

Cape Agulhas Municipality



KAAP AGULHAS MUNISIPALITEIT
CAPE AGULHAS MUNICIPALITY
U MASIPALA WASECAPE AGULHAS

Adjustment Budget 2014/15 - 2016/17

Adjusted Medium Term Revenue
and Expenditure Framework

Table of Contents

Table of Contents	2
Glossary	3
PART 1 - ANNUAL BUDGET	6
Section 1 - Mayor's Report.....	6
Section 2 - Budget Related Resolutions.....	11
Section 3 - Executive Summary	12
Section 4 - Adjustment budget tables	16
PART 2 - SUPPORTING DOCUMENTATION	24
Section 5 - Measurable performance objectives and indicators	24
Section 6 - Budget related policies.....	24
Section 7 - Overview of budget assumptions	24
Section 8 - Funding compliance.....	24
Section 9 - Overview of budget funding	25
Section 10 - Expenditure on allocations and grant programmes	27
Section 11 - Allocations and grants made by the Municipality.....	27
Section 12 - Councillor Allowances and employee benefits	27
Section 13 - Monthly targets for revenue, expenditure and cash flow	27
Section 14 - Adjustments to the quarterly service delivery and budget implementation plans - internal departments	27
Section 15 - Annual budgets and service delivery agreements - municipal entities and other external mechanisms	28
Section 16 - Contracts having future budgetary implications.....	28
Section 17 - Capital expenditure details	28
Section 18 - Municipal Manager's quality certification	29

Glossary

Adjustments Budget - Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations - Money received from Provincial or National Government or other municipalities.

Budget - The financial plan of the Municipality.

Budget Related Policy - Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

Cash flow statement - A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA - Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable Share - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP - Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP - Integrated Development Plan. The main strategic planning document of the Municipality

KPI's - Key Performance Indicators. Measures of service output and/or outcome.

MFMA - The 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. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Net Assets - Net assets are the residual interest in the assets of the entity after deducting all its liabilities. This means the net assets of the municipality equates to the "net wealth" of the municipality, after all assets were sold/recovered and all liabilities paid. Transactions which do not meet the definition of Revenue or Expenses, such as increases in values of Property, Plant and Equipment where there is no inflow or outflow of resources are accounted for in Net Assets.

Operating Expenditure - Spending on the day to day expenses of the Municipality such as salaries and wages.

Rates - Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

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

Strategic Objectives - The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure - Generally, spending without, or in excess of, an approved budget.

Virement - A transfer of budget.

Vote - One of the main segments of a budget. The structure is for reporting requirements and links the accounting performance both to the IDP and to the responsible officials. The vote structure at Cape Agulhas is made up as follows:

MAIN VOTE	SUB-VOTES
Executive and Council	Government Grants & Subsidies Municipal Manager Council General Expenses
Budget and Treasury Office	Property Tax Finance Funds & Reserves
Corporate Services	Corporate Services Human Resources Information Technology Town Planning / Building Control
Community and Social Services	Library Community Services Cemetery Buildings and Commonage Housing
Sport and Recreation	Parks & Open Spaces Sports Grounds Beaches & Public Amenities Holiday Resorts
Public Safety	Traffic Vehicle Testing Station
Road Transport	Proclaimed Roads Streets & Storm water
Electricity	Electricity
Water	Water
Waste Water Management	Sewerage & Sanitation
Waste Management	Solid Waste
Environmental Protection	Environmental Services
Other	Workshop Engineering Services

PART 1 - ANNUAL BUDGET

Section 1 - Mayor's Report

In accordance with section 28 of the Municipal Finance Management Act, No 56 of 2003 (MFMA) a municipality must revise its approved annual budget through an adjustments budget, in the following circumstances:

- (i) To 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.
- (ii) To authorise the utilisation of projected savings in one vote towards spending under another vote.
- (iii) To 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 rollovers when the annual budget for the current year was approved by the Council.
- (iv) To correct any errors in the annual budget.

In line with the MFMA, the 2014/15 approved Budget has now been adjusted. The main adjustments proposed in this adjustment budget are:

Operating Budget

The following table summarises the net Surplus / Deficit in terms of the budgeted revenue and expenditure:

TYPE	2014/2015 Original Budget	2014/2015 Adjusted Budget	2015/2016 Adjusted Budget	2016/2017 Adjusted Budget
Revenue	218 845	226 499	217 821	224 433
Expenditure	226 480	242 116	228 365	232 627
<i>Surplus / Deficit</i>	(7 635)	(15 617)	(10 544)	(8 194)
<i>Less:</i>				
<i>Transfers Capital</i>	11 071	14 352	9 994	9 762
<i>Surplus / Deficit after capital transfers</i>	3 436	(1 265)	(550)	1 568

- 1) An increase in revenue (excluding capital transfers) amounting to R 7.654 million. The increase can mainly be summarised as follows -
 - a. An increase in Property Rates amounting to R 0.479 million;
 - b. An increase in Service Charges amounting to R 3.196 million;
 - c. An increase in Traffic Fines amounting to R 0.850 million; and
 - d. An increase in Operating Grant Transfers amounting to R3.272 million.

- 2) A net increase in operating expenditure amounting to R 15.636 million.
 - a. An increase in Employee Related Costs amounting to R 0.501 million;
 - b. An increase in finance charges amounting to R 0.131 million;
 - c. An increase in depreciation amounting to R 2.092 million;
 - d. An increase in electricity bulk purchases of R 3.914 million.
 - e. An increase in other expenditure amounting to R 8.791 million.

- 3) A net increase in Capital Grant Transfers amounting to R 3.281 million.

The net effect from these adjustments is that the projected operating surplus to the amount of R 3.436 million for the year will change to a deficit amounting to R 1.265 million.

More detail will be provided in Section 3 of this report.

Capital Budget

The municipality increased its planned capital expenditure from R 14.701 million to R 21.154 million.

The net increase in capital expenditure to the amount of R 6.453 million can mainly be explained due to the following reasons:

- Landfill Site Rehabilitation Cost capitalised to the amount of R1.700 million as per GRAP 17 standard requirement and never been budgeted for as capital expenditure;
- Re-allocation of capital expenditure in respect of the Electricity Programme (INEP) - R 2.000 million from operating expenses;
- Roll-over in respect of Housing grant funding to the amount of R 708 thousand; and
- Roll-over capital expenditure grant funding for the Library to the amount of R 931 thousand.
- Other capital related adjustment to the amount of R1.114

More detail will be provided in Section 3 of this report.

The revised forecasted expenditure can be summarised as follows: (R 000)

TYPE	2014/2015 Original Budget	2014/2015 Adjusted Budget	2015/2016 Adjusted Budget	2016/2017 Adjusted Budget
Operating	226 480	242 116	228 365	232 627
Capital	14 701	21 154	38 447	35 623
TOTAL	241 181	263 270	266 812	268 250

Funding and Cashflows

The budget for 2014/2015 is cash-funded, but only because of the use of previous years' cash surpluses. The expected Cashflows for the MTREF period is as follows (R'000)

Source	2014/2015	2015/2016	2016/2017
Other inflows	(8 356)	21 059	40 585
Capital Grants inflows	12 921	9 994	9 762
Net cash inflows	4 551	31 053	50 347
Outflows - Investment in Assets	(21 154)	(41 236)	(40 623)
Net inflows / (outflows)	(16 603)	(10 183)	(9 794)
Balance 30 June (Cash)	4 818	(5 1060)	(14 854)

As can be seen from the above the municipality's cash resources will decline by R 19.672 million over the MTREF period. This decrease should be curbed to ensure that the Cape Agulhas Municipality does not run out of cash resources.

The municipality should explore one or a combination of the following to ensure that the long-term sustainability of the Cape Agulhas Municipality stays intact.

- 1) Strategies should be investigated as part of the long-term financial plan to increase revenue sources and to finance the proposed expenditure program of the municipality.
- 2) Implement cost reduction strategy in order to cut back on operating expenditure and/or capital expenditure from internal sources
- 3) The financing structure of the municipality's capital program placed significant pressure on the cash resources of the municipality resulting in the sharp decline in cash resources over the past financial years. An external loan funding module, aligned with the long-term financial plan, should be developed to finance a portion of the infrastructure program of the municipality.

Furthermore, an external loan also has the added benefit of distributing the cost of financing over the useful life of the infrastructure asset. This will ensure that the user deriving the benefits from a specific infrastructure project (financed from external funds), will also liable to contribute the cost of the project by means of tariffs and levies.

