15 423
Road transport		113 785	113 785	-	-	-	-	-	-	113 785	119 239	125 785
Environmental protection		476	476	-	-	-	3 001	-	3 001	3 476	503	531
<i>Trading services</i>		506 344	506 344	-	-	-	-	-	-	506 344	532 173	560 038
Energy sources		348 846	348 846	-	-	-	-	-	-	348 846	367 728	387 652
Water management		50 157	50 157	-	-	-	-	-	-	50 157	52 585	55 222
Waste water management		58 578	58 578	-	-	-	-	-	-	58 578	60 581	63 018
Waste management		48 763	48 763	-	-	-	-	-	-	48 763	51 279	54 146
<i>Other</i>		980	980	-	-	-	-	-	-	980	1 036	1 094
<b>Total Expenditure - Functional</b>	3	965 095	972 810	-	-	-	3 531	-	3 531	976 340	1 134 367	1 039 545
<b>Surplus/ (Deficit) for the year</b>		115 684	115 684	-	-	-	-	-	-	115 684	91 894	122 859

## B3 Consolidated Adjustments Budget Financial Performance By Municipal Vote

WC025 Breede Valley - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 06 December 2017												
Vote Description  <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Revenue by Vote</b>	1											
Vote 1 - Council General		131	131	-	-	-	-	-	-	131	139	146
Vote 2 - Municipal Manager		5 050	5 350	-	-	-	130	-	130	5 480	4 500	-
Vote 3 - Strategic Support Services		22	22	-	-	-	-	-	-	22	(130)	(199)
Vote 4 - Financial Services		182 995	182 995	-	-	-	280	-	280	183 275	194 996	206 874
Vote 5 - Community Services		138 439	145 854	-	-	-	120	-	120	145 974	266 936	125 883
Vote 6 - Technical Services		754 141	754 141	-	-	-	3 001	-	3 001	757 142	759 821	829 699
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>1 080 779</b>	<b>1 088 494</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 531</b>	<b>-</b>	<b>3 531</b>	<b>1 092 024</b>	<b>1 226 262</b>	<b>1 162 403</b>
<b>Expenditure by Vote</b>	1											
Vote 1 - Council General		29 961	29 961	-	-	-	-	-	-	29 961	31 669	33 443
Vote 2 - Municipal Manager		9 989	10 289	-	-	-	130	-	130	10 419	11 456	10 118
Vote 3 - Strategic Support Services		54 712	54 712	-	-	-	-	-	-	54 712	57 636	60 802
Vote 4 - Financial Services		78 806	78 806	-	-	-	280	-	280	79 086	83 224	87 832
Vote 5 - Community Services		208 868	216 282	-	-	-	120	-	120	216 402	338 165	202 982
Vote 6 - Technical Services		582 759	582 759	-	-	-	3 001	-	3 001	585 759	612 217	644 368
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>965 095</b>	<b>972 810</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 531</b>	<b>-</b>	<b>3 531</b>	<b>976 340</b>	<b>1 134 367</b>	<b>1 039 545</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>115 684</b>	<b>115 684</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 684</b>	<b>91 894</b>	<b>122 859</b>

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

WC025 Breede Valley - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 06 December 2017

Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	+1 2018/19	+2 2019/20
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>R thousands</b>	1											
<b>Revenue By Source</b>												
Property rates	2	137 892	137 892	-	-	-	-	-	-	137 892	145 752	153 914
Service charges - electricity revenue	2	400 316	400 316	-	-	-	-	-	-	400 316	423 134	446 830
Service charges - water revenue	2	65 274	65 274	-	-	-	-	-	-	65 274	68 995	72 859
Service charges - sanitation revenue	2	59 938	59 938	-	-	-	-	-	-	59 938	64 002	68 642
Service charges - refuse revenue	2	41 015	41 015	-	-	-	-	-	-	41 015	43 352	45 770
Service charges - other		(17 700)	(17 700)	-	-	-	-	-	-	(17 700)	(18 709)	(19 756)
Rental of facilities and equipment		14 492	14 492	-	-	-	-	-	-	14 492	15 318	16 176
Interest earned - external investments		10 620	10 620	-	-	-	-	-	-	10 620	11 225	11 854
Interest earned - outstanding debtors		3 009	3 009	-	-	-	-	-	-	3 009	3 181	3 359
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		67 244	67 244	-	-	-	-	-	-	67 244	71 077	75 057
Licences and permits		3 173	3 173	-	-	-	-	-	-	3 173	3 353	3 541
Agency services		7 373	7 373	-	-	-	-	-	-	7 373	7 793	8 229
Transfers and subsidies		148 473	156 188	-	-	-	3 531	-	3 531	159 718	280 007	142 987
Other revenue	2	6 900	6 900	-	-	-	-	-	-	6 900	7 294	7 702
Gains on disposal of PPE		1 126	1 126	-	-	-	-	-	-	1 126	1 190	1 257
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>949 146</b>	<b>956 861</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 531</b>	<b>-</b>	<b>3 531</b>	<b>960 392</b>	<b>1 126 966</b>	<b>1 038 431</b>
<b>Expenditure By Type</b>												
Employee related costs		301 169	301 169	-	-	-	9	-	9	301 178	316 047	333 713
Remuneration of councillors		16 468	16 468	-	-	-	-	-	-	16 468	17 406	18 381
Debt impairment		55 626	55 626	-	-	-	-	-	-	55 626	58 797	62 090
Depreciation & asset impairment		81 713	81 713	-	-	-	-	-	-	81 713	86 370	91 207
Finance charges		26 116	26 116	-	-	-	-	-	-	26 116	24 499	23 648
Bulk purchases		276 151	276 151	-	-	-	-	-	-	276 151	291 892	308 238
Other materials		63 656	63 656	-	-	-	5	-	5	63 661	67 087	70 844
Contracted services		9 366	9 366	-	-	-	3 141	-	3 141	12 508	9 900	10 455
Transfers and subsidies		279	279	-	-	-	-	-	-	279	295	311
Other expenditure		131 426	139 141	-	-	-	375	-	375	139 515	258 769	117 170
Loss on disposal of PPE		3 125	3 125	-	-	-	-	-	-	3 125	3 304	3 489
<b>Total Expenditure</b>		<b>965 095</b>	<b>972 810</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 531</b>	<b>-</b>	<b>3 531</b>	<b>976 340</b>	<b>1 134 367</b>	<b>1 039 545</b>
<b>Surplus/(Deficit)</b>		<b>(15 949)</b>	<b>(15 949)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15 949)</b>	<b>(7 402)</b>	<b>(1 113)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		131 633	131 633	-	-	-	-	-	-	131 633	99 296	123 972
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>115 684</b>	<b>115 684</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 684</b>	<b>91 894</b>	<b>122 859</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>115 684</b>	<b>115 684</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 684</b>	<b>91 894</b>	<b>122 859</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>115 684</b>	<b>115 684</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 684</b>	<b>91 894</b>	<b>122 859</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>115 684</b>	<b>115 684</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 684</b>	<b>91 894</b>	<b>122 859</b>

