



BUDGET AND TREASURY OFFICE

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SUBMISSION

To : Council

From : Municipal Manager

File :

Date : 24 February 2020

RE : ADJUSTMENTS BUDGET 2019 - 2020

1. PURPOSE

- (a) To seek Council's approval for an adjustment budget of the Umsobomvu Municipality for the 2019- 2020 financial year.
- (b) To adhere to the recommendation made on the Mid-year report submitted to council where a Adjustments Budget is proposed;
- (c) Council's approval is needed in the event of any over-expenditure on items and votes per department.

This report will serve as the review of the approved 2019/2020 budget

2. BACKGROUND/MOTIVATION

In order to submit a report to Council to consider possible adjustments to the MTREF the stipulations of Section 28 of the MFMA as well as Section 23(1) of the MBRR need to be highlighted:

Section 28 of the MFMA - Municipal adjustments budgets

"28 (1) A municipality may revise an approved annual budget through an adjustments budget.

(2) An adjustments budget—

(a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;

(b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;

(c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;

(d) may authorise the utilisation of projected savings in one vote towards spending under another vote;

(e) may authorise 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 the council;

(f) may correct any errors in the annual budget; and

(g) may provide for any other expenditure within a prescribed framework.

(3) An adjustments budget must be in a prescribed form.

Umsobomvu Municipality – 2019/20 Adjustments Budget

(4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.

(5) When an adjustments budget is tabled, it must be accompanied by—

(a) an explanation how the adjustments budget affects the annual budget;

(b) a motivation of any material changes to the annual budget;

(c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and

(d) any other supporting documentation that may be prescribed.

(6) Municipal tax and tariffs may not be increased during a financial year.

(7) Sections 22(b), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an annual budget must be read as a reference to an adjustments budget.”

An extract of Regulation 21 to 27 of the Municipal Budget and Reporting issued in terms of Section 168 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) is attached For Council's cognisance. These Regulations deal with the format, funding, timeframes, submission, approval and publication of Adjustments Budgets.

The following table indicates the effect of the adjustments budget on the operating revenue and expenditure budget for 2019/20:

Revenue By Source	Budget Amount	Adjustments	Final Budget	Expenditure By Type	Budget Amount	Adjustments	Final Budget
Property rates	11 726 167,00	- 1 606 643,00	10 119 524,00	Employee related costs	57 789 525,00	- 866 850,00	56 922 675,00
Service charges	67 662 000,00	- 4 607 832,00	63 053 818,00	Remuneration of councillors	4 397 986,00	- 43 890,00	4 354 096,00
Rental of facilities and equipment	351 234,00	-	351 234,00	Debt impairment	11 387 766,00	19 144 169,00	30 531 935,00
Interest earned - external investments	570 000,00	-	570 000,00	Contracted services	1 274 387,00	-	1 274 387,00
Interest earned - outstanding debtors	3 344 847,00	- 2 000 000,00	1 344 847,00	Transfers and subsidies			-
Fines, penalties and forfeits	7 743 481,00	23 229 000,00	30 972 481,00	Depreciation & asset impairment	31 138 647,00	-	31 138 647,00
Licences and permits	2 644 389,00	-	2 644 389,00	Finance charges			-
Agency services	359 140,00	1 040 077,90	1 399 217,90	Bulk purchases	27 890 750,00	6 421 701,00	34 312 451,00
Transfers and subsidies-Operational	53 500 500,00	1 117 000,00	54 617 500,00	Other materials			-
Other revenue	6 701 025,00	-	6 701 025,00	Other expenditure	40 749 900,00	- 7 970 343,00	32 779 557,00
Gains on disposal of PPE			-	Loss on disposal of PPE	20 000,00	-	20 000,00
Total Revenue (excluding capital transfers and contributions)	154 602 783,00	17 171 602,90	171 774 035,90		174 648 961,00	16 684 787,00	191 333 748,00
Surplus/(Deficit)					- 20 046 178,00	486 815,90	- 19 559 712,10
Transfers recognised - Capital					37 235 500,00	-	37 235 500,00
Contributions recognised- Capital					-	-	-
Contributed Assets					-	-	-
Surplus/(Deficit) for the year					17 189 322,00	486 815,90	17 675 787,90

