



## **Adjustment Budget Report**

*Prepared in terms of the Local  
Government: Municipal Finance  
Management Act (56/2003):  
Municipal Budget and Reporting  
Regulations, Government Gazette  
32141, 17 April 2009.*

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*“An improved quality of life for all residents”*

**Mid-Year Adjustments Budget  
dated  
23 February 2023**

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**JOE GQABI  
DISTRICT MUNICIPALITY**

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## **Glossary**

**Adjustments Budget** – Prescribed in section 28 of the MFMA. The formal means by which a District Municipality may revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**AFS** – Annual Financial Statements.

**Budget** – The financial plan of the Joe Gqabi District Municipality.

**Budget Related Policy** – Policy of a District 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 District Municipality's Statement of Financial Performance.

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

**CFO** – Chief Financial Officer of Joe Gqabi District Municipality

**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 and basis upon which AFS are prepared.

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

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

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**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 three years and current years' financial position.

**NT** – National Treasury

**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 District Municipality equates to the "net wealth" of the District 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 District 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.

**R&M** – Repairs and maintenance on property, plant and equipment.

**SCM** – Supply Chain Management.

**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 District 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.

**Virement Policy** – The policy that sets out the rules for budget transfers.

**Vote** – One of the main segments into which a budget. In Joe Gqabi District Municipality this means at directorate level. The votes for Joe Gqabi therefore are:

- Management Services;
- Financial Services;
- Corporate Services;
- Technical Services;
- Community Services;
- Institutional Support and Advancement; and
- Water Services Provision

## **PART 1 – ADJUSTMENTS BUDGET**

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### **Section 1 –Mayor’s Report**

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#### **Introduction**

The adjustment budget seeks to rectify issues identified in the budget verification and perfect alignment between the A1 Schedules and Data strings as well as reduce the municipal budget to be in line with anticipated revenue. It is drafted in terms of section 28 of the MFMA and seeks to adhere to the stipulations of specifically section 28(2) of the MFMA.

#### **1.1 Reasons for the adjustments budget**

The reason for the tabling of an adjustment budget is fully disclosed in the executive summary of this report. A brief summary of the reasons in terms of Sect 28 of the MFMA are discussed below:

##### ***1.1.1 New allocations of cash backed accumulated funds;***

No new allocations from cash backed accumulated funds was included.

##### ***1.1.2 Multi-year funds shifting in relation to the capital programme;***

No shifting of multi-year capital programs took place.

##### ***1.1.3 Unforeseen and unavoidable expenditure;***

Budget allocation received from the Department of Forestry, Fisheries and the Environment approved by the Executive Mayor in terms of Section 29.

##### ***1.1.4 Allocations and grant adjustments; and***

None

##### ***1.1.5 Correction of budget errors***

None

#### **1.2 Any other information considered relevant by the mayor**

None

## **Section 2 - Resolutions**

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### **ADJUSTMENT BUDGET 2022/2023**

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

#### **RECOMMENDATION:**

- (a) That the Adjustments budget of Joe Gqabi District Municipality for the financial year 2022/2023 as set out in the schedules contained in section 4 be approved:
- (i) Table B2 Adjustments Budget Financial Performance (by standard classification);
  - (ii) Table B3 Adjustments Budget Financial Performance (by municipal vote);
  - (iii) Table B4 Adjustments Budget Financial Performance (revenue by source); and
  - (iv) Table B5 Adjustments Budget Capital Expenditure (by municipal vote and funding source)

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## Section 3 – Executive Summary