## B5 Consolidated Adjustments Budget Capital Expenditure Vote and Funding

WC025 Breede Valley - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 06 December 2017												
Description	Ref	Budget Year 2017/18									Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>												
Vote 1 - Council General	2	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Support Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	3	-	-	-	-	-	-	-	-	-	-	-
<b>Single-year expenditure to be adjusted</b>												
Vote 1 - Council General	2	5	8	-	-	-	-	-	-	8	-	-
Vote 2 - Municipal Manager		4 130	4 729	-	-	-	-	-	-	4 729	2 625	-
Vote 3 - Strategic Support Services		6 320	6 320	-	-	-	-	-	-	6 320	7 913	3 813
Vote 4 - Financial Services		805	805	-	-	-	-	-	-	805	800	800
Vote 5 - Community Services		10 193	11 711	-	-	-	-	-	-	11 711	12 172	2 990
Vote 6 - Technical Services		188 501	204 981	-	-	-	-	-	-	204 981	138 365	155 291
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		209 954	228 554	-	-	-	-	-	-	228 554	161 875	162 893
<b>Total Capital Expenditure - Vote</b>		209 954	228 554	-	-	-	-	-	-	228 554	161 875	162 893
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		11 560	12 237	-	-	-	-	-	-	12 237	11 638	4 913
Executive and council		15	18	-	-	-	-	-	-	18	-	-
Finance and administration		11 545	12 220	-	-	-	-	-	-	12 220	11 638	4 913
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		14 170	15 898	-	-	-	-	-	-	15 898	12 772	4 563
Community and social services		660	660	-	-	-	-	-	-	660	-	30
Sport and recreation		2 240	2 490	-	-	-	-	-	-	2 490	600	755
Public safety		11 270	12 748	-	-	-	-	-	-	12 748	12 172	3 778
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		21 375	23 298	-	-	-	-	-	-	23 298	30 951	28 536
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		21 375	23 298	-	-	-	-	-	-	23 298	30 951	28 536
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		162 848	177 121	-	-	-	-	-	-	177 121	106 514	124 882
Energy sources		38 757	38 757	-	-	-	-	-	-	38 757	18 831	18 335
Water management		41 606	41 606	-	-	-	-	-	-	41 606	52 652	50 639
Waste water management		62 233	76 505	-	-	-	-	-	-	76 505	32 131	52 016
Waste management		20 253	20 253	-	-	-	-	-	-	20 253	2 900	3 893
<b>Other</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	3	209 954	228 554	-	-	-	-	-	-	228 554	161 875	162 893
<b>Funded by:</b>												
National Government		43 007	43 007	-	-	-	-	-	-	43 007	38 867	41 830
Provincial Government		88 626	88 626	-	-	-	-	-	-	88 626	60 429	82 142
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	0	-
<b>Transfers recognised - capital</b>	4	131 633	131 633	-	-	-	-	-	-	131 633	99 296	123 972
<b>Public contributions &amp; donations</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>		10 500	23 228	-	-	-	-	-	-	23 228	-	-
<b>Internally generated funds</b>		67 821	73 693	-	-	-	-	-	-	73 693	62 579	38 921