Unforeseen and unavoidable expenditure

There was no unforeseen expenditure approved by the Mayor and incorporated into this adjustment budget since the original approved budget.

Changes to allocations and grant adjustments

Changes to expected grant expenditure are reflected below. Full details regarding income and allocations are disclosed in documentation forms SB7 to SB9.

WC033 Cape Agulhas - Supporting Table SB9 Adjustments Budget - reconciliation of transfers, grant receipts, and unspent funds - 2015/02/28

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
		A	D	E	F	Adjusted Budget	Adjusted Budget
R thousands							
Operating transfers and grants:							
National Government:							
Balance unspent at beginning of the year		-	-	-	-	-	-
Current year receipts		24 620	(1 763)	(1 763)	22 857	25 934	28 198
Conditions met - transferred to revenue		24 620	(1 763)	(1 763)	22 857	25 934	28 198
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
Provincial Government:							
Balance unspent at beginning of the year		-	4 099	4 099	4 099	153	153
Current year receipts		23 046	823	823	23 868	12 081	4 968
Conditions met - transferred to revenue		23 046	4 768	4 768	27 814	12 081	4 968
Conditions still to be met - transferred to liabilities		-	153	153	153	153	153
District Municipality:							
Balance unspent at beginning of the year		-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
Other grant providers:							
Balance unspent at beginning of the year		419	(419)	(419)	-	-	-
Current year receipts		-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		419	(419)	(419)	-	-	-
Total operating transfers and grants revenue		47 665	3 005	3 005	50 671	38 015	33 166
Total operating transfers and grants - CTBM	2	419	(266)	(266)	153	153	153
Capital transfers and grants:							
National Government:							
Balance unspent at beginning of the year		-	-	-	-	-	-
Current year receipts		10 802	1 763	1 763	12 565	9 994	9 762
Conditions met - transferred to revenue		10 802	1 763	1 763	12 565	9 994	9 762
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
Provincial Government:							
Balance unspent at beginning of the year		-	1 430	1 430	1 430	-	-
Current year receipts		269	87	87	356	-	-
Conditions met - transferred to revenue		269	1 518	1 518	1 786	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
District Municipality:							
Balance unspent at beginning of the year		-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
Other grant providers:							
Balance unspent at beginning of the year		-	-	-	-	-	-
Current year receipts		-	-	-	-	-	-
Conditions met - transferred to revenue		-	-	-	-	-	-
Conditions still to be met - transferred to liabilities		-	-	-	-	-	-
Total capital transfers and grants revenue		11 071	3 281	3 281	14 352	9 994	9 762
Total capital transfers and grants - CTBM		-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE		58 736	6 286	6 286	65 022	48 009	42 928
TOTAL TRANSFERS AND GRANTS - CTBM		419	(266)	(266)	153	153	153

Recommendations

It is recommended:

- 1) That the Council approves the adjustments budget; and
- 2) That the Council approves the changes to the service delivery and budget implementation plan.

Section 2 - Budget Related Resolutions

ADJUSTMENT BUDGET 2014/2015

The resolution tabled at Council for consideration with approval of the adjustments budget is:

RECOMMENDATION:

- a) That the adjustments budget of Cape Agulhas Municipality for the financial year 2014/2015 as set out in the schedules contained in section 4 be approved:
 - Table B1 - Adjustments Budget Summary
 - Table B2 - Adjustments Budgeted Financial Performance (revenue and expenditure by standard classification)
 - Table B3 - Adjustments Budgeted Financial Performance (revenue and expenditure by municipal vote)
 - Table B4 - Adjustments Budgeted Financial Performance (revenue and expenditure)
 - Table B5 - Adjustments Budgeted Capital Expenditure by vote, standard classification and funding
 - Table B6 - Adjustments Budgeted Financial Position
 - Table B7 - Adjustments Budgeted Cash Flows
 - Table B8 - Adjustments Cash backed reserves/accumulated surplus reconciliation
 - Table B9 - Adjustments Budget Asset Management
 - Table B10 - Adjustments Budget Basic service delivery measurement
- b) That the amended performance objectives as contained in the SDBIP be approved.
- c) That it be noted that there are no changes to any budget related policies.

Section 3 - Executive Summary

Introduction

Strict financial control is the key to success of any entity or company operating in the current economic environment. With consumers already struggling to come to terms with the sharp increases in food, travel and accommodation costs, the municipality is left with little room to increase rates and other tariffs to finance its planned operating and capital program. Where possible, the municipality should always investigate the possibilities to cut back on expenditure to ensure that tariffs and taxes remain affordable.

Effect of the adjustment budget

The following adjustments are proposed:

Operating Budget

- 1) An increase in Employee related costs amounting to R 0.501 million.

This adjustment is the result of contributions in respect of Employee Benefits aligned with projected expenditure.

- 2) An increase in Finance Charges amounting to R 0.131 million.

This adjustment could mainly be attributed due the leasing of additional printers aligned with a change in policy regarding the utilisation of printers in the municipality which was not foreseen during the original budget process.

- 3) An increase in Debt Impairment to the amount of R2.065 million

Mainly due the increase in outstanding debt and the and the implementation of IGRAP 1 relating to the recognition of Traffic fines.

- 4) An increase in Depreciation & Asset Impairment amounting to R2.092 million.

This increase can mainly be attributed due to the correction of asset useful lives and additions at year end for which could not sufficient budgeted as per audit finding during the 2012/13 financial year.

The detailed estimate of the costs involved to rehabilitate all landfill sites controlled by the municipality was obtained on 30 June 2014 and not included at the time when the original budget be submitted for council approval during May 2014 as the information was not available at the time of approval of the original budget.

- 5) An increase in electricity bulk purchases amounting R 3.914 million.

This increase was necessitated due to the fact that the original budget could not foresee an increase in electricity usage compare to previous year trends.

- 6) An increase in Other Expenditure amounting to R7.078 million)

These increases can be attributed to the following:

- Increase in legal cost amounting to R 0.600 million whereby the full cost could not foreseen when finalising the 2014/15 e budget;
- Provision of free basic services funded from the equitable share grant increase by R 1.406 million in terms of approved indigent policy and the impact of building of addition low cost houses which all the new owners be regarded as indigent;
- Rental of facilities amounting to R 0.483 million in respect of the Nedbank Building;
- Re-alignment of the organogram structure amounting to R 0.800 million and funded from the MSIG grant(R500,000) and the Provincial Financial Management Support grant (R300,000) respectively;
- Roll-over of the Housing grant amounting to R 3.875 million; and
- Computer equipment (Rental - Nedbank Building) and SCOA compliance under the information technology vote amounting to R 0.776 million.

Capital Budget

- 1) The adjustments in respect of capital expenditure mainly relates to the following:
 - Additional furniture & fittings, office equipment and roads to the amount of R 0.170 million not foreseen in respect of the approved 2014/125 budget;
 - Additional computer equipment / network requirements to the amount of R 0.159 million with reference to rental of the Nedbank Building not foreseen during the 2014/15 budget approval;
 - Re-allocation and correction of capital expenditure funding between grant funded projects and owing funding from the capital replacement reserve amounted to R 0.465 million;
 - Rehabilitation cost in respect of the Landfill site to the amount of R1.700 million not budgeted in terms of the projected provision at 30 June 2015 per GRAP 17 requirements; and
 - Inclusion of approved roll-over of provincial grant funding and re-classification of the INEP electricity grant from operating expenditure to the nett amount of R3.281 million

- 2) Detail capital budget adjustments is attached as **Appendix "A"** for council's consideration.