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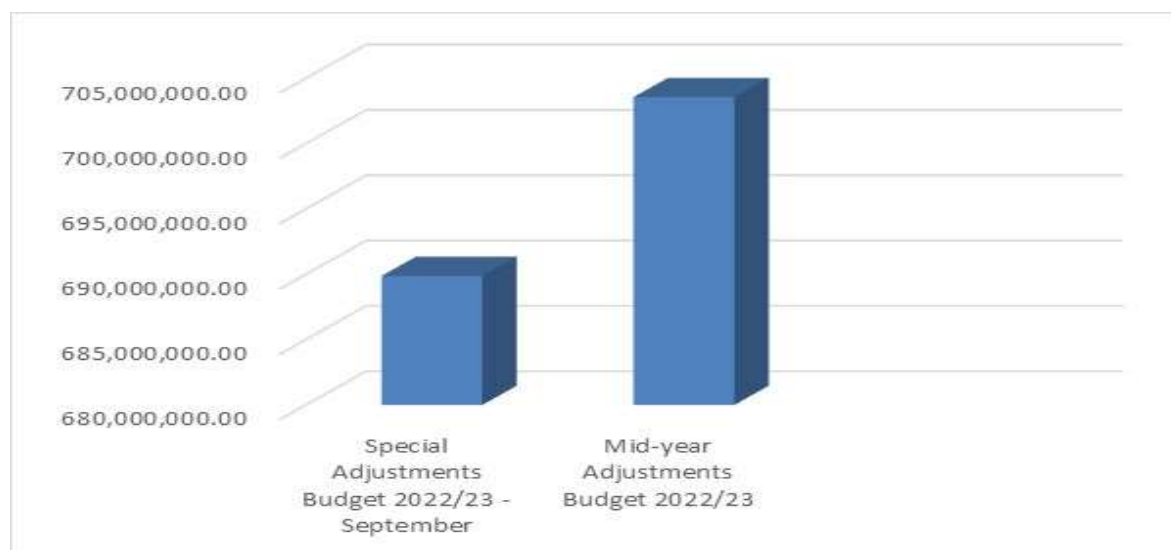
### 3.1 INTRODUCTION

The adjustments budget for 2022/23 is the first adjustments budget of Joe Gqabi District Municipality prepared via the Inzalo enterprise management systems to comply with the Budget and Reporting Regulations and guidelines as issued by NT.

### 3.2 OPERATIONAL BUDGET

The overall changes made to the 2022/2023 budget can be best illustrated in Chart 1 and 2 below.

**Chart 1 – Operational Revenue Budget**



The operational revenue budget increased by R13,6 million (2%) from R689.8 million per the Special Adjustments Budget to R703,5 million.

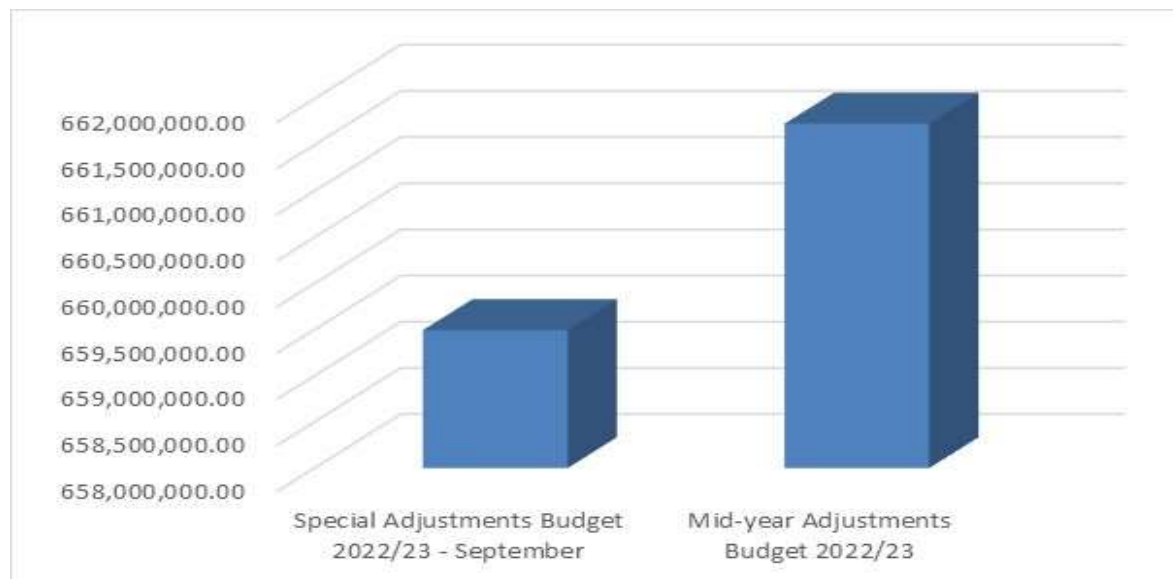
The increase is as result of the following:

- Grants and subsidies received - Capital decrease with R11.3 million. This is as result of the transfer from MIG funded capital projects to MIG funded operational projects.
- Grants and subsidies received – Operational decrease with R11.3 million. This is as result of the transfer from MIG funded capital projects to MIG funded operational projects



- Other revenue increased with R2.3 million. This is due to an additional allocation received from the Department of Environmental Affairs.

**Chart 2 – Operational Expenditure Budget**



The operational expenditure increased by R2.2 million (0.34%) from 659,5 million per the Special Adjustments Budget to R661,7 million.

A breakdown of the detailed adjustments relating to revenue and expenditure are included in Table B4 in Section 4 of this report.

### **Operating Expenditure**

The municipality’s collection rate has been significantly less than projected. The municipality therefore has to reduce its budget in order to ensure that the budget will remain funded and that it will not result in an increased creditors balance as at 30 June 2023, which will place a large burden on the 2023/24 Financial Year’s budget.

The table above indicates a net increase of R2.2 million. This net increase is as result of an increase of R11.3 million relating to MIG funding transferred from capital to operational projects and an increase of R2.3 Natural Resource Management expenditure due to the increased funding.

All non-service delivery projects budget has been reduced and projects which had no spending during the year to date has been reduced to between Rnil and 50% of the original planned budget.

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

**Capital budget**

The total capital projects, including the projects included in the tables above are listed below:

CAPITAL BUDGET				
Description of Project	Special Adjustments Budget 2022/23 - September	Mid-year Adjustments Budget 2022/23	Movement	Funding Source
Furniture and Office Equipment	600,000.00	-	- 600,000.00	Own
Computer Equipment	2,500,000.00	2,310,000.00	- 190,000.00	Own
Vehicles	30,000,000.00	-	- 30,000,000.00	Borrowing
Vehicles	1,150,000.00	1,150,000.00	-	Own
Machinery and Equipment	1,750,000.00	-	- 1,750,000.00	Own
Intangible Assets	-	166,000.00	166,000.00	Own
Intangible Assets	100,000.00	-	- 100,000.00	MIG Top Slice
<b>Total Capital Assets</b>	<b>36,100,000.00</b>	<b>3,626,000.00</b>	<b>(32,474,000.00)</b>	
Elundini Rural Water Programme (ORIO)	7,500,000.00	12,000,000.00	4,500,000.00	MIG
Jamestown Bucket Eradication and Sanitation Phase 2	22,402,591.00	16,902,591.00	- 5,500,000.00	MIG
Aliwal North Water Treatment Works Holding Dams	7,000,000.00	2,000,000.00	- 5,000,000.00	MIG
Provision of Sanitation Infrastructure for Ugie: Phase 1	10,000,000.00	500,000.00	- 9,500,000.00	MIG
Maclear Water Treatment & Distribution Upgrade (AC Pipe Replacement)	10,000,000.00	10,000,000.00	-	MIG
Senqu Rural Water Supply: Work Package 1	7,000,000.00	972,875.00	- 6,027,125.00	MIG
Senqu Rural Water Supply: Work Package 2	7,000,000.00	7,000,000.00	-	MIG
Senqu Rural Water Supply: Work Package 3	7,000,000.00	9,669,733.00	2,669,733.00	MIG
Senqu Rural Water Supply: Work Package 4	-	4,058,505.00	4,058,505.00	MIG
Senqu Rural Water Supply: Work Package 5	7,000,000.00	8,964,417.00	1,964,417.00	MIG
Senqu Rural Water Supply: Work Package 6	7,000,000.00	9,998,068.00	2,998,068.00	MIG
Senqu Rural Water Supply: Work Package 7	7,000,000.00	7,000,000.00	-	MIG
Maclear Upgrading of Bulk Sanitation	60,331,059.00	52,431,053.00	- 7,900,006.00	MIG
Lady Grey Water Supply - New Trunk	-	2,400,000.00	2,400,000.00	MIG
Sterkspruit: Upgrading of WTW and Bulk Lines	-	4,000,000.00	4,000,000.00	MIG
Sterkspruit Regional Waste Water Treatment Works	15,000,000.00	15,000,000.00	-	RBIG
Refurbishment of WTW	15,000,000.00	15,000,000.00	-	WSIG
District Wide Refurbishment of WWTW	5,000,000.00	5,000,000.00	-	WSIG
Augmentation of Clear Water Storage	15,000,000.00	15,000,000.00	-	WSIG
District Wide WCDM	25,000,000.00	25,000,000.00	-	WSIG
<b>Total Capital Projects</b>	<b>234,233,650.00</b>	<b>222,897,242.00</b>	<b>(11,336,408.00)</b>	
<b>Total</b>	<b>270,333,650.00</b>	<b>226,523,242.00</b>	<b>(43,810,408.00)</b>	