<b>Total Capital Funding</b>		209 954	228 554	-	-	-	-	-	-	228 554	161 875	162 893

## B6 Consolidated Adjustments Budget Financial Position

WC025 Breede Valley - Table B6 Adjustments Budget Financial Position - 06 December 2017

Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2018/19	+2 2019/20
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		46 310	87 544	-	-	-	-	-	-	87 544	48 780	84 793
Call investment deposits	1	35 000	35 000	-	-	-	-	-	-	35 000	35 000	35 000
Consumer debtors	1	111 661	111 661	-	-	-	-	-	-	111 661	135 246	160 186
Other debtors		34 926	34 926	-	-	-	-	-	-	34 926	29 926	24 926
Current portion of long-term receivables		1 164	1 164	-	-	-	-	-	-	1 164	1 105	1 050
Inventory		18 978	18 978	-	-	-	-	-	-	18 978	20 127	21 346
<b>Total current assets</b>		<b>248 040</b>	<b>289 273</b>	-	-	-	-	-	-	<b>289 273</b>	<b>270 185</b>	<b>327 301</b>
<b>Non current assets</b>												
Long-term receivables		6 593	6 593	-	-	-	-	-	-	6 593	6 264	5 951
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		22 395	22 395	-	-	-	-	-	-	22 395	22 395	22 395
Investment in Associates		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	2 075 969	2 094 569	-	-	-	-	-	-	2 094 569	2 151 991	2 224 224
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		4 854	4 854	-	-	-	-	-	-	4 854	4 336	3 790
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>		<b>2 109 812</b>	<b>2 128 412</b>	-	-	-	-	-	-	<b>2 128 412</b>	<b>2 184 987</b>	<b>2 256 360</b>
<b>TOTAL ASSETS</b>		<b>2 357 852</b>	<b>2 417 685</b>	-	-	-	-	-	-	<b>2 417 685</b>	<b>2 455 172</b>	<b>2 583 661</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		9 427	9 427	-	-	-	-	-	-	9 427	10 410	11 702
Consumer deposits		4 448	4 448	-	-	-	-	-	-	4 448	4 889	5 374
Trade and other payables		68 073	68 073	-	-	-	-	-	-	68 073	64 786	61 653
Provisions		29 241	29 241	-	-	-	-	-	-	29 241	30 996	32 855
<b>Total current liabilities</b>		<b>111 189</b>	<b>111 189</b>	-	-	-	-	-	-	<b>111 189</b>	<b>111 080</b>	<b>111 585</b>
<b>Non current liabilities</b>												
Borrowing	1	214 291	214 291	-	-	-	-	-	-	214 291	203 881	192 179
Provisions	1	229 738	229 738	-	-	-	-	-	-	229 738	236 096	243 171
<b>Total non current liabilities</b>		<b>444 029</b>	<b>444 029</b>	-	-	-	-	-	-	<b>444 029</b>	<b>439 977</b>	<b>435 350</b>
<b>TOTAL LIABILITIES</b>		<b>555 218</b>	<b>555 218</b>	-	-	-	-	-	-	<b>555 218</b>	<b>551 057</b>	<b>546 935</b>
<b>NET ASSETS</b>	2	<b>1 802 634</b>	<b>1 862 467</b>	-	-	-	-	-	-	<b>1 862 467</b>	<b>1 904 115</b>	<b>2 036 726</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		1 802 634	1 862 467	-	-	-	-	-	-	1 862 467	1 904 115	2 036 726
Reserves		-	-	-	-	-	-	-	-	-	-	-
Minorities' interests		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>1 802 634</b>	<b>1 862 467</b>	-	-	-	-	-	-	<b>1 862 467</b>	<b>1 904 115</b>	<b>2 036 726</b>