BUDGET SUMMARY

A summary of the revised budget is as follows (Table B1):

WC033 Cape Agulhas - Table B1 Adjustments Budget Summary - 2015/02/12

Description	Budget Year 2014/15				Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	F	G	H		
Financial Performance						
Property rates	42 304	479	479	42 783	44 016	46 833
Service charges	115 731	3 196	3 196	118 927	121 749	129 505
Investment revenue	1 666	75	75	1 741	1 766	1 872
Transfers recognised - operational	47 665	3 005	3 005	50 671	38 015	33 166
Other own revenue	11 479	899	899	12 378	12 275	13 057
Total Revenue (excluding capital transfers and contributions)	218 845	7 654	7 654	226 499	217 821	224 433
Employee costs	78 871	501	501	79 372	85 313	92 151
Remuneration of councillors	3 511	(0)	(0)	3 511	3 735	3 974
Depreciation & asset impairment	6 945	2 092	2 092	9 037	6 805	6 805
Finance charges	1 242	131	131	1 373	1 410	1 425
Materials and bulk purchases	59 397	3 914	3 914	63 311	62 472	65 693
Transfers and grants	-	-	-	-	-	-
Other expenditure	76 514	8 998	8 998	85 512	68 629	62 579
Total Expenditure	226 480	15 637	15 637	242 116	228 365	232 627
Surplus/(Deficit)	(7 635)	(7 982)	(7 982)	(15 617)	(10 544)	(8 194)
Transfers recognised - capital	11 071	3 281	3 281	14 352	9 994	9 762
Contributions recognised - capital & contributed a	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	3 436	(4 701)	(4 701)	(1 265)	(550)	1 568
Share of surplus/ (deficit) of associate	-	-	-	-	-	-
Surplus/ (Deficit) for the year	3 436	(4 701)	(4 701)	(1 265)	(550)	1 568
Capital expenditure & funds sources						
Capital expenditure	14 701	6 453	6 453	21 154	38 447	35 623
Transfers recognised - capital	11 071	3 281	3 281	14 352	9 994	9 762
Public contributions & donations	-	-	-	-	-	-
Borrowing	-	-	-	-	25 453	23 260
Internally generated funds	3 631	3 172	3 172	6 803	3 000	2 600
Total sources of capital funds	14 701	6 453	6 453	21 154	38 447	35 623
Financial position						
Total current assets	35 334	(7 436)	(7 436)	27 898	28 386	34 098
Total non current assets	327 450	20 513	20 513	347 963	379 599	408 411
Total current liabilities	18 912	3 362	3 362	22 274	31 314	45 131
Total non current liabilities	59 073	4 418	4 418	63 491	87 125	106 265
Community wealth/Equity	284 800	5 296	5 296	290 096	289 546	291 114
Cash flows						
Net cash from (used) operating	10 170	(5 563)	(5 563)	4 607	5 321	7 271
Net cash from (used) investing	(14 695)	(6 453)	(6 453)	(21 148)	(38 441)	(35 617)
Net cash from (used) financing	(98)	50	50	(49)	22 936	18 552
Cash/cash equivalents at the year end	13 443	(8 625)	(8 625)	4 818	(5 366)	(15 160)
Cash backing/surplus reconciliation						
Cash and investments available	13 583	(8 721)	(8 721)	4 863	(5 321)	(15 115)
Application of cash and investments	956	(9 788)	(9 788)	(8 832)	(18 153)	(22 988)
Balance - surplus (shortfall)	12 627	1 068	1 068	13 695	12 832	7 873
Asset Management						
Asset register summary (WDV)	308 736	21 628	21 628	330 364	362 421	391 654
Depreciation & asset impairment	6 945	2 092	2 092	9 037	6 805	6 805
Renewal of Existing Assets	8 888	3 588	3 588	12 476	23 307	25 228
Repairs and Maintenance	10 063	460	460	10 523	10 340	10 777
Free services						
Cost of Free Basic Services provided	7 503	-	-	7 503	7 907	7 907
Revenue cost of free services provided	7 684	-	-	7 684	8 099	8 099
Households below minimum service level						
Water:	1	-	-	1	1	1
Sanitation/sew erage:	1	-	-	1	1	1
Energy:	1	-	-	1	1	1
Refuse:	1	-	-	1	1	1

Section 4 - Adjustment budget tables

The adjustments budget tables are included in this document as Tables B1 to B 10. Tables supporting the above (SB1 to SB20) are also available on request. The municipality does not have any entities for which adjustments budgets must be prepared. The only entity of the municipality is currently dormant and in process of de-registration. The Budget tables are:

Table B1 - Adjustments Budget Summary - Refer to Section 3 of this report

Table B2 - Adjustments Budgeted Financial Performance (revenue and expenditure by standard classification)

WC033 Cape Agulhas - Table B2 Adjustments Budget Financial Performance (standard classification) - 2015/02/28

Standard Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
R thousands	1, 4	A	10 F	11 G	12 H	Adjusted Budget	Adjusted Budget
Revenue - Standard							
Governance and administration		67 278	1 362	1 362	68 640	70 409	75 175
Executive and council		20 320	7	7	20 327	21 581	23 131
Budget and treasury office		46 874	631	631	47 505	48 823	52 039
Corporate services		84	725	725	809	6	6
Community and public safety		32 392	5 134	5 134	37 526	20 873	14 334
Community and social services		24 826	4 179	4 179	29 005	13 102	6 038
Sport and recreation		4 624	105	105	4 729	4 435	4 658
Public safety		2 942	850	850	3 792	3 336	3 638
Housing		-	-	-	-	-	-
Health		-	-	-	-	-	-
Economic and environmental services		11 118	535	535	11 652	11 490	11 808
Planning and development		-	521	521	521	552	583
Road transport		11 118	14	14	11 132	10 938	11 225
Environmental protection		-	-	-	-	-	-
Trading services		119 127	3 905	3 905	123 032	125 042	132 878
Electricity		76 821	3 196	3 196	80 017	80 904	85 950
Water		20 422	-	-	20 422	21 179	22 535
Waste water management		8 568	709	709	9 277	8 976	9 514
Waste management		13 316	-	-	13 316	13 983	14 878
Other		-	-	-	-	-	-
Total Revenue - Standard	2	229 916	10 935	10 935	240 851	227 814	234 195
Expenditure - Standard							
Governance and administration		62 996	2 647	2 647	65 643	64 295	68 345
Executive and council		19 599	2 136	2 136	21 735	21 327	22 522
Budget and treasury office		26 547	2 168	2 168	28 715	28 319	30 113
Corporate services		16 851	(1 657)	(1 657)	15 193	14 649	15 710
Community and public safety		46 758	3 996	3 996	50 755	37 515	31 762
Community and social services		31 292	3 068	3 068	34 360	20 337	13 413
Sport and recreation		9 056	(465)	(465)	8 590	9 304	9 941
Public safety		6 410	1 393	1 393	7 804	7 873	8 408
Housing		-	-	-	-	-	-
Health		-	-	-	-	-	-
Economic and environmental services		16 039	5 044	5 044	21 083	20 472	20 465
Planning and development		-	4 536	4 536	4 536	5 364	5 106
Road transport		15 466	753	753	16 219	14 493	14 697
Environmental protection		573	(245)	(245)	328	616	662
Trading services		100 687	3 949	3 949	104 636	106 082	112 056
Electricity		69 692	1 689	1 689	71 380	73 203	76 905
Water		12 876	162	162	13 038	13 860	14 921
Waste water management		6 895	305	305	7 201	7 272	7 675
Waste management		11 223	1 793	1 793	13 016	11 748	12 555
Other		-	-	-	-	-	-
Total Expenditure - Standard	3	226 480	15 637	15 637	242 116	228 365	232 627
Surplus/ (Deficit) for the year		3 436	(4 701)	(4 701)	(1 265)	(550)	1 568

Table B3 - Adjustments Budgeted Financial Performance (revenue and expenditure by municipal vote)

WC033 Cape Agulhas - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 2015/02/28