2.1 – Operating Revenue

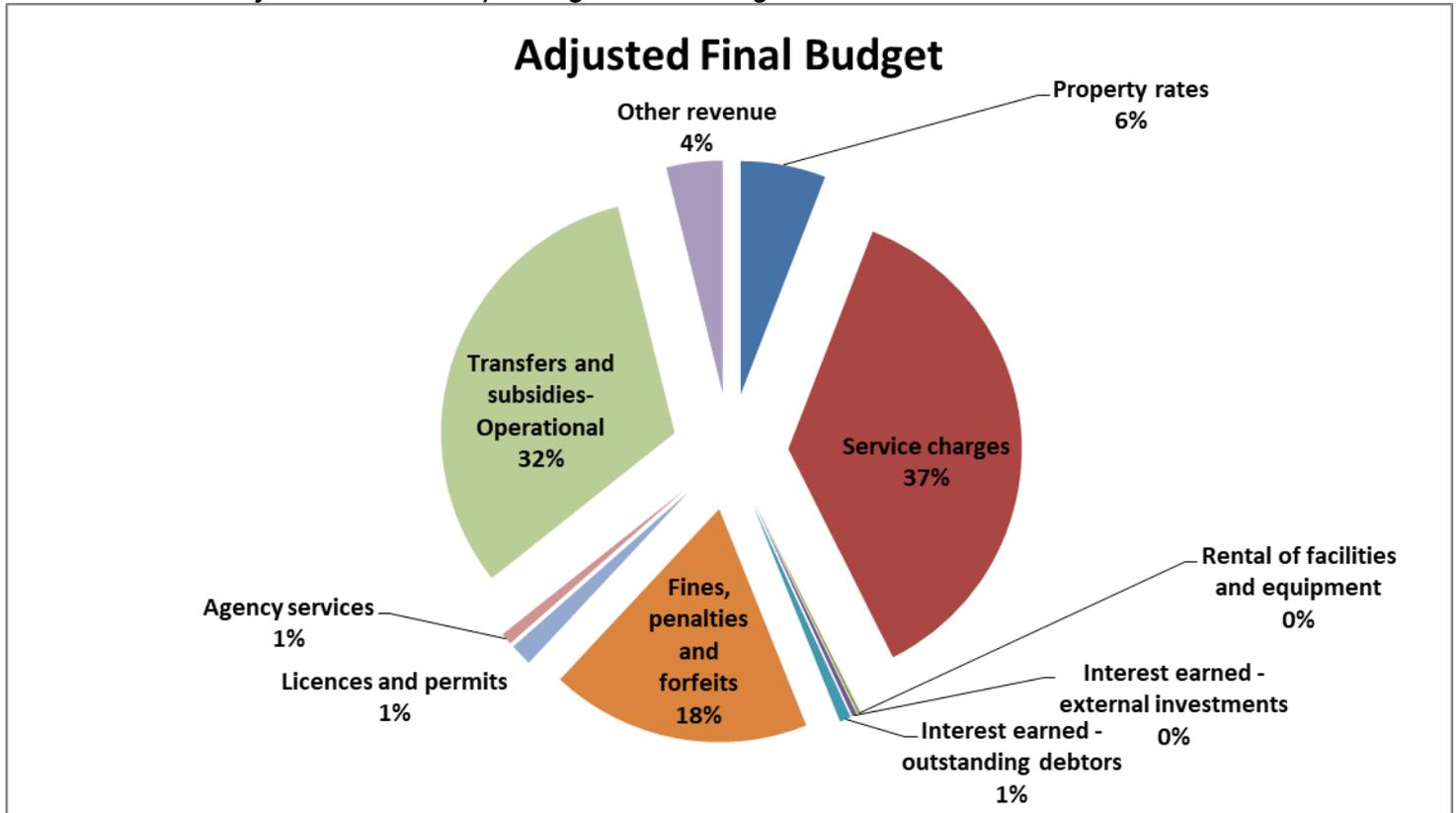
NC072 Umsobomvu - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	11 726	-	-	-	-	-	(1 607)	(1 607)	10 120	10 656	11 221
Service charges - electricity revenue	2	38 254	-	-	-	-	-	-	-	38 254	40 282	42 417
Service charges - water revenue	2	14 108	-	-	-	-	-	(2 116)	(2 116)	11 992	12 628	13 297
Service charges - sanitation revenue	2	8 956	-	-	-	-	-	(1 246)	(1 246)	7 711	8 119	8 550
Service charges - refuse revenue	2	6 343	-	-	-	-	-	(1 246)	(1 246)	5 097	5 367	5 651
Rental of facilities and equipment		351						-	-	351	370	389
Interest earned - external investments		570						-	-	570	600	632
Interest earned - outstanding debtors		3 345						(2 000)	(2 000)	1 345	1 416	1 491
Dividends received								-	-	-	-	-
Fines, penalties and forfeits		7 743						23 229	23 229	30 972	32 614	34 343
Licences and permits		2 644						-	-	2 644	2 785	2 932
Agency services		359						1 040	1 040	1 399	1 473	1 551
Transfers and subsidies		53 501						1 117	1 117	54 618	57 512	60 560
Other revenue	2	6 701	-	-	-	-	-	-	-	6 701	7 056	7 430
Gains on disposal of PPE								-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		154 602	-	-	-	-	-	17 172	17 172	171 774	180 878	190 465

Revenue generated from property rates and service charges forms a significant percentage of the revenue source of the municipality. The total operating revenue is set to reduce from R79, 388,000 (excluding capital transfer) to R73, 173,000 a reduction of **7.8%**. The adjusted budget is based on the cash received for the past six months of the financial and projected cash to be received for the last 6 months of the financial year.

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

The chart: Adjustment of main operating revenue categories:



The reasons for proposed adjustment are as follows:

- 1.1 **Sales of Electricity charges**- electricity revenue is adjusted from a total of R38, 254,000 to R 40,282,000 including pre-paid electricity an upward adjustment of 5.3%. The adjustment budget is based on the cash received for the past six months of the financial and projected cash to be received for the last 6 months of the financial year.
- 1.2 **Service charges Water** - water revenue decreases from R14,108,000 to R12, 628,000 a decrease of 10.49%, based on the six months revenue received and the past half year performance or trends.
- 1.3 **Service charges Sanitation**- sanitation revenue decreases from R8,956,000 to R7, 711,000 a decrease of 13.90%, based on the six months revenue received and the past half year performance or trends.
- 1.4 **Service charges refuse** - refuse revenue decreases from R6,343,000 to R5, 097,000 a decrease of 19.64%, based on the six months revenue received and the past half year performance or trends.
- 1.5 **Interest on outstanding debtors** – interest from this source of funding is projected to decrease to R1,345,000, decreasing by 59.79% from the R3,345,000 initially budgeted for, and this is based on the cash received from July 2019 to December 2019 and the past year performance.

1.6 **Fines, penalties and forfeits** – fines , penalties and forfeits increased from R7,743,000 to R30,972,000 this projection is based on accounting standard IGRAP 1 principles (accrual basis), as the recognition of fines should not be based on cash basis (when fines is paid) but when the fine issued to the offender not necessarily paid. Based on the managerial past experience the contra- leg of the fines which is debt impairment should also be raised under operating expenditure.

1.7 **Agency services fee** – Agency service fee is set to increasing by R1, 040,000 from R359, 000 to R1, 399,00, based on six months actuals and improvement in fee recognized from agency service.

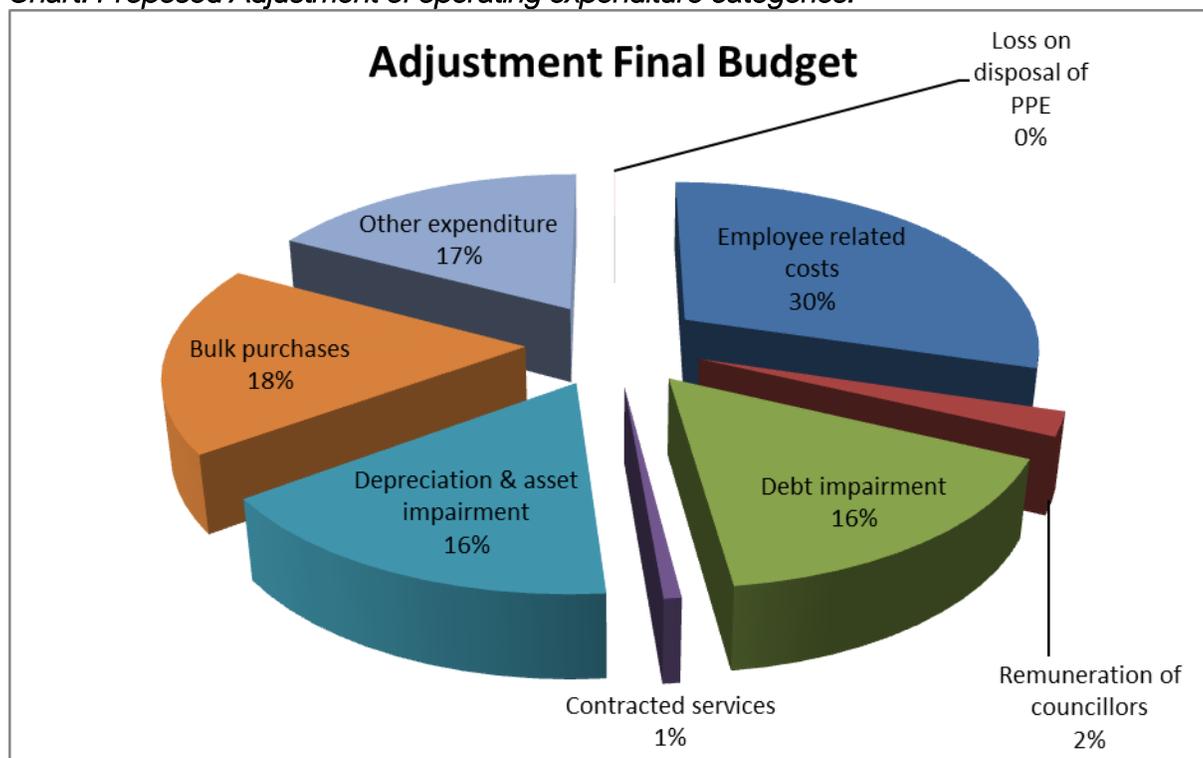
1.8 **Transfer recognized operational** – operational grants has been increased by R1, 117,000 this due to re-classification from capital transfer to operational transfer. On the other hand the transfer capital will decrease by R1, 117,000 this due to re-classification.