## B7 Consolidated Adjustments Budget Cash Flows

WC025 Breede Valley - Table B7 Adjustments Budget Cash Flows - 06 December 2017												
Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2018/19	+2 2019/20
R thousands		A	A1	B	C	D	E	F	G	H		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		130 998	130 998	-	-	-	-	-	-	130 998	138 465	146 219
Service charges		542 319	542 319	-	-	-	-	-	-	542 319	573 847	606 987
Other revenue		54 259	54 259	-	-	-	-	-	-	54 259	57 352	60 564
Government - operating	1	148 473	148 473	-	-	-	3 531	-	3 531	152 004	280 007	142 987
Government - capital	1	131 633	131 633	-	-	-	-	-	-	131 633	99 296	123 972
Interest		13 629	13 629	-	-	-	-	-	-	13 629	14 406	15 213
Dividends		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(801 361)	(809 076)	-	-	-	(3 531)	-	(3 531)	(812 606)	(964 406)	(862 289)
Finance charges		(26 387)	(26 387)	-	-	-	-	-	-	(26 387)	(25 050)	(24 176)
Transfers and Grants	1	(279)	(279)	-	-	-	-	-	-	(279)	(295)	(311)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>193 284</b>	<b>185 569</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>185 569</b>	<b>173 621</b>	<b>209 165</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		50	50	-	-	-	-	-	-	50	50	50
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Capital assets		(209 954)	(228 554)	-	-	-	-	-	-	(228 554)	(161 875)	(162 893)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(209 904)</b>	<b>(228 504)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(228 504)</b>	<b>(161 825)</b>	<b>(162 843)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		100	100	-	-	-	-	-	-	100	100	100
<b>Payments</b>												
Repayment of borrowing		(17 200)	(17 200)	-	-	-	-	-	-	(17 200)	(9 427)	(10 410)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(17 100)</b>	<b>(17 100)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17 100)</b>	<b>(9 327)</b>	<b>(10 310)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(33 720)</b>	<b>(60 034)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(60 034)</b>	<b>2 470</b>	<b>36 012</b>
Cash/cash equivalents at the year begin:	2	115 031	182 578	-	-	-	-	-	-	182 578	81 310	83 780
Cash/cash equivalents at the year end:	2	81 310	122 544	-	-	-	-	-	-	122 544	83 780	119 793

## B8 Consolidated Cash Backed Reserves/Accumulated Surplus Reconciliation

WC025 Breede Valley - Table B8 Cash backed reserves/accumulated surplus reconciliation - 06 December 2017												
Description	Ref	Budget Year 2017/18									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2018/19	+2 2019/20
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	81 310	122 544	-	-	-	-	-	-	122 544	83 780	119 793
Other current investments > 90 days		0	0	-	-	-	-	-	-	0	0	(0)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>81 310</b>	<b>122 544</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>122 544</b>	<b>83 780</b>	<b>119 793</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		5 000	5 000	-	-	-	-	-	-	5 000	5 000	5 000
Unspent borrowing		-	-	-	-	-	-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	(77 081)	(77 081)	-	-	-	-	-	-	(77 081)	(97 130)	(118 286)
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		53 315	53 315	-	-	-	-	-	-	53 315	35 839	38 179
<b>Total Application of cash and investments:</b>		<b>(18 766)</b>	<b>(18 766)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(18 766)</b>	<b>(56 291)</b>	<b>(75 108)</b>
<b>Surplus(shortfall)</b>		<b>100 077</b>	<b>141 310</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>141 310</b>	<b>140 071</b>	<b>194 900</b>