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusts.	Adjusts.	Budget	Budget	Budget
		8	9	10			
		F	G	H			
R thousands		A					
Revenue by Vote	1						
Vote 1 - Executive and Council		20 320	7	7	20 327	21 581	23 131
Vote 2 - Budget and Treasury Office		46 874	631	631	47 505	48 823	52 039
Vote 3 - Corporate Services		84	1 245	1 245	1 330	558	589
Vote 4 - Community and Social Services		24 826	4 179	4 179	29 005	13 102	6 038
Vote 5 - Sport and Recreation		4 624	105	105	4 729	4 435	4 658
Vote 6 - Public Safety		2 942	850	850	3 792	3 336	3 638
Vote 7 - Road Transport		85	14	14	99	91	96
Vote 8 - Electricity		76 821	3 196	3 196	80 017	80 904	85 950
Vote 9 - Water		20 422	-	-	20 422	21 179	22 535
Vote 10 - Waste Water Management		8 568	709	709	9 277	8 976	9 514
Vote 11 - Waste Management		13 316	-	-	13 316	13 983	14 878
Vote 12 - Environmental Protection		-	-	-	-	-	-
Vote 13 - Other		11 033	-	-	11 033	10 848	11 130
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-
Total Revenue by Vote	2	229 916	10 935	10 935	240 851	227 814	234 195
Expenditure by Vote	1						
Vote 1 - Executive and Council		19 599	2 136	2 136	21 735	21 327	22 522
Vote 2 - Budget and Treasury Office		26 547	2 168	2 168	28 715	28 319	30 113
Vote 3 - Corporate Services		16 851	2 879	2 879	19 730	20 013	20 816
Vote 4 - Community and Social Services		31 292	3 068	3 068	34 360	20 337	13 413
Vote 5 - Sport and Recreation		9 056	(465)	(465)	8 590	9 304	9 941
Vote 6 - Public Safety		6 410	1 393	1 393	7 804	7 873	8 408
Vote 7 - Road Transport		11 005	300	300	11 305	10 995	11 538
Vote 8 - Electricity		69 692	1 689	1 689	71 380	73 203	76 905
Vote 9 - Water		12 876	162	162	13 038	13 860	14 921
Vote 10 - Waste Water Management		6 895	305	305	7 201	7 272	7 675
Vote 11 - Waste Management		11 223	1 793	1 793	13 016	11 748	12 555
Vote 12 - Environmental Protection		573	(245)	(245)	328	616	662
Vote 13 - Other		4 461	453	453	4 913	3 497	3 159
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-
Total Expenditure by Vote	2	226 480	15 637	15 637	242 116	228 365	232 627
Surplus/ (Deficit) for the year	2	3 436	(4 701)	(4 701)	(1 265)	(550)	1 568

Table B4 - Adjustments Budgeted Financial Performance (revenue and expenditure)

WC033 Cape Agulhas - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 2015/02/28

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	+1 2015/16	+2 2016/17
		Budget	Adjusts.	Adjusts.	Budget	Adjusted	Adjusted
R thousands	1	A	8	9	10		
			F	G	H		
Revenue By Source							
Property rates	2	42 304	479	479	42 783	44 016	46 833
Property rates - penalties & collection charges		-	-	-	-	-	-
Service charges - electricity revenue	2	74 134	3 196	3 196	77 330	78 179	83 183
Service charges - water revenue	2	20 236	-	-	20 236	20 964	22 327
Service charges - sanitation revenue	2	8 446	-	-	8 446	8 898	9 432
Service charges - refuse revenue	2	12 912	-	-	12 912	13 687	14 563
Service charges - other		-	-	-	-	-	-
Rental of facilities and equipment		5 287	5	5	5 292	5 552	5 832
Interest earned - external investments		1 666	75	75	1 741	1 766	1 872
Interest earned - outstanding debtors		723	77	77	800	767	813
Dividends received		-	-	-	-	-	-
Fines		572	850	850	1 422	824	974
Licences and permits		1 223	(46)	(46)	1 177	1 296	1 374
Agency services		1 306	-	-	1 306	1 385	1 468
Transfers recognised - operating		47 665	3 005	3 005	50 671	38 015	33 166
Other revenue	2	2 366	14	14	2 380	2 452	2 596
Gains on disposal of PPE		-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		218 845	7 654	7 654	226 499	217 821	224 433
Expenditure By Type							
Employee related costs		78 871	501	501	79 372	85 313	92 151
Remuneration of councillors		3 511	(0)	(0)	3 511	3 735	3 974
Debt impairment		1 095	2 065	2 065	3 160	1 985	2 005
Depreciation & asset impairment		6 945	2 092	2 092	9 037	6 805	6 805
Finance charges		1 242	131	131	1 373	1 410	1 425
Bulk purchases		59 397	3 914	3 914	63 311	62 472	65 693
Other materials		-	-	-	-	-	-
Contracted services		1 430	(145)	(145)	1 285	1 592	1 672
Transfers and grants		-	-	-	-	-	-
Other expenditure		73 989	7 078	7 078	81 067	65 052	58 902
Loss on disposal of PPE		-	-	-	-	-	-
Total Expenditure		226 480	15 637	15 637	242 116	228 365	232 627
Surplus/(Deficit)							
Transfers recognised - capital		11 071	3 281	3 281	14 352	9 994	9 762
Contributions		-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-
Surplus/(Deficit) before taxation		3 436	(4 701)	(4 701)	(1 265)	(550)	1 568
Taxation		-	-	-	-	-	-
Surplus/(Deficit) after taxation		3 436	(4 701)	(4 701)	(1 265)	(550)	1 568
Attributable to minorities		-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		3 436	(4 701)	(4 701)	(1 265)	(550)	1 568
Share of surplus/ (deficit) of associate		-	-	-	-	-	-
Surplus/ (Deficit) for the year		3 436	(4 701)	(4 701)	(1 265)	(550)	1 568

Table B5 - Adjustments Budgeted Capital Expenditure by vote, standard classification and funding

WC033 Cape Agulhas - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 2015/02/12

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16	+2 2016/17
		A	F	G	H		
R thousands							
Capital expenditure - Vote							
Multi-year expenditure to be adjusted							
Vote 1 - Executive and Council	2	-	-	-	-	-	-
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-
Vote 4 - Community and Social Services		-	-	-	-	-	-
Vote 5 - Sport and Recreation		100	-	-	100	1 500	1 350
Vote 6 - Public Safety		-	-	-	-	-	-
Vote 7 - Road Transport		100	-	-	100	4 900	5 730
Vote 8 - Electricity		800	-	-	800	1 180	1 180
Vote 9 - Water		350	-	-	350	2 300	2 000
Vote 10 - Waste Water Management		-	-	-	-	1 000	2 500
Vote 11 - Waste Management		-	-	-	-	830	850
Vote 12 - Environmental Protection		-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	1 350	-	-	1 350	11 710	13 610
Single-year expenditure to be adjusted							
Vote 1 - Executive and Council	2	57	67	67	123	-	-
Vote 2 - Budget and Treasury Office		925	(58)	(58)	867	1 535	718
Vote 3 - Corporate Services		305	80	80	385	1 457	-
Vote 4 - Community and Social Services		1 643	(230)	(230)	1 413	760	130
Vote 5 - Sport and Recreation		1 994	514	514	2 508	4 650	3 000
Vote 6 - Public Safety		24	(4)	(4)	20	1 490	670
Vote 7 - Road Transport		7 388	1 551	1 551	8 940	9 160	10 595
Vote 8 - Electricity		50	2 231	2 231	2 281	750	50
Vote 9 - Water		550	(100)	(100)	450	3 670	300
Vote 10 - Waste Water Management		50	709	709	759	1 050	800
Vote 11 - Waste Management		280	1 705	1 705	1 985	2 210	5 750
Vote 12 - Environmental Protection		-	-	-	-	-	-
Vote 13 - Other		85	(11)	(11)	74	5	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-
Capital single-year expenditure sub-total		13 351	6 453	6 453	19 804	26 737	22 013
Total Capital Expenditure - Vote		14 701	6 453	6 453	21 154	38 447	35 623
Capital Expenditure - Standard							
Governance and administration							
Executive and council		1 286	88	88	1 375	2 992	718
Budget and treasury office		57	67	67	123	-	-
Budget and treasury office		925	(58)	(58)	867	1 535	718
Corporate services		305	80	80	385	1 457	-
Community and public safety							
Community and social services		1 643	(230)	(230)	1 413	760	130
Sport and recreation		2 094	514	514	2 608	6 150	4 350
Public safety		24	(4)	(4)	20	1 490	670
Housing		-	-	-	-	-	-
Health		-	-	-	-	-	-
Economic and environmental services							
Planning and development		7 488	1 551	1 551	9 040	14 060	16 325
Road transport		-	-	-	-	-	-
Road transport		7 488	1 551	1 551	9 040	14 060	16 325
Environmental protection		-	-	-	-	-	-
Trading services							
Electricity		2 080	4 545	4 545	6 625	12 990	13 430
Electricity		850	2 231	2 231	3 081	1 930	1 230
Water		900	(100)	(100)	800	5 970	2 300
Waste water management		50	709	709	759	2 050	3 300
Waste management		280	1 705	1 705	1 985	3 040	6 600
Other		85	(11)	(11)	74	5	-
Total Capital Expenditure - Standard	3	14 701	6 453	6 453	21 154	38 447	35 623
Funded by:							
National Government		10 802	1 763	1 763	12 565	9 994	9 762
Provincial Government		269	1 518	1 518	1 786	-	-
District Municipality		-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-
Total Capital transfers recognised	4	11 071	3 281	3 281	14 352	9 994	9 762
Public contributions & donations		-	-	-	-	-	-
Borrowing		-	-	-	-	25 453	23 260
Internally generated funds		3 631	3 172	3 172	6 803	3 000	2 600
Total Capital Funding		14 701	6 453	6 453	21 154	38 447	35 623