2.2 – Operating Expenditure

NC072 Umsobomvu - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Expenditure By Type												
Employee related costs		57 790	-	-	-	-	-	(867)	(867)	56 923	59 940	63 116
Remuneration of councillors		4 398						(44)	(44)	4 354	4 585	4 828
Debt impairment		11 388						19 144	19 144	30 532	32 150	33 854
Depreciation & asset impairment		31 139	-	-	-	-	-	-	-	31 139	32 789	34 527
Finance charges									-	-		
Bulk purchases		27 891	-	-	-	-	-	6 422	6 422	34 312	36 131	38 046
Other materials									-	-		
Contracted services		1 274	-	-	-	-	-	-	-	1 274	1 342	1 413
Transfers and subsidies									-	-		
Other expenditure		40 750	-	-	-	-	-	(7 970)	(7 970)	32 780	34 464	36 291
Loss on disposal of PPE		20						-	-	20	21	22
Total Expenditure		174 649	-	-	-	-	-	16 685	16 685	191 334	201 422	212 097

Chart: Proposed Adjustment of operating expenditure categories:



Total expenditure is adjusted from R174, 649,000 to R191, 334,000 increases of 9.55%. This increase is mainly due to increase or more allocation to the following categories:

- 2.1 Employee Related Costs - employee related costs overall will decrease by 1.5% from R57, 790,000 to R56, 923,000.
- 2.2 Bulk purchases – bulk purchases have increased by R6, 422,000 based on the performance of the six months or spending patterns.
- 2.3 Debt impairment – debts impairments was adjusted upwards by R19, 144,000 the main increment is due to the application of IGRAP 1 principle so that there is fair presentation of the financial Statement.
- 2.4 Other expenditure – other expenditure overall will decrease by 19.56% from R40, 750,000 to R32, 780,000. The major adjustments on **other expenditure** is due to the following:
 - Audit fees of AGSA was subsidised by R1,456,942 by National Treasury to help poor of poor municipality;
 - General expenses will decrease by R 3,000,000 due cost containment and spending pattern or trends over the past six months from July 2019 to 31 December 2019.
 - Financial Management System costs will decreased by R1,200,000 due to creditors payments arrangement.

Adjustments to allocations and grant programmes: None

2.3 Capital Budget remains unchanged as a result of the following:

NC072 Umsobomvu - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21	+2 2021/22
R thousands		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	Adjusted Budget	Adjusted Budget
Capital Expenditure - Functional												
Governance and administration		1 783	-	-	-	-	-	-	-	1 783	1 877	1 977
Executive and council										-		
Finance and administration		1 783						-		1 783	1 877	1 977
Internal audit										-		
Community and public safety		1 100	-	-	-	-	-	-	-	1 100	1 159	1 220
Community and social services		1 050						-		1 050	1 106	1 165
Sport and recreation		50						-		50	53	55
Public safety										-		
Housing										-		
Health										-		
Economic and environmental services		2 617	-	-	-	-	-	(1 117)	(1 117)	1 500	1 580	1 663
Planning and development										-		
Road transport		2 617						(1 117)	(1 117)	1 500	1 580	1 663
Environmental protection										-		
Trading services		35 736	-	-	-	-	-	-	-	35 736	37 629	39 624
Energy sources		10 000						-		10 000	10 530	11 088
Water management		9 416						-		9 416	9 915	10 440
Waste water management		16 320						-		16 320	17 185	18 096
Waste management										-		
Other										-		
Total Capital Expenditure - Functional	3	41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484
Funded by:												
National Government		38 353						(1 117)	(1 117)	37 236	39 209	41 287
Provincial Government										-		
District Municipality										-		
Other transfers and grants										-		
Transfers recognised - capital	4	38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Borrowing										-		
Internally generated funds		2 883								2 883	3 036	3 197
Total Capital Funding		41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484

The National government capital grant or transfer was adjusted by R1, 117,000 as this grant is fairly presented or classified as operational grant, instead of capital transfer. This re-allocation will not affect the budget negatively and this is just mere re-classification.

2.4 Reviewed service delivery and budget implementation plan (SDBIP) 2019-2020

- Refer to the separate submission of the SDBIP as Annexure C.

DETAIL OF THE AMOUNTS STATED ABOVE CAN BE SEEN IN THE ATTACHED TABLES:

ATTACHMENTS

The following Tables and graphs are attached as “**Annexure A**”

TABLE B1 – ADJUSTMENTS BUDGET SUMMARY

Attached please find a table showing the summary of the budget

TABLE B2 – ADJUSTMENT BUDGET FINANCIAL PERFORMANCE PER STANDARD CLASSIFICATION

Attached please find a table showing the operational revenue and expenditure by Standard classification

TABLE B3 – ADJUSTMENTS BUDGET FINANCIAL PERFORMANCE PER MUNICIPAL VOTE

Attached please find the table showing the revenue and expenditure by municipal vote

TABLE B4 – ADJUSTMENTS BUDGET FINANCIAL PERFORMANCE (revenue and expenditure)

Attached please find a table showing the revenue and expenditure

TABLE B5 – ADJUSTMENTS CAPITAL EXPENDITURE BUDGET BY VOTE AND FUNDING

Attached please find the Table that showing the capital expenditure budget

TABLE B6 – ADJUSTMENTS BUDGET FINANCIAL POSITION

Attached please find the table showing the financial position.