## B9 Consolidated Asset Management

Refer to Annexure A

## B10 Consolidated Basic Service Delivery Measurement

WC025 Breede Valley - Table B10 Basic service delivery measurement - 06 December 2017

Description	Ref	Budget Year 2017/18									Budget Year +1 2018/19	Budget Year +2 2019/20
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
<b>Household service targets</b>	1											
<b>Water:</b>												
Piped water inside dwelling		16 701	16 701	-	-	-	-	-	-	16 701	16 701	16 701
Piped water inside yard (but not in dwelling)		3 803	3 803	-	-	-	-	-	-	3 803	3 803	3 803
Using public tap (at least min.service level)	2	4 989	4 989	-	-	-	-	-	-	4 989	4 989	4 989
Other water supply (at least min.service level)		-	-	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		25 493	25 493	-	-	-	-	-	-	25 493	25 493	25 493
Using public tap (< min.service level)	3	924	924	-	-	-	-	-	-	924	924	924
Other water supply (< min.service level)	3.4	-	-	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		924	924	-	-	-	-	-	-	924	924	924
<b>Total number of households</b>	5	<b>26 417</b>	<b>26 417</b>							<b>26 417</b>	<b>26 417</b>	<b>26 417</b>
<b>Sanitation/sewerage:</b>												
Flush toilet (connected to sewerage)		23 834	23 834	-	-	-	-	-	-	23 834	23 834	23 834
Flush toilet (with septic tank)		100	100	-	-	-	-	-	-	100	100	100
Chemical toilet		4 415	4 415	-	-	-	-	-	-	4 415	4 415	4 415
Pit toilet (ventilated)		-	-	-	-	-	-	-	-	-	-	-
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		28 349	28 349	-	-	-	-	-	-	28 349	28 349	28 349
Bucket toilet		-	-	-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-	-	-
No toilet provisions		558	558	-	-	-	-	-	-	558	558	558
<i>Below Minimum Service Level sub-total</i>		558	558	-	-	-	-	-	-	558	558	558
<b>Total number of households</b>	5	<b>28 907</b>	<b>28 907</b>							<b>28 907</b>	<b>28 907</b>	<b>28 907</b>
<b>Energy:</b>												
Electricity (at least min. service level)		4 451	4 451	-	-	-	-	-	-	4 451	4 451	4 451
Electricity - prepaid (> min.service level)		20 706	20 706	-	-	-	-	-	-	20 706	20 706	20 706
<i>Minimum Service Level and Above sub-total</i>		25 157	25 157	-	-	-	-	-	-	25 157	25 157	25 157
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	<b>25 157</b>	<b>25 157</b>							<b>25 157</b>	<b>25 157</b>	<b>25 157</b>
<b>Refuse:</b>												
Removed at least once a week (min.service)		34 804	34 804	-	-	-	-	-	-	34 804	34 804	34 804
<i>Minimum Service Level and Above sub-total</i>		34 804	34 804	-	-	-	-	-	-	34 804	34 804	34 804
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	5	<b>34 804</b>	<b>34 804</b>							<b>34 804</b>	<b>34 804</b>	<b>34 804</b>
<b>Households receiving Free Basic Service</b>	15											
Water (6 kilolitres per household per month)		8 000	8 000	-	-	-	-	-	-	8 000	8 000	8 000
Sanitation (free minimum level service)		7 750	7 750	-	-	-	-	-	-	7 750	7 750	7 750
Electricity/other energy (50kwh per household per month)		8 000	8 000	-	-	-	-	-	-	8 000	8 000	8 000
Refuse (removed at least once a week)		8 000	8 000	-	-	-	-	-	-	8 000	8 000	8 000
<b>Cost of Free Basic Services provided (R'000)</b>	16											
Water (6 kilolitres per household per month)		6 351	6 351	-	-	-	-	-	-	6 351	6 713	7 089
Sanitation (free sanitation service)		13 500	13 500	-	-	-	-	-	-	13 500	13 687	13 503
Electricity/other energy (50kwh per household per month)		3 642	3 642	-	-	-	-	-	-	3 642	3 850	4 065
Refuse (removed once a week)		7 650	7 650	-	-	-	-	-	-	7 650	8 086	8 539
Cost of Free Basic Services provided - Informal Formal Settles		8 909	8 909	-	-	-	-	-	-	8 909	9 567	9 760
<b>Total cost of FBS provided (minimum social package)</b>		<b>40 052</b>	<b>40 052</b>							<b>40 052</b>	<b>41 902</b>	<b>42 956</b>
<b>Highest level of free service provided</b>												
Property rates (R'000 value threshold)		150000	150000	0	0	0	0	0	0	150000	150000	150000
Water (kilolitres per household per month)		10k	10k	0	0	0	0	0	0	10k	10k	10k
Sanitation (kilolitres per household per month)		0	0	0	0	0	0	0	0	0	0	0
Sanitation (Rand per household per month)		245.61	245.61	0	0	0	0	0	0	245.61	260.35	275.97
Electricity (kw per household per month)		50kwh	50kwh	0	0	0	0	0	0	50kwh	50kwh	50kwh
Refuse (average litres per week)		240L	240L	0	0	0	0	0	0	240L	240L	240L
<b>Revenue cost of free services provided (R'000)</b>	17											
Property rates (R15 000 threshold rebate)		2 650	2 650	-	-	-	-	-	-	2 650	2 809	2 978
Property rates (other exemptions, reductions and rebates)		25 870	25 870	-	-	-	-	-	-	25 870	27 344	28 876
Water		706	706	-	-	-	-	-	-	706	746	788
Sanitation		1 500	1 500	-	-	-	-	-	-	1 500	1 521	1 500
Electricity/other energy		405	405	-	-	-	-	-	-	405	428	452
Refuse		850	850	-	-	-	-	-	-	850	898	949
Municipal Housing - rental rebates		6 204	6 204	-	-	-	-	-	-	6 204	6 577	6 971
Housing - top structure subsidies	6	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>Total revenue cost of free services provided (total social</b>		<b>38 184</b>	<b>38 184</b>							<b>38 184</b>	<b>40 323</b>	<b>42 513</b>