Table B6 - Adjustments Budgeted Financial Position

WC033 Cape Agulhas - Table B6 Adjustments Budget Financial Position - 2015/02/28

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original Budget	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2015/16 Adjusted Budget	+2 2016/17 Adjusted Budget
R thousands		A	8 F	9 G	10 H		
ASSETS							
Current assets							
Cash		13 443	(8 319)	(8 319)	5 124	(0)	0
Call investment deposits	1	-	-	-	-	-	-
Consumer debtors	1	20 121	1 373	1 373	21 494	26 763	32 437
Other debtors		630	224	224	854	854	854
Current portion of long-term receivables		6	-	-	6	6	6
Inventory		1 135	(408)	(408)	727	763	801
Total current assets		35 334	(7 130)	(7 130)	28 204	28 386	34 098
Non current assets							
Long-term receivables		338	(26)	(26)	312	306	300
Investments		140	(95)	(95)	45	45	45
Investment property		35 704	4 987	4 987	40 692	40 689	40 686
Investment in Associate		-	-	-	-	-	-
Property, plant and equipment	1	272 060	15 921	15 921	287 981	320 081	349 356
Agricultural		-	-	-	-	-	-
Biological		-	-	-	-	-	-
Intangible		971	414	414	1 385	1 346	1 306
Other non-current assets		18 236	(994)	(994)	17 242	16 827	16 413
Total non current assets		327 450	20 207	20 207	347 657	379 293	408 105
TOTAL ASSETS		362 785	13 076	13 076	375 861	407 679	442 204
LIABILITIES							
Current liabilities							
Bank overdraft		-	-	-	-	5 060	14 854
Borrowing		272	(17)	(17)	255	2 500	5 000
Consumer deposits		3 755	143	143	3 898	4 171	4 463
Trade and other payables		8 231	(266)	(266)	7 965	8 512	9 097
Provisions		6 654	3 501	3 501	10 155	10 765	11 411
Total current liabilities		18 912	3 362	3 362	22 274	31 008	44 825
Non current liabilities							
Borrowing	1	214	34	34	248	20 667	36 427
Provisions	1	58 859	4 384	4 384	63 243	66 458	69 837
Total non current liabilities		59 073	4 418	4 418	63 491	87 125	106 265
TOTAL LIABILITIES		77 984	7 780	7 780	85 765	118 133	151 089
NET ASSETS	2	284 800	5 296	5 296	290 096	289 546	291 114
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)		271 800	13 296	13 296	285 096	290 546	292 114
Reserves		13 000	(8 000)	(8 000)	5 000	(1 000)	(1 000)
TOTAL COMMUNITY WEALTH/EQUITY		284 800	5 296	5 296	290 096	289 546	291 114

Table B7 - Adjustments Budgeted Cash Flows

WC033 Cape Agulhas - Table B7 Adjustments Budget Cash Flows - 2015/02/12

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	+1 2015/16	+2 2016/17
		Budget	Adjusts.	Adjusts.	Budget	Adjusted	Adjusted
R thousands		8	9	10	Budget	Budget	
		A	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Ratepayers and other		162 968	2 958	2 958	165 926	170 019	180 903
Government - operating	1	47 665	(941)	(941)	46 725	38 015	33 166
Government - capital	1	11 071	1 851	1 851	12 921	9 994	9 762
Interest		2 390	152	152	2 541	2 533	2 685
Dividends		-	-	-	-	-	-
Payments							
Suppliers and employees		(212 682)	(10 711)	(10 711)	(223 393)	(215 154)	(219 215)
Finance charges		(1 242)	1 128	1 128	(114)	(85)	(30)
Transfers and Grants	1	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		10 170	(5 563)	(5 563)	4 607	5 321	7 271
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE		-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-
Decrease (increase) other non-current receivables		6	0	0	7	6	6
Decrease (increase) in non-current investments		-	-	-	-	-	-
Payments							
Capital assets		(14 701)	(6 453)	(6 453)	(21 154)	(38 447)	(35 623)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(14 695)	(6 453)	(6 453)	(21 148)	(38 441)	(35 617)
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts							
Short term loans		-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	25 453	23 260
Increase (decrease) in consumer deposits		213	42	42	255	273	292
Payments							
Repayment of borrowing		(311)	7	7	(304)	(2 789)	(5 000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(98)	50	50	(49)	22 936	18 552
NET INCREASE/ (DECREASE) IN CASH HELD		(4 623)	(11 966)	(11 966)	(16 590)	(10 184)	(9 794)
Cash/cash equivalents at the year begin:	2	18 066	3 341	3 341	21 407	4 818	(5 366)
Cash/cash equivalents at the year end:	2	13 443	(8 625)		4 818	(5 366)	(15 160)

Table B8 - Adjustments Cash backed reserves/accumulated surplus reconciliation

WC033 Cape Agulhas - Table B8 Cash backed reserves/accumulated surplus reconciliation - 2015/02/12

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	+1 2015/16	+2 2016/17
		Budget	Adjusts.	Adjusts.	Budget	Adjusted	Adjusted
R thousands		8	9	10	Budget	Budget	
		A	F	G	H		
Cash and investments available							
Cash/cash equivalents at the year end	1	13 443	(8 625)	(8 625)	4 818	(5 366)	(15 160)
Other current investments > 90 days		-	0	0	0	0	0
Non current assets - investments	1	140	(95)	(95)	45	45	45
Cash and investments available:		13 583	(8 721)	(8 721)	4 863	(5 321)	(15 115)
Applications of cash and investments							
Unspent conditional transfers		419	(266)	(266)	153	153	153
Unspent borrowing		-	-	-	-	-	-
Statutory requirements		-	-	-	-	-	-
Other working capital requirements	2	(12 463)	(1 323)	(1 323)	(13 786)	(18 306)	(23 141)
Other provisions		-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-
Reserves to be backed by cash/investments		13 000	(8 200)	(8 200)	4 800	(0)	(0)
Total Application of cash and investments:		956	(9 788)	(9 788)	(8 832)	(18 153)	(22 988)
Surplus(shortfall)		12 627	1 068	1 068	13 695	12 832	7 873