TABLE B7 – ADJUSTMENTS BUDGET CASH FLOW

Attached please find the table showing cash flow.

TABLE B8 – CASH BACKED RESERVES/ACCUMULATED SURPLUS RECONCILIATION

Attached please find the table showing cash backed reserves/accumulated surplus reconciliation.

TABLE B9 – CONSOLIDATED ASSET MANAGEMENT

Attached please find the table showing cash flow.

TABLE B10 – CONSOLIDATED BASIC SERVICE DELIVERY MEASUREMENT

Attached please find the table showing the basic service delivery measurement.

SUPPORTING TABLES SB1 – SB20

Annexure B: Municipal Manager's Quality Certification

Attached please find the signed Quality Certification by the Municipal Manager.

3. LEGAL IMPLICATIONS

The following legislation deals with the submission and approval of Adjustments Budgets:

- (i) Section 28 of the Municipal Finance Management Act (Act 56 of 2003) MFMA;
- (ii) Section 168 of the Municipal Finance Management Act (Act 56 of 2003) MFMA;
- (iii) Municipal Budget and Reporting Regulations

4. PERSONNEL IMPLICATIONS

None.

5. INTERNAL CONSULTATION

All Managers were consulted on the adjustments to be effected.

6. EXTERNAL CONSULTATION

Not needed.

7. RECOMMENDATIONS

- (i) That Council approves the Adjustments Budget of the municipality for the financial year 2019/2020 and indicative for the two projected outer years 2020/2021 and 2021/2022 as set-out in the following schedules
 - 1.1 Adjustments Budget Summary
 - 1.2 Adjustment budget financial performance per standard classification
 - 1.3 Adjustments budget financial performance per municipal vote
 - 1.4 Adjustments budget financial performance (revenue and expenditure)
 - 1.5 Adjustments capital expenditure budget by vote and funding
 - 1.6 Adjustments budget financial position
 - 1.7 Adjustments budget cash flow
 - 1.8 Adjustments budget cash backed reserves/ accumulated surplus reconciliation
 - 1.9 Asset Management
 - 1.10 Basic service delivery management
- (ii) Council approves the adjusted estimated Operational Expenditure Budget for 2019/2020 to the amount of R 191,334,000.
- (iii) Council approves the Adjustments Capital Budget for 2019/2020 to the amount of R40, 119,000.
- (iv) Council approves the Adjustments Revenue Budget for 2019/2020 to the amount of R171, 774,000.
- (v) It be noted that after approval by Council, the Adjustments Budget for the 2019/2020 financial year and prescribed return forms will be submitted to Provincial Treasury and National Treasury and published as prescribed in terms of Section 21A of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000).

8. APPROVAL



Mr. A.C. MPELA
MUNICIPAL MANAGER

24 January 2020
Date

ANNEXURE “A”

TABLE B1 – ADJUSTMENTS BUDGET SUMMARY

TABLE B2 – ADJUSTMENT BUDGET FINANCIAL PERFORMANCE PER STANDARD CLASSIFICATION

TABLE B3 – ADJUSTMENTS BUDGET FINANCIAL PERFORMANCE PER MUNICIPAL VOTE

TABLE B4 – ADJUSTMENTS BUDGET FINANCIAL PERFORMANCE (revenue and expenditure)

TABLE B5 – ADJUSTMENTS CAPITAL EXPENDITURE BUDGET BY VOTE AND FUNDING

TABLE B6 – ADJUSTMENTS BUDGET FINANCIAL POSITION

TABLE B7 – ADJUSTMENTS BUDGET CASH FLOW

TABLE B8 – CASH BACKED RESERVES/ACCUMULATED SURPLUS RECONCILIATION

TABLE B9 – CONSOLIDATED ASSET MANAGMENT

TABLE B10 – CONSOLIDATED BASIC SERVICE DELIVERY MEASUREMENT

NC072 Umsobomvu - Table B1 Adjustments Budget Summary - 28/02/2020

Description	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial Performance											
Property rates	11 726	-	-	-	-	-	(1 607)	(1 607)	10 120	10 656	11 221
Service charges	67 662	-	-	-	-	-	(4 608)	(4 608)	63 054	66 396	69 915
Investment revenue	570	-	-	-	-	-	-	-	570	600	632
Transfers recognised - operational	53 501	-	-	-	-	-	1 117	1 117	54 618	57 512	60 560
Other own revenue	21 144	-	-	-	-	-	22 269	22 269	43 413	45 714	48 137
Total Revenue (excluding capital transfers and contributions)	154 602	-	-	-	-	-	17 172	17 172	171 774	180 878	190 465
Employee costs	57 790	-	-	-	-	-	(867)	(867)	56 923	59 940	63 116
Remuneration of councillors	4 398	-	-	-	-	-	(44)	(44)	4 354	4 585	4 828
Depreciation & asset impairment	31 139	-	-	-	-	-	-	-	31 139	32 789	34 527
Finance charges	-	-	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	27 891	-	-	-	-	-	6 422	6 422	34 312	36 131	38 046
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	53 432	-	-	-	-	-	11 174	11 174	64 606	68 030	71 636
Total Expenditure	174 649	-	-	-	-	-	16 685	16 685	191 334	201 474	212 153
Surplus/(Deficit)	(20 047)	-	-	-	-	-	487	487	(19 560)	(20 596)	(21 688)
Transfers recognised - capital	38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	18 306	-	-	-	-	-	(630)	(630)	17 676	18 613	19 599
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	18 306	-	-	-	-	-	(630)	(630)	17 676	18 613	19 599
Capital expenditure & funds sources											
Capital expenditure	42 524	-	-	-	-	-	(1 117)	(1 117)	41 407	43 602	45 912
Transfers recognised - capital	38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	2 883	-	-	-	-	-	-	-	2 883	3 036	3 197
Total sources of capital funds	41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484
Financial position											
Total current assets	67 908	-	-	-	-	-	19 699	19 699	87 607	92 250	97 140
Total non current assets	592 842	-	-	-	-	-	-	-	592 842	624 263	657 349
Total current liabilities	18 623	-	-	-	-	-	85	85	18 708	19 700	20 744
Total non current liabilities	17 982	-	-	-	-	-	-	-	17 982	18 935	19 939
Community wealth/Equity	624 144	-	-	-	-	-	19 615	19 615	643 759	677 878	713 806
Cash flows											
Net cash from (used) operating	50 248	-	-	-	-	-	12 036	12 036	62 284	65 585	69 061
Net cash from (used) investing	(41 236)	-	-	-	-	(1 500)	-	(1 500)	(42 736)	(45 001)	(47 386)
Net cash from (used) financing	135	-	-	-	-	-	85	85	220	231	243
Cash/cash equivalents at the year end	24 053	-	-	-	-	(1 500)	12 121	10 621	34 673	36 511	38 446
Cash backing/surplus reconciliation											
Cash and investments available	25 717	-	-	-	-	-	11 456	11 456	37 173	39 143	41 218
Application of cash and investments	(23 677)	-	-	-	-	-	(5 804)	(5 804)	(29 481)	(31 044)	(32 689)
Balance - surplus (shortfall)	49 395	-	-	-	-	-	17 260	17 260	66 655	70 187	73 907
Asset Management											
Asset register summary (WDV)	595 626	-	-	-	-	-	-	-	595 626	627 194	660 436
Depreciation & asset impairment	31 139	-	-	-	-	-	-	-	31 139	32 789	34 527
Renewal and Upgrading of Existing Assets	38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Repairs and Maintenance	4 719	-	-	-	-	-	-	-	4 719	4 969	5 232
Free services											
Cost of Free Basic Services provided	10 300	-	-	-	-	-	-	-	10 300	10 846	11 421
Revenue cost of free services provided	307	-	-	-	-	-	-	-	307	323	340
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	0	-	-	-	-	-	-	-	0	0	0
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