## SECTION A – Part 2

### 1. Adjustments to Budget Inputs and assumptions

#### Revenue

##### Operating and Capital Revenue

The operational revenue budget is adjusted upwards in order to accommodate the additional allocations mentioned in this report. Please refer to table B4 and SB8 for all related amendments.

#### Expenditure

##### **Operating Expenditure**

The additional allocation relating to the Western Cape Financial Management Support Grant, will increase the operational expenditure budget by R410 000. Please see table below for further details:

<b>NAME OF GRANT</b>	<b>PROJECT(S)</b>	<b>R '000</b>
Western Cape Financial Management Support Grant	Municipal Continuous Monitoring (Organisation Efficiency initiative)	130
	Municipal Standard Chart of Accounts (mSCOA) Implementation	280
	<b>TOTAL</b>	<b>410</b>

## 2. Adjustments to Expenditure on Allocations and Grant

### Operating expenditure and Capital Expenditure of Transfers and Grants

WC025 Breede Valley - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 06 December 2017

Description	Ref	Budget Year 2017/18							Budget Year	Budget Year
		Original	Prior Adjusted	Multi-year	Nat. or Prov.	Other Adjusts.	Total Adjusts.	Adjusted	Adjusted	
		Budget	2	capital	Govt			Budget	Budget	
R thousands	A	A1	B	C	D	E	F	+1 2018/19	+2 2019/20	
<b>EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:</b>	1									
<u>Operating expenditure of Transfers and Grants</u>										
<b>National Government:</b>		101 740	101 740	-	-	-	-	101 740	110 849	120 386
Local Government Equitable Share		98 097	98 097	-	-	-	-	98 097	109 299	118 836
Local Government Financial Management Grant		1 550	1 550	-	-	-	-	1 550	1 550	1 550
Municipal Systems Improvement grant		-	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated grant		2 093	2 093	-	-	-	-	2 093	-	-
<b>Provincial Government:</b>		45 133	52 548	-	530	-	530	53 078	168 058	21 501
Human Settlement development Grant		35 699	43 114	-	-	-	-	43 114	156 690	11 500
Fin. Assistance to Mun for Maintenance and contruction of transport		149	149	-	-	-	-	149	-	-
Library Services: Conditional grant		8 427	8 427	-	-	-	-	8 427	8 920	9 428
Community Development workers (CDW)		93	93	-	-	-	-	93	93	93
Regional Socio-Economic Project		425	425	-	-	-	-	425	1 875	-
Thusong service centres grant		-	-	-	-	-	-	-	120	-
Financial Management Capacity Building Grant		240	240	-	-	-	-	240	360	480
Development of Sport and recreation		100	100	-	-	-	-	100	-	-
Financial Management Support grant		-	-	-	410	-	410	410	-	-
Fire equipment maintenance		-	-	-	120	-	120	120	-	-
<b>District Municipality:</b>		500	800	-	-	-	-	800	-	-
CWDM Projects		500	800	-	-	-	-	800	-	-
<b>Other grant providers:</b>		1 100	1 100	-	3 001	-	3 001	4 101	1 100	1 100
Learnership SETA		500	500	-	-	-	-	500	500	500
LGWSETA		600	600	-	-	-	-	600	600	600
Work for water		-	-	-	3 001	-	3 001	3 001	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		148 473	156 188	-	3 531	-	3 531	159 718	280 007	142 987
<u>Capital expenditure of Transfers and Grants</u>										
<b>National Government:</b>		43 007	43 007	-	-	-	-	43 007	38 867	41 830
Municipal Infrastructure grant		35 007	35 007	-	-	-	-	35 007	36 867	38 830
Integrated National Electrification Program		8 000	8 000	-	-	-	-	8 000	2 000	3 000
<b>Provincial Government:</b>		88 626	88 626	-	-	-	-	88 626	60 429	82 142
Human Settlement development Grant		84 501	84 501	-	-	-	-	84 501	57 804	82 142
Regional Socio-Economic Project		4 125	4 125	-	-	-	-	4 125	2 625	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		131 633	131 633	-	-	-	-	131 633	99 296	123 972
<b>Total capital expenditure of Transfers and Grants</b>		280 106	287 820	-	3 531	-	3 531	291 351	379 303	266 959

In addition to the Western Cape Financial Management Support Grant (WC FMSG) amendments, the following increases relating operational transfers and grants were also affected:

- Work for Water – increase of R3 000 722; and
- Fire Equipment Maintenance – increase of R120 000.

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

None

### 4. Adjustment to Councillor Allowances and Employees

None

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

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

## **6. 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 and SB19

## **7. Other Supporting Documents**

1. National treasury electronic revised budget report, SB1-SB19 as **Annexure A**
2. Signed quality certificate as **Annexure B**
3. Provincial Gazette Extraordinary, 7841, Friday,27 October 2017 as **Annexure C**

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

<b>Municipal Manager:</b>	<b>Recommendation Supported</b>
<b>Director: Strategic Support Services:</b>	<b>Recommendation Supported</b>
<b>Director: Financial Services:</b>	<b>Recommendation Supported</b>
<b>Director: Technical Services:</b>	<b>Recommendation Supported</b>
<b>Director: Community Services:</b>	<b>Recommendation Supported</b>

**RECOMMENDATION:**

**That in respect of Adjustments budget for 2017/18 – December 2017  
Discussed by Council at the Council meeting held on 06 December 2017**

- **Council resolves that the budget of Breede Valley Municipality for the financial year 2017/18 be adjusted and approved with amendments as set out in the following;**
  - **Municipal Budget tables B1- B10**
  - **Municipal Budget supporting documentation SB1 - SB19**

**RESOLVED**

**C87/2017**

**That in respect of  
ADJUSTMENTS BUDGET FOR 2017/18 – DECEMBER 2017  
discussed by Council at the Council meeting held on 06 December 2017:**

1. Council resolves that the budget of Breede Valley Municipality for the financial year 2017/18 be adjusted and approved with amendments as set out in the following;
  - Municipal Budget tables B1- B10
  - Municipal Budget supporting documentation SB1 - SB19