Table B9 - Adjustments Budget Asset Management

WC033 Cape Agulhas - Table B9 Asset Management - 2015/02/12

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjus.	Adjus.	Budget	Budget	Budget
		12	13	14	15	16	
		F	G	H			
A							
R thousands							
CAPITAL EXPENDITURE							
Total New Assets to be adjusted	1	5 813	2 865	2 865	8 678	15 140	10 395
Infrastructure - Road transport		650	-	-	650	3 220	3 240
Infrastructure - Electricity		300	2 000	2 000	2 300	1 000	300
Infrastructure - Water		-	-	-	-	1 500	1 500
Infrastructure - Sanitation		-	709	709	709	-	-
Infrastructure - Other		20	-	-	20	1 840	1 000
Infrastructure		970	2 709	2 709	3 679	7 560	6 040
Community		3 035	(605)	(605)	2 430	2 200	3 100
Heritage assets		-	-	-	-	-	-
Investment properties		-	-	-	-	-	-
Other assets	6	1 485	500	500	1 985	5 380	1 255
Agricultural Assets		-	-	-	-	-	-
Biological assets		-	-	-	-	-	-
Intangibles		323	262	262	585	-	-
Total Renewal of Existing Assets to be adjusted	2	8 888	3 588	3 588	12 476	23 307	25 228
Infrastructure - Road transport		6 758	1 572	1 572	8 331	9 740	13 085
Infrastructure - Electricity		500	240	240	740	880	880
Infrastructure - Water		850	(100)	(100)	750	4 470	500
Infrastructure - Sanitation		-	-	-	-	1 000	2 500
Infrastructure - Other		-	1 700	1 700	1 700	-	-
Infrastructure		8 108	3 412	3 412	11 521	16 090	16 965
Community		140	-	-	140	4 450	1 250
Heritage assets		-	-	-	-	-	-
Investment properties		-	-	-	-	-	-
Other assets	6	440	101	101	541	2 767	7 013
Agricultural Assets		-	-	-	-	-	-
Biological assets		-	-	-	-	-	-
Intangibles		200	75	75	275	-	-
Total Capital Expenditure to be adjusted	4	7 408	1 572	1 572	8 981	12 960	16 325
Infrastructure - Road transport		800	2 240	2 240	3 040	1 880	1 180
Infrastructure - Electricity		850	(100)	(100)	750	5 970	2 000
Infrastructure - Water		-	709	709	709	1 000	2 500
Infrastructure - Sanitation		20	1 700	1 700	1 720	1 840	1 000
Infrastructure - Other		9 078	6 121	6 121	15 199	23 650	23 005
Infrastructure		3 175	(605)	(605)	2 570	6 650	4 350
Community		-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-
Investment properties		-	-	-	-	-	-
Other assets	6	1 924	601	601	2 525	8 147	8 268
Agricultural Assets		-	-	-	-	-	-
Biological assets		-	-	-	-	-	-
Intangibles		523	337	337	860	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	2	14 701	6 453	6 453	21 154	38 447	35 623
ASSET REGISTER SUMMARY - PPE (WDV)							
Infrastructure - Road transport	5	67 583	1 779	1 779	69 362	81 008	96 018
Infrastructure - Electricity		31 649	9 344	9 344	40 993	42 019	42 344
Infrastructure - Water		29 501	343	343	29 844	35 036	36 258
Infrastructure - Sanitation		41 045	2 557	2 557	43 602	43 794	45 487
Infrastructure - Other		700	86	86	786	2 551	3 476
Infrastructure		170 479	14 109	14 109	184 587	204 408	223 583
Community		16 503	(271)	(271)	16 232	22 671	26 811
Heritage assets		-	-	-	-	-	-
Investment properties		35 704	4 987	4 987	40 692	40 689	40 686
Other assets		85 079	2 389	2 389	87 468	93 308	99 268
Intangibles		-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-
Biological assets		971	414	414	1 385	1 346	1 306
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	308 736	21 628	21 628	330 364	362 421	391 654
EXPENDITURE OTHER ITEMS							
Depreciation & asset impairment		6 945	2 092	2 092	9 037	6 805	6 805
Repairs and Maintenance by asset class	3	10 063	460	460	10 523	10 340	10 777
Infrastructure - Road transport		1 524	60	60	1 584	1 562	1 614
Infrastructure - Electricity		855	(55)	(55)	800	897	942
Infrastructure - Water		1 368	-	-	1 368	1 440	1 500
Infrastructure - Sanitation		496	-	-	496	512	526
Infrastructure - Other		-	-	-	-	-	-
Infrastructure		4 243	5	5	4 248	4 411	4 582
Community		-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-
Investment properties		-	-	-	-	-	-
Other assets	6	5 820	455	455	6 275	5 929	6 195
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		17 008	2 552	2 552	19 560	17 145	17 582
% of capital exp on renewal of assets		60,5%			59,0%	60,6%	70,8%
Renewal of existing assets as % of deprecn		128,0%			138,1%	342,5%	370,7%
R&M as a % of PPE		3,3%			3,2%	2,9%	2,8%
Renewal and R&M as a % of PPE		6,1%			7,0%	9,3%	9,2%

Table B10 - Adjustments Budget Basic service delivery measurement

WC033 Cape Agulhas - Table B10 Basic service delivery measurement - 2015/02/28

Description	Ref	Budget Year 2014/15				Budget Year	Budget Year
		Original	Other	Total	Adjusted	+1 2015/16	+2 2016/17
		Budget	Adjusts.	Adjusts.	Budget	Adjusted	Adjusted
		12	13	14	Budget	Budget	
		A	F	G	H		
Household service targets	1						
Water:							
Piped water inside dwelling		7903	0	-	8	7950	7950
Piped water inside yard (but not in dwelling)		0	0	-	-	0	0
Using public tap (at least min.service level)	2	2	0	-	0	2	2
Other water supply (at least min.service level)		0	0	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		8	-	-	8	8	8
Using public tap (< min.service level)	3	834	0	-	1	850	850
Other water supply (< min.service level)	3,4	0	0	-	-	0	0
No water supply		0	0	-	-	0	0
<i>Below Minimum Service Level sub-total</i>		1	-	-	1	1	1
Total number of households	5	9	-	-	9	9	9
Sanitation/sewerage:							
Flush toilet (connected to sewerage)		5485	0	-	5 485	5532	5532
Flush toilet (with septic tank)		3004	0	-	3 004	3004	3004
Chemical toilet		1	0	-	1	1	1
Pit toilet (ventilated)		0	0	-	-	0	0
Other toilet provisions (> min.service level)		0	0	-	-	0	0
<i>Minimum Service Level and Above sub-total</i>		8 490	-	-	8 490	8 537	8 537
Bucket toilet		0	0	-	-	0	0
Other toilet provisions (< min.service level)		834	0	-	834	850	850
No toilet provisions		0	0	-	-	0	0
<i>Below Minimum Service Level sub-total</i>		834	-	-	834	850	850
Total number of households	5	9 324	-	-	9 324	9 387	9 387
Energy:							
Electricity (at least min. service level)		4290	0	-	4 290	4340	4340
Electricity - prepaid (> min.service level)		3975	0	-	3 975	4022	4022
<i>Minimum Service Level and Above sub-total</i>		8 265	-	-	8 265	8 362	8 362
Electricity (< min.service level)		834	0	-	834	850	850
Electricity - prepaid (< min. service level)		0	0	-	-	0	0
Other energy sources		0	0	-	-	0	0
<i>Below Minimum Service Level sub-total</i>		834	-	-	834	850	850
Total number of households	5	9 099	-	-	9 099	9 212	9 212
Refuse:							
Removed at least once a week (min.service)		9021	0	-	9 021	9068	9068
<i>Minimum Service Level and Above sub-total</i>		9 021	-	-	9 021	9 068	9 068
Removed less frequently than once a week		0	0	-	-	0	0
Using communal refuse dump		0	0	-	-	0	0
Using own refuse dump		834	0	-	834	850	850
Other rubbish disposal		0	0	-	-	0	0
No rubbish disposal		0	0	-	-	0	0
<i>Below Minimum Service Level sub-total</i>		834	-	-	834	850	850
Total number of households	5	9 855	-	-	9 855	9 918	9 918
Households receiving Free Basic Service	15						
Water (6 kilolitres per household per month)		7903	0	-	7 903	7950	7950
Sanitation (free minimum level service)		2418	0	-	2 418	2520	2520
Electricity/other energy (50kwh per household per month)		2418	0	-	2 418	2520	2520
Refuse (removed at least once a week)		2418	0	-	2 418	2520	2520
Cost of Free Basic Services provided (R'000)	16						
Water (6 kilolitres per household per month)		2 439	-	-	2 439	2 570	2 570
Sanitation (free sanitation service)		2 000	-	-	2 000	2 108	2 108
Electricity/other energy (50kwh per household per month)		834	-	-	834	879	879
Refuse (removed once a week)		2 230	-	-	2 230	2 350	2 350
Total cost of FBS provided (minimum social pack)		7 503	-	-	7 503	7 907	7 907
Highest level of free service provided							
Property rates (R'000 value threshold)		15000	0	-	15 000	15000	15000
Water (kilolitres per household per month)		6	0	-	6	6	6
Sanitation (kilolitres per household per month)		0	0	-	-	0	0
Sanitation (Rand per household per month)		0	0	-	-	0	0
Electricity (kw per household per month)		50	0	-	50	50	50
Refuse (average litres per week)		0	0	-	-	0	0
Revenue cost of free services provided (R'000)	17						
Property rates (R15 000 threshold rebate)		-	-	-	-	-	-
Property rates (other exemptions, reductions and rebates)		181	-	-	181	191	191
Water		2 439	-	-	2 439	2 570	2 570
Sanitation		2 000	-	-	2 000	2 108	2 108
Electricity/other energy		834	-	-	834	879	879
Refuse		2 230	-	-	2 230	2 350	2 350
Municipal Housing - rental rebates		-	-	-	-	-	-
Housing - top structure subsidies	6	-	-	-	-	-	-
Other		-	-	-	-	-	-
Total revenue cost of free services provided (total)		7 684	-	-	7 684	8 099	8 099

PART 2 - SUPPORTING DOCUMENTATION

Section 5 - Measurable performance objectives and indicators

Changes to measurable performance objectives and indicators are included in the supporting tables (SB3) attached. These indicators are part of the indicators contained in the Service Delivery and Budget Implementation Plan, which again forms the basis of the performance contracts of the Municipal Manager and Senior Management.