NC072 Umsobomvu - Table B2 Adjustments Budget Financial Performance (functional classification) - 28/02/2020

Standard Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21 Adjusted Budget	+2 2021/22 Adjusted Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
<i>Governance and administration</i>		70 809	-	-	-	-	-	(490)	(490)	70 319	74 046	77 971
Executive and council		49 894	-	-	-	-	-	1 117	1 117	51 011	53 715	56 562
Finance and administration		20 914	-	-	-	-	-	(1 607)	(1 607)	19 308	20 331	21 409
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		12 086	-	-	-	-	-	21 269	21 269	33 355	35 123	36 985
Community and social services		1 519	-	-	-	-	-	-	-	1 519	1 600	1 685
Sport and recreation		77	-	-	-	-	-	-	-	77	81	85
Public safety		10 490	-	-	-	-	-	21 269	21 269	31 759	33 443	35 215
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		2 709	-	-	-	-	-	(1 117)	(1 117)	1 592	1 676	1 765
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		2 709	-	-	-	-	-	(1 117)	(1 117)	1 592	1 676	1 765
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		107 351	-	-	-	-	-	-	-	107 351	113 041	119 032
Energy sources		49 128	-	-	-	-	-	-	-	49 128	51 732	54 474
Water management		25 759	-	-	-	-	-	-	-	25 759	27 124	28 561
Waste water management		25 750	-	-	-	-	-	-	-	25 750	27 115	28 552
Waste management		6 715	-	-	-	-	-	-	-	6 715	7 071	7 445
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	192 955	-	-	-	-	-	19 662	19 662	212 617	223 886	235 752
Expenditure - Functional												
<i>Governance and administration</i>		54 251	-	-	-	-	-	3 610	3 610	57 861	60 928	64 157
Executive and council		19 041	-	-	-	-	-	(361)	(361)	18 680	19 670	20 712
Finance and administration		35 210	-	-	-	-	-	3 971	3 971	39 181	41 258	43 444
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		10 196	-	-	-	-	-	(281)	(281)	9 916	10 441	10 995
Community and social services		3 770	-	-	-	-	-	(31)	(31)	3 739	3 937	4 146
Sport and recreation		3 397	-	-	-	-	-	(59)	(59)	3 338	3 515	3 701
Public safety		1 515	-	-	-	-	-	(187)	(187)	1 327	1 398	1 472
Housing		1 515	-	-	-	-	-	(3)	(3)	1 512	1 592	1 676
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		15 640	-	-	-	-	-	131	131	15 771	16 606	17 487
Planning and development		265	-	-	-	-	-	-	-	265	279	294
Road transport		15 374	-	-	-	-	-	131	131	15 505	16 327	17 192
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		86 714	-	-	-	-	-	20 579	20 579	107 293	112 980	118 968
Energy sources		32 180	-	-	-	-	-	5 786	5 786	37 965	39 977	42 096
Water management		32 501	-	-	-	-	-	10 435	10 435	42 936	45 212	47 608
Waste water management		12 931	-	-	-	-	-	1 791	1 791	14 722	15 502	16 324
Waste management		9 102	-	-	-	-	-	2 568	2 568	11 670	12 288	12 940
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	166 801	-	-	-	-	-	24 040	24 040	190 841	200 955	211 606
Surplus/ (Deficit) for the year		26 154	-	-	-	-	-	(4 377)	(4 377)	21 777	22 931	24 146

NC072 Umsobomvu - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 28/02/2020

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Revenue by Vote	1											
Vote 1 - EXECUTIVE & COUNCIL		49 894	-	-	-	-	-	-	-	49 894	52 539	55 323
Vote 2 - FINANCE & ADMIN		20 914	-	-	-	-	-	1 607	1 607	22 521	23 715	24 972
Vote 3 - COMMUNITY SERVICES		12 086	-	-	-	-	-	21 269	21 269	33 355	35 123	36 985
Vote 4 - TECHNICAL SERVICES		110 060	-	-	-	-	-	(6 821)	(6 821)	103 239	108 710	114 472
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	192 955	-	-	-	-	-	16 055	16 055	209 010	220 087	231 752
Expenditure by Vote	1											
Vote 1 - EXECUTIVE & COUNCIL		19 041	-	-	-	-	-	(361)	(361)	18 680	19 670	20 713
Vote 2 - FINANCE & ADMIN		35 210	-	-	-	-	-	4 235	4 235	39 445	41 535	43 737
Vote 3 - COMMUNITY SERVICES		18 310	-	-	-	-	-	(280)	(280)	18 030	18 985	19 992
Vote 4 - TECHNICAL SERVICES		102 088	-	-	-	-	-	13 091	13 091	115 179	121 284	127 712
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	174 649	-	-	-	-	-	16 685	16 685	191 334	201 475	212 153
Surplus/ (Deficit) for the year	2	18 306	-	-	-	-	-	(630)	(630)	17 676	18 613	19 599

NC072 Umsobomvu - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21	+2 2021/22
R thousands	1	A	A1	B	C	D	E	F	G	H	Adjusted Budget	Adjusted Budget
Revenue By Source												
Property rates	2	11 726	-	-	-	-	-	(1 607)	(1 607)	10 120	10 656	11 221
Service charges - electricity revenue	2	38 254	-	-	-	-	-	-	-	38 254	40 282	42 417
Service charges - water revenue	2	14 108	-	-	-	-	-	(2 116)	(2 116)	11 992	12 628	13 297
Service charges - sanitation revenue	2	8 956	-	-	-	-	-	(1 246)	(1 246)	7 711	8 119	8 550
Service charges - refuse revenue	2	6 343	-	-	-	-	-	(1 246)	(1 246)	5 097	5 367	5 651
Rental of facilities and equipment		351						-	-	351	370	389
Interest earned - external investments		570						-	-	570	600	632
Interest earned - outstanding debtors		3 345						(2 000)	(2 000)	1 345	1 416	1 491
Dividends received												
Fines, penalties and forfeits		7 743						23 229	23 229	30 972	32 614	34 343
Licences and permits		2 644						-	-	2 644	2 785	2 932
Agency services		359						1 040	1 040	1 399	1 473	1 551
Transfers and subsidies		53 501						1 117	1 117	54 618	57 512	60 560
Other revenue	2	6 701	-	-	-	-	-	-	-	6 701	7 056	7 430
Gains on disposal of PPE												
Total Revenue (excluding capital transfers and contributions)		154 602						17 172	17 172	171 774	180 878	190 465
Expenditure By Type												
Employee related costs		57 790	-	-	-	-	-	(867)	(867)	56 923	59 940	63 116
Remuneration of councillors		4 398						(44)	(44)	4 354	4 585	4 828
Debt impairment		11 388						19 144	19 144	30 532	32 150	33 854
Depreciation & asset impairment		31 139	-	-	-	-	-	-	-	31 139	32 789	34 527
Finance charges												
Bulk purchases		27 891	-	-	-	-	-	6 422	6 422	34 312	36 131	38 046
Other materials												
Contracted services		1 274	-	-	-	-	-	-	-	1 274	1 342	1 413
Transfers and subsidies												
Other expenditure		40 750	-	-	-	-	-	(7 970)	(7 970)	32 780	34 517	36 346
Loss on disposal of PPE		20								20	21	22
Total Expenditure		174 649						16 685	16 685	191 334	201 474	212 153
Surplus/(Deficit)		(20 047)						487	487	(19 560)	(20 596)	(21 688)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		38 353						(1 117)	(1 117)	37 236	39 209	41 287
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)												
Transfers and subsidies - capital (in-kind - all)												
Surplus/(Deficit) before taxation		18 306						(630)	(630)	17 676	18 613	19 599
Taxation												
Surplus/(Deficit) after taxation		18 306						(630)	(630)	17 676	18 613	19 599
Attributable to minorities												
Surplus/(Deficit) attributable to municipality		18 306						(630)	(630)	17 676	18 613	19 599
Share of surplus/ (deficit) of associate												
Surplus/ (Deficit) for the year		18 306						(630)	(630)	17 676	18 613	19 599

NC072 Umsobomvu - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21	+2 2021/22
		A	5	6	7	8	9	10	11	12	Adjusted Budget	Adjusted Budget
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted												
Vote 1 - EXECUTIVE & COUNCIL	2	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN		1 783	-	-	-	-	-	-	-	1 783	1 877	1 977
Vote 3 - COMMUNITY SERVICES		1 100	-	-	-	-	-	-	-	1 100	1 158	1 220
Vote 4 - TECHNICAL SERVICES		38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484
Single-year expenditure to be adjusted												
Vote 1 - EXECUTIVE & COUNCIL	2	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN		188	-	-	-	-	-	-	-	188	198	208
Vote 3 - COMMUNITY SERVICES		1 100	-	-	-	-	-	-	-	1 100	1 159	1 220
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		1 288	-	-	-	-	-	-	-	1 288	1 357	1 429
Total Capital Expenditure - Vote		42 524	-	-	-	-	-	(1 117)	(1 117)	41 407	43 602	45 912
Capital Expenditure - Functional												
Governance and administration		1 783	-	-	-	-	-	-	-	1 783	1 877	1 977
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		1 783	-	-	-	-	-	-	-	1 783	1 877	1 977
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		1 100	-	-	-	-	-	-	-	1 100	1 159	1 220
Community and social services		1 050	-	-	-	-	-	-	-	1 050	1 106	1 165
Sport and recreation		50	-	-	-	-	-	-	-	50	53	55
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		2 617	-	-	-	-	-	(1 117)	(1 117)	1 500	1 580	1 663
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		2 617	-	-	-	-	-	(1 117)	(1 117)	1 500	1 580	1 663
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		35 736	-	-	-	-	-	-	-	35 736	37 629	39 624
Energy sources		10 000	-	-	-	-	-	-	-	10 000	10 530	11 088
Water management		9 416	-	-	-	-	-	-	-	9 416	9 915	10 440
Waste water management		16 320	-	-	-	-	-	-	-	16 320	17 185	18 096
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484
Funded by:												
National Government		38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	38 353	-	-	-	-	-	(1 117)	(1 117)	37 236	39 209	41 287
Borrowing		-	-	-	-	-	-	-	-	-	-	-
Internally generated funds		2 883	-	-	-	-	-	-	-	2 883	3 036	3 197
Total Capital Funding		41 236	-	-	-	-	-	(1 117)	(1 117)	40 119	42 245	44 484

NC072 Umsobomvu - Table B6 Adjustments Budget Financial Position - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2020/21	+2 2021/22
R thousands		A	A1	B	C	D	E	F	G	H	Adjusted Budget	Adjusted Budget
ASSETS												
Current assets												
Cash		23 629						11 044	11 044	34 673	36 511	38 446
Call investment deposits	1	2 088	-	-	-	-	-	412	412	2 500	2 633	2 772
Consumer debtors	1	38 768	-	-	-	-	-	7 743	7 743	46 511	48 976	51 572
Other debtors		2 958						-	-	2 958	3 115	3 280
Current portion of long-term receivables												
Inventory		465						500	500	965	1 016	1 070
Total current assets		67 908	-	-	-	-	-	19 699	19 699	87 607	92 250	97 140
Non current assets												
Long-term receivables												
Investments												
Investment property		2 061								2 061	2 170	2 285
Investment in Associate												
Property, plant and equipment	1	584 190	-	-	-	-	-			584 190	615 152	647 755
Biological												
Intangible		6 591								6 591	6 941	7 308
Other non-current assets												
Total non current assets		592 842	-	-	-	-	-	-	-	592 842	624 263	657 349
TOTAL ASSETS		660 750	-	-	-	-	-	19 699	19 699	680 449	716 513	754 488
LIABILITIES												
Current liabilities												
Bank overdraft												
Borrowing												
Consumer deposits		1 186						85	85	1 271	1 338	1 409
Trade and other payables		16 081								16 081	16 933	17 830
Provisions		1 357								1 357	1 429	1 505
Total current liabilities		18 623	-	-	-	-	-	85	85	18 708	19 700	20 744
Non current liabilities												
Borrowing	1											
Provisions	1	17 982								17 982	18 935	19 939
Total non current liabilities		17 982	-	-	-	-	-	-	-	17 982	18 935	19 939
TOTAL LIABILITIES		36 606	-	-	-	-	-	85	85	36 690	38 635	40 683
NET ASSETS	2	624 144	-	-	-	-	-	19 615	19 615	643 759	677 878	713 806
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		624 144						19 615	19 615	643 759	677 878	713 806
Reserves												
TOTAL COMMUNITY WEALTH/EQUITY		624 144	-	-	-	-	-	19 615	19 615	643 759	677 878	713 806