Section 6 - Budget related policies

There are no changes to the budget related policies proposed in the adjustments budget.

Section 7 - Overview of budget assumptions

Budget Assumptions

There are no changes to the budget assumptions proposed in the adjustments budget.

Section 8 - Funding compliance

The adjustments budget is cash - funded which is the first indicator of a “credible” budget.

	2014/2015	2015/2016	2016/2017
Cash and investments available	4 863	(5 321)	(15 115)
Application of cash and investments	(8 832)	(18 153)	(22 988)
Surplus/(Shortfall)	13 695	12 832	7 873

Section 9 - Overview of budget funding

Funding the Budget

Section 18(1) of the MFMA states that an annual budget may only be funded from:

- Realistically anticipated revenues to be collected;
- Cash backed accumulated funds from previous years' surpluses not committed for other purposes; and
- Borrowed funds, but only for the capital budget referred to in section 17.

Achievement of this requirement in totality effectively means that a Council has 'balanced' its budget by ensuring that budgeted outflows will be offset by a combination of planned inflows.

A Credible Budget

Amongst other things, a credible budget is a budget that:

- Funds only activities consistent with the revised IDP and vice versa ensuring the IDP is realistically achievable given the financial constraints of the municipality;
- Is achievable in terms of agreed service delivery and performance targets;
- Contains revenue and expenditure projections that are consistent with current and on past performance and supported by documented evidence of future assumptions;
- Does not jeopardise the financial viability of the municipality (ensures that the financial position is maintained within generally accepted prudential limits and that obligations can be met in the short, medium and long term); and
- Provides managers with appropriate levels of delegation sufficient to meet their financial management responsibilities.

A budget sets out certain service delivery levels and associated financial implications. Therefore the community should realistically expect to receive these promised service delivery levels and understand the associated financial implications. Major under spending due to under collection of revenue or poor planning is a clear example of a budget that is not credible and unrealistic.

Furthermore, budgets tabled for consultation at least 90 days prior to the start of the budget year should already be credible and fairly close to the final approved budget.

9.1 Funding of operating and capital expenditure

As indicated in schedule B8, the municipality's budget is cash funded. However, the municipality is placing immense pressure on its cash reserves by financing a large portion of the capital program from own sources.

9.2 Financial plans

At this stage Cape Agulhas Municipality has not yet adopted a long-term financial plan that is fully funded although the municipality is process to finalise the adoption of such a plan before the financial year end 30 June 2015. It is therefore difficult to provide inputs on how the adjustment budget will influence the financial plan.

9.3 Reserves

Reserves will be cash backed throughout the MTREF.

9.4 Financial sustainability of the municipality

The municipality's financial position is still sound but the 2010/2011 financial year was the start of reducing surpluses. The municipality might have no alternative in the near future other than to borrow money to finance the capital program.

The municipality plans to continue exercising strict financial management and ensuring a cash flow which meets the requirements.

Due to the fact that the majority of capital expenditure from own sources be funded by way of own cash, the municipality must ensure that the principle of "the user pays for the use of the assets" be applied in its long -term financial strategy. It is for this reason that the municipality will in future provide for cash - backed reserves, which consist of Employee Benefits provisions and contributions to the Capital Replacement Reserve with the idea being a contribution at least equal to the depreciation charges on those assets being used.

Section 10 - Expenditure on allocations and grant programmes

Grant allocations

Details of each grant to be received and spent are shown in the schedules SB7 to SB9 attached to the report.

Section 11 - Allocations and grants made by the Municipality

Allocations Made by the Municipality

No allocations are made by the municipality.

Section 12 - Councillor Allowances and employee benefits

Salaries, Allowances and Benefits

Details of Councillor Allowances and employee benefits are included in supporting table SB11 attached.

Section 13 - Monthly targets for revenue, expenditure and cash flow

Monthly Cash Flows by source

Supporting tables SB 12 to SB 17 show the adjusted monthly cash flows.

Section 14 - Adjustments to the quarterly service delivery and budget implementation plans - internal departments

Supporting table SB3 indicates the major adjustments.

Section 15 - Annual budgets and service delivery agreements - municipal entities and other external mechanisms

ENTITIES

The municipality does not have any entities, other than a dormant entity named Southernmost Development Agency (SOC) Ltd which is in process of deregistration.

Other Service Delivery Mechanisms.

The municipality has service delivery agreements with external parties for the delivery of the Municipality's services.

Section 16 - Contracts having future budgetary implications

The municipality does not have any roll - over contracts with budget implications.

Section 17 - Capital expenditure details

Capital expenditure details are listed in Supporting Table SB 18 to SB 19.

Section 18 - Municipal Manager's quality certification

I, D O'Neill, Municipal Manager of Cape Agulhas Municipality, hereby certify that the adjustments budget and supporting documentation 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.

D O'Neill

Municipal Manager of Cape Agulhas Municipality (WC 033)

7 Signature 

Date 11/02/2015

KAPITAALUITGAWES : EIE FONDSE

2014/15 BOEKJAAR

DEPARTEMENT	POS NR	YTD Werklik 2014/15	Projeksie V/J 2014/15	Oorspronklike Begroting 2014/15	Aansulwerings 2014/15	Aansuiwerings Begroting 2014/15
MUNISIPALE BESTUURDER						
STOELE PA B/MEESTER X 3	5/9010/0151	1 380	1 380	5 000	-3 620	1 380
MEUBELS : STRATEGIESE DIENSTE	5/9010/0161	14 081	14 090	15 000	-910	14 090
STOEL - MB(X1)			4 000		4 000	4 000
KABINETTE (X2)			6 000		6 000	6 000
BIND MASJEN			7 500		7 500	7 500
LAMINEER MASJEN			1 200		1 200	1 200
BDIKTAFOON			52 000		52 000	52 000
STAPLER - HEAVY DUTY			500		500	500
WITBORD : OUDITEUR	5/9010/0171	-	1 500	1 500	-	1 500
SAGTEWARE : OUDITEUR	5/9010/0181	25 780	35 000	35 000	-	35 000
		41 241	123 170	56 500	66 670	123 170
KORPORATIEWE DIENSTE						
LAPTOPS	5/9020/0911	-	10 000	10 000	-	10 000
REKENAAR	5/9020/0921	-	12 000	12 000	-	12 000
STOELE : ARGIEWE	5/9020/0931	2 702	3 000	3 000	-	3 000
BREEKWARE	5/9020/0941	-	-	10 000	-10 000	-
DRUKKERS	5/9020/0951	-	-	3 000	-3 000	-
RAKKE	5/9020/0961	1 403	5 000	5 000	-	5 000
TOERUSTING : KOMBUIS	5/9020/0971	2 509	5 000	5 000	-	5 000
LUGREELLAAR	5/9020/0981	-	5 000	5 000	-	5 000
SAGTEWARE : Leave Module	5/9020/	-	90 000		90 000	90 000
STYPLER	59/020/0991	-	4 000	1 000	3 000	4 000
		6 614	134 000	54 000	80 000	134 000
FINANSIES						
REKENAARTOERUSTING	5/9030/0431	34 677	55 000	150 000	-95 000	55 000
LEER	5/9030/0		1 500		1 500	1 500
UPS	5/9030/0		10 940		10 940	10 940
KOOPKRAG PRINTER	5/9030/0		10 000		10 000	10 000
SCREENS	5/9030/0		5 000		5 000	5 000
LESSENAAR	5/9030/0		3 000		3 000	3 000
STOEL	5/9030/0		2 000		2 000	2 000
KAS	5/9030/0		1 300		1 300	1 300
IP CAMs en toebehore	5/9030/0		5 000		5 000	5 000
LUGVERSORGER	5/9030/0		10 000		10 000	10 000
REKENAARTOERUSTING - NEDBANK GEBOU	5/9030/0		159 500		159 500	159 500
UPS (20Kva) (Verskering)	5/9030/0		88 500		88 500	88 500
SAGTEWARE : SCM Module	5/9030/0421		175 000		175 000	175 000
REKENAARTOERUSTING : BTO & SCM	5/9030/0401		25 000		25 000	25 000
MEUBELS : BTO & SCM	5/9030/0411		40 000		40 000	40 000
		34 677	591 740	150 000	441 740	591 740
PUBLIEKE VEILIGHEID						
MEUBELS	5/9027/0161	6 838	6 840	10 000	-3 160	6 840
LUGVERSORGER	5/9027/0171	-	11 000	11 000	-	11 000
WATERVERKOELER	5/9027/0181	2 191	2 200	3 000	-800	2 200
		9 029	20 040	24 000	-3 960	20 040
GEMEENSKAPSDIENSTE						
PRINTER	5/9053/0531		1 500	1 500	-	1 500
REKENAAR	5/9053/0561		9 000	9 000	-	9 000
SCANNER /DRUKKER	5/9053/0641	-	10 000	10 000	-	10 000
MEUBELS : BEHUISING	5/9053/0651	4 491	15 000	15 000	-	15 000
OMHEINING - "SAVE HOUSE"	5/9053/		66 000		66 000	66 000
BAKKIE: BEHUISING (Versekering)	5/9053/		150 000		150 000	150 000
		4 491	251 500	35 500	216 000	251 500
SPORT & REKREASIE						
ORDE UITBREIDING	5/9057/0291	68 104	100 000	100 000	-	100 000
SPEELPARKE	5/9057/0411		55 000	55 000	-	55 000