NC072 Umsobomvu - Table B7 Adjustments Budget Cash Flows - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		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	+1 2020/21 Adjusted Budget	+2 2021/22 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		9 381						-	-	9 381	9 878	10 402
Service charges		52 361						7 607	7 607	59 968	63 146	66 493
Other revenue		15 923						4 376	4 376	20 299	21 375	22 508
Government - operating	1	53 501					1 117	-	1 117	54 618	57 512	60 560
Government - capital	1	38 353					(1 117)	-	(1 117)	37 236	39 209	41 287
Interest		2 978						53	53	3 032	3 192	3 362
Dividends										-		
Payments												
Suppliers and employees		(122 249)						-	-	(122 249)	(128 728)	(135 550)
Finance charges		-								-	-	-
Transfers and Grants	1	-								-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		50 248	-	-	-	-	-	12 036	12 036	62 284	65 585	69 061
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE										-	-	-
Decrease (Increase) in non-current debtors										-	-	-
Decrease (increase) other non-current receivables										-	-	-
Decrease (increase) in non-current investments										-	-	-
Payments												
Capital assets		(41 236)					(1 500)	-	(1 500)	(42 736)	(45 001)	(47 386)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(41 236)	-	-	-	-	(1 500)	-	(1 500)	(42 736)	(45 001)	(47 386)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans										-	-	-
Borrowing long term/refinancing										-	-	-
Increase (decrease) in consumer deposits		135						85	85	220	231	243
Payments												
Repayment of borrowing										-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		135	-	-	-	-	-	85	85	220	231	243
NET INCREASE/ (DECREASE) IN CASH HELD		9 147	-	-	-	-	(1 500)	12 121	10 621	19 767	20 815	21 918
Cash/cash equivalents at the year begin:	2	14 906								14 906	15 696	16 528
Cash/cash equivalents at the year end:	2	24 053					(1 500)	12 121	10 621	34 673	36 511	38 446

NC072 Umsobomvu - Table B8 Cash backed reserves/accumulated surplus reconciliation - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year	Budget Year
		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	+1 2020/21 Adjusted Budget	+2 2021/22 Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H		
Cash and investments available												
Cash/cash equivalents at the year end	1	24 053	-	-	-	-	(1 500)	12 121	10 621	34 673	36 511	38 446
Other current investments > 90 days		1 665	-	-	-	-	1 500	(665)	835	2 500	2 632	2 772
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		25 717	-	-	-	-	-	11 456	11 456	37 173	39 143	41 218
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing										-	-	-
Statutory requirements										-	-	-
Other working capital requirements	2	(23 677)	-	-	-	-	-	(5 804)	(5 804)	(29 481)	(31 044)	(32 689)
Other provisions										-	-	-
Long term investments committed										-	-	-
Reserves to be backed by cash/investments										-	-	-
Total Application of cash and investments:		(23 677)	-	-	-	-	-	(5 804)	(5 804)	(29 481)	(31 044)	(32 689)
Surplus(shortfall)		49 395	-	-	-	-	-	17 260	17 260	66 655	70 187	73 907

NC072 Umsobomvu - Table B9 Asset Management - 28/02/2020

Description	Ref	Budget Year 2019/20										Budget Year	Budget Year		
		Original Budget A	Prior Adjusted A1	Accum. Funds B	Multi-year capital C	Unfore. Unavoid. D	Nat. or Prov. Govt E	Other Adjusts. F	Total Adjusts. G	Adjusted Budget H	Adjusted Budget	Adjusted Budget			
R thousands															
CAPITAL EXPENDITURE															
Total New Assets to be adjusted	1	2 883									2 883	3 036	3 197		
Roads Infrastructure															
Storm water Infrastructure															
Electrical Infrastructure															
Water Supply Infrastructure															
Sanitation Infrastructure															
Solid Waste Infrastructure															
Rail Infrastructure															
Coastal Infrastructure															
Information and Communication Infrastructure															
Infrastructure		640									640	674	710		
Community Facilities															
Sport and Recreation Facilities															
Community Assets		640									640	674	710		
Heritage Assets															
Revenue Generating															
Non-revenue Generating															
Investment properties															
Operational Buildings															
Housing															
Other Assets															
Biological or Cultivated Assets															
Services															
Licences and Rights		1 633									1 633	1 720	1 811		
Intangible Assets		1 633									1 633	1 720	1 811		
Computer Equipment															
Furniture and Office Equipment															
Machinery and Equipment		200									200	211	222		
Transport Assets		410									410	432	455		
Land															
Zoo's, Marine and Non-biological Animals															
Total Renewal of Existing Assets to be adjusted	2														
Roads Infrastructure															
Storm water Infrastructure															
Electrical Infrastructure															
Water Supply Infrastructure															
Sanitation Infrastructure															
Solid Waste Infrastructure															
Rail Infrastructure															
Coastal Infrastructure															
Information and Communication Infrastructure															
Infrastructure		38 353													
Community Facilities															
Sport and Recreation Facilities															
Community Assets															
Heritage Assets															
Revenue Generating															
Non-revenue Generating															
Investment properties															
Operational Buildings															
Housing															
Other Assets															
Biological or Cultivated Assets															
Services															
Licences and Rights															
Intangible Assets															
Computer Equipment															
Furniture and Office Equipment															
Machinery and Equipment															
Transport Assets															
Land															
Zoo's, Marine and Non-biological Animals															
Total Upgrading of Existing Assets to be adjusted	2a	38 353								(1 117)	(1 117)	37 236	39 209	41 287	
Roads Infrastructure		2 017													
Storm water Infrastructure															
Electrical Infrastructure		10 000										10 000	10 530	11 088	
Water Supply Infrastructure		9 416										9 416	9 915	10 440	
Sanitation Infrastructure		16 320										16 320	17 185	18 096	
Solid Waste Infrastructure															
Rail Infrastructure															
Coastal Infrastructure															
Information and Communication Infrastructure															
Infrastructure		38 353													
Community Facilities															
Sport and Recreation Facilities															
Community Assets															
Heritage Assets															
Revenue Generating															
Non-revenue Generating															
Investment properties															
Operational Buildings															
Housing															
Other Assets															
Biological or Cultivated Assets															
Services															
Licences and Rights															
Intangible Assets															
Computer Equipment															
Furniture and Office Equipment															
Machinery and Equipment															
Transport Assets															
Land															
Zoo's, Marine and Non-biological Animals															
Total Capital Expenditure to be adjusted	4	41 236									(1 117)	(1 117)	40 119	42 245	44 484
Roads Infrastructure		2 017													
Storm water Infrastructure															
Electrical Infrastructure		10 000											10 000	10 530	11 088
Water Supply Infrastructure		9 416											9 416	9 915	10 440
Sanitation Infrastructure		16 320											16 320	17 185	18 096
Solid Waste Infrastructure															
Rail Infrastructure															
Coastal Infrastructure															
Information and Communication Infrastructure															
Infrastructure		38 353													
Community Facilities															
Sport and Recreation Facilities															
Community Assets		640													
Heritage Assets															
Revenue Generating															
Non-revenue Generating															
Investment properties															
Operational Buildings															
Housing															
Other Assets															
Biological or Cultivated Assets															
Services															
Licences and Rights		1 633											1 633	1 720	1 811
Intangible Assets		1 633											1 633	1 720	1 811
Computer Equipment															
Furniture and Office Equipment															
Machinery and Equipment															
Transport Assets															
Land															
Zoo's, Marine and Non-biological Animals															
ASSET REGISTER SUMMARY - PPE (WDV)	5	595 626											595 626	627 194	660 436
Roads Infrastructure		150 492											150 492	158 426	166 629
Storm water Infrastructure															
Electrical Infrastructure		74 346											74 346	78 286	82 435
Water Supply Infrastructure		205 598											205 598	216 494	227 968
Sanitation Infrastructure		112 298											112 298	118 250	124 517
Solid Waste Infrastructure		5 865											5 865	6 178	6 503
Rail Infrastructure															
Coastal Infrastructure															
Information and Communication Infrastructure															
Infrastructure		548 558											548 558	577 632	608 247
Community Assets		17 423											17 423	18 348	19 318
Heritage Assets															
Investment properties		2 061											2 061	2 170	2 285
Other Assets		23 659											23 659	24 913	26 233
Biological or Cultivated Assets															
Services															
Licences and Rights		3 269											3 269	3 443	3 625
Intangible Assets		61											61	64	68
Computer Equipment		15											15	16	17
Furniture and Office Equipment		170											170	179	188
Machinery and Equipment		410											410	432	455
Transport Assets															
Land															
Zoo's, Marine and Non-biological Animals															
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	595 626													