GRASMASJEN	5/9057/0421	138 000	138 000	175 000	-37 000	138 000
KANTSNYERS X 3	5/9057/0431	14 409	50 000	35 000	15 000	50 000
RUGBY/SOKKER DOELHOKKE	5/9057/0441	-	120 000	120 000	-	120 000
OPGRADERING : PROTEMSAAL	5/9057/0451	-	20 000	20 000	-	20 000
KIOSK X 20 STOELE & VLOER	5/9057/0471	-	-	10 500	-10 500	-
		220 513	483 000	515 500	-32 500	483 000
ELEKTRISITEIT						
KERSLIGTE	5/9041/1051	21 351	21 360	30 000	-8 640	21 360
ELEK VIR INFORMELE HUISE	5/9041/1081	-	100 000	100 000	-	100 000
VERVANG HOOG & LAAGSPANNING	5/9041/1111	304 725	500 000	500 000	-	500 000
VERVANG BREKER - STRUISBAAI						
HOOF SUBSTASIE	5/9041/		240 000		240 000	240 000
GEREEDSKAP		4 288	20 000	20 000	-	20 000
		330 364	881 360	650 000	231 360	881 360
RIOOL & SANITASIE						
SLEEPWA	5/9064/1651	18 250	50 000	50 000	-	50 000
STRATE						
LAY-BUYS	5/9065/2021	-	100 000	100 000	-	100 000
SPOEDWALLE	5/9065/2301		100 000	100 000	-	100 000
WATERPOMPE X 3	5/9065/2311	14 940	15 000	15 000	-	15 000
LOLLY JUMPER	5/9065/2321	19 000	19 000	25 000	-6 000	19 000
MEUBELS	5/9065/2331	7 269	25 000	40 000	-15 000	25 000
TEER BODORPSTRAAT	5/9065/2091	459 416	600 000	500 000	100 000	600 000
MEESTERPLAN	5/9065/2061	-	100 000	100 000	-	100 000
MEESTERPLAN	5/9065/2341		100 000	100 000	-	100 000
MEESTERPLAN	5/9065/2181	212 792	350 000	350 000	-	350 000
		713 416	1 409 000	1 330 000	79 000	1 409 000
VULLIS						
VULLISHOUERS	5/9067/0501		20 000	20 000	-	20 000
SKIPS	5/9067/0521		75 000	75 000	-	75 000
KANTOOR	5/9067/0641	100 000	30 000	25 000	5 000	30 000
SLEEPWA	5/9067/0651		60 000	60 000	-	60 000
OMHEINING : STORTINGSTERREIN	5/9067/0661		100 000	100 000	-	100 000
LANDFILL SITE - RREHABILITATION						
COST	5/9067/0		1 700 000		1 700 000	1 700 000
		100 000	1 985 000	280 000	1 705 000	1 985 000
WERSWINKEL						
KOMPRESSOR			60 000	60 000	-	60 000
GENERATOR/WELDER	5/9067/0681	13 850	13 850	25 000	-11 150	13 850
		13 850	73 850	85 000	-11 150	73 850
WATER						
VERVANG WATERLYN	5/9065/0821		270 000	150 000	120 000	270 000
SLEEPWA	5/9068/0991		50 000	50 000	-	50 000
PYPWER : WTW	5/9068/0831		80 000	200 000	-120 000	80 000
OPGRADEER WTW NAPIER	5/9068/0891	-	400 000	500 000	-100 000	400 000
		-	800 000	900 000	-100 000	800 000
TOTAAL		1 492 444	6 802 660	4 130 500	2 672 160	6 802 660

KAPITAALUITGAWES : AD HOC

2014/15 BOEKJAAR

DEPARTEMENT	POS NR	YTD Werklik 2014/15	Projeksie V/J 2014/15	Oorspronklike Begroting 2014/15	Aansuiwerings 2014/15	Aansuiwerings Begroting 2014/15
FMG						
REKENAARTOERUSTING : BTO & SCM	5/9030/0401	-	-	45 000	-45 000	-
MEUBELS : BTO & SCM	5/9030/0411	9 360	-	30 000	-30 000	-
SAGTEWARE : SCM Module	5/9030/0421	-	275 000	200 000	75 000	275 000
		9 360	275 000	275 000	-	275 000
MIG						
THUSONG CENTRE : FASE 2	5/9053/0521	-	150 000	1 301 480	-1 151 480	150 000
SPORTGRONDE : NAPIER	5/9057/0461	-	799 800	701 580	98 220	799 800
SPORTGRONDE : ZWELITSHA	5/9057/0481	-	1 225 077	877 200	347 877	1 225 077
STRAATLIGTE	5/9041/1071	53 568	200 000	200 000	-	200 000
NUWERUSSTRAAT : NAPIER	5/9065/2271	1 498 958	4 842 560	4 842 560	-	4 842 560
STORMWATER : S/DAAI NOORD	5/9065/2261	321 645	2 787 963	1 315 790	1 472 173	2 787 963
		1 874 171	10 005 400	9 238 610	766 790	10 005 400
MSIG						
ELEKTRONIESE STELSEL	5/9020/0901	-	250 800	250 800	-	250 800
OPGRADEER VAN SEVER KAMER	5/9030/0441	-	-	500 000	-500 000	-
STADSBEPLANNING : SAGTEWARE	5/9053/0661	23 000	23 000	26 220	-3 220	23 000
STADSBEPLANNING : SAGTEWARE	5/9053/0681	11 196	11 196	11 400	-204	11 196
		34 196	284 996	788 420	-503 424	284 996
PROV						
THUSONG CENTRE X 3 : AIRCONS	5/9053/0541	15 640	15 640	22 500	-6 860	15 640
THUSONG CENTRE : MEUBELS	5/9053/0551	24 268	24 268	30 000	-5 732	24 268
NUWERUS : DVD & CD SPELER	5/9022/0101	763	763	4 000	-3 237	763
WAENHUISKRANS : MIKROGOLFOOND	5/9022/0111	614	614	2 500	-1 886	614
WEVERDIEND : STOELE	5/9022/0121	2 162	2 162	3 000	-838	2 162
NUWERUS : STOFSUIER	5/9022/0131	1 044	1 044	2 000	-956	1 044
NUWERUS : WAAIER	5/9022/0141	197	197	500	-303	197
NUWERUS : TV	5/9022/0151	2 719	2 719	4 000	-1 281	2 719
STRUISBAAI : OMHEINNING	5/9022/0161		175 000	50 000	125 000	175 000
STRUISBAAI : VERGROTING	5/9022/0171		315 000	150 000	165 000	315 000
"BOOKDETECTION SYSTEMS" (X2)	5/9022/0		230 000		230 000	230 000
BIBLIOTEEK: NAPIER DAK	5/9022/0		210 000		210 000	210 000
ELECTRICITY PROGRAMME (INEP)	5/9022/0		2 000 000		2 000 000	2 000 000
Prov Grant NETBALBANE - ZWELIT	5/9022/0		100 000		100 000	100 000
"HOUSING - BASIC SERVICES SERVICES	5/9022/0		150 216	-	150 216	150 216
			558 684	-	558 684	558 684
		47 408	3 786 307	268 500	3 517 807	3 786 307
		1 965 135	14 351 703	10 570 530	3 781 173	14 351 703
GROOT TOTAAL		3 457 579	21 154 363	14 701 030	6 453 333	21 154 363