NC072 Umsobomvu - Table B10 Basic service delivery measurement - 28/02/2020

Description	Ref	Budget Year 2019/20									Budget Year +1 2020/21	Budget Year +2 2021/22
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets	1											
Water:												
Piped water inside dwelling		8505							9	8955,765	9430,420545	
Piped water inside yard (but not in dwelling)	2	289							0	304,317	320,445801	
Using public tap (at least min.service level)		12							0	12,636	13,305708	
Other water supply (at least min.service level)		0							-			
<i>Minimum Service Level and Above sub-total</i>		9							9	9	10	
Using public tap (< min.service level)	3								-			
Other water supply (< min.service level)	3.4								-			
No water supply									-			
<i>Below Minimum Service Level sub-total</i>									-			
Total number of households	5	9							9	9	10	
Sanitation/sewerage:												
Flush toilet (connected to sewerage)		7722							7 722	8131,266	8562,223098	
Flush toilet (with septic tank)		236							236	248,508	261,678924	
Chemical toilet		0							-			
Pit toilet (ventilated)		794							794	836,082	880,394346	
Other toilet provisions (> min.service level)		0							-			
<i>Minimum Service Level and Above sub-total</i>		8 752							8 752	9 216	9 704	
Bucket toilet		54							54	56,862	59,875686	
Other toilet provisions (< min.service level)									-			
No toilet provisions									-			
<i>Below Minimum Service Level sub-total</i>		54							54	57	60	
Total number of households	5	8 806							8 806	9 273	9 764	
Energy:												
Electricity (at least min. service level)		2822							2 822	2971,566	3129,058998	
Electricity - prepaid (> min.service level)		5984							5 984	6301,152	6635,113056	
<i>Minimum Service Level and Above sub-total</i>		8 806							8 806	9 273	9 764	
Electricity (< min.service level)									-			
Electricity - prepaid (< min. service level)									-			
Other energy sources									-			
<i>Below Minimum Service Level sub-total</i>									-			
Total number of households	5	8 806							8 806	9 273	9 764	
Refuse:												
Removed at least once a week (min.service)		7769							7 769	8180,757	8614,337121	
<i>Minimum Service Level and Above sub-total</i>		7 769							7 769	8 181	8 614	
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>									-			
Total number of households	5	7 769							7 769	8 181	8 614	
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		2							2	2	2	
Sanitation (free minimum level service)		2							2	2	2	
Electricity/other energy (50kwh per household per month)		2							2	2	2	
Refuse (removed at least once a week)		2							2	2	2	
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		2 500							2 500	2 633	2 772	
Sanitation (free sanitation service to indigent households)		2 800							2 800	2 948	3 105	
Refuse (removed once a week for indigent households)		2 500							2 500	2 633	2 772	
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)												
Total cost of FBS provided		10 300							10 300	10 846	11 421	
Highest level of free service provided												
Property rates (R'000 value threshold)									-			
Water (kilolitres per household per month)		6							6	6,318	6,652854	
Sanitation (kilolitres per household per month)									-			
Sanitation (Rand per household per month)		135							135	142,155	149,689215	
Electricity (kw per household per month)		50							50	52,65	55,44045	
Refuse (average litres per week)									-			
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)									-			
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		307							307	323	340	
Water (in excess of 6 kilolitres per indigent household per month)									-			
Sanitation (in excess of free sanitation service to indigent households)									-			
Electricity/other energy (in excess of 50 kwh per indigent household per month)									-			
Refuse (in excess of one removed a week for indigent households)									-			
Municipal Housing - rental rebates									-			
Housing - top structure subsidies	6								-			
Other									-			
Total revenue cost of subsidised services provided		307							307	323	340	

ANNEXURE B

Municipal manager's quality certificate

I, A.C. Mpela, municipal manager of Umsobomvu Municipality, hereby certify that the adjustments budget and supporting documentation for the 2019/20 Financial Year have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name AMOS CHINA MPELA

Municipal Manager of Umsobomvu Municipality (NC072)

Signature

A handwritten signature in black ink, appearing to be 'A.C. Mpela', written on a light grey rectangular background.

Date

24 February 2020