\*Capital Adjustments is inclusive of VAT\*

The differences per the table above is as result of the following:

- Decrease in all own funded capital expenditure where no expenditure has been incurred during the year to date
- The transfer of MIG funds from capital to operational funded projects, as result of the updated implementation plan

### **3.2 Provision of basic services**

The provision of basic services will be effected positively by the approval of the adjustment budget.

### **3.3 Effect of the adjustments budget**

#### ***3.3.1 Service delivery and budget implementation plan***

Except for the adjustment of the monthly revenue and expenditure targets the effect to the SDBIP's are zero. None of non-financial performance targets have been adjusted.

#### ***3.3.2 Service delivery agreements***

No service delivery agreements will be influenced by the approval of the adjustments budget.

#### ***3.3.3 Medium term revenue and expenditure framework***

The effect to the outer years has been included.

#### ***3.3.4 Long term financial sustainability***

The surplus before capital transfers amounts to R41.8 million per Schedule B4. The surplus earned amounts to R264 million per Schedule B2, B3 and B4, this is however taking into account total billing in the form of service charges. If the collection value was used the municipality would have a deficit, which indicates that the operational and capital budget is under pressure. In order to mitigate this, the Municipality needs to:

- Take this into account this budget deficit in future budgets are compiled; and

- A revenue enhancement strategy needs to be developed which will enable us to fund this deficit over long-term period and turn it into a surplus.

Refer to Section 4 'Table B9 Cash backed reserves/accumulated surplus reconciliation' under section 4.

### **3.4 Adjustment highlights**

The adjustments budget seeks to comply with section 28 of the MFMA. The adjustments can best be discussed according to the sub-sections below:

- **Budget Reforms**

The budget regulations promulgated in terms of the MFMA prescribes the format of the budget. Even the layout of this report is prescribed in terms of the MBRR. All of these reforms will be adhere to with the acceptance of this budget. All line items were coded, both for cash flow, financial performance and financial position in order to be able to extract and complete the prescribe schedule B. The adjustment budget has been prepared on the latest B Schedule (version 6.6) for the 2022/23 financial year, issued by National Treasury.

- **Shifting of Projects**

At face value it creates the impression that no system exists to prioritise projects based on project plans that can be executed at short notice. Major movements did take place and it is best illustrated by the Supporting table that lists all the affected projects (Table SB 19).

### **3.5 Conclusion**

This Adjustment Budget provided an opportunity to reallocate funding between capital and operational funded budgets and to reduce the municipal budget in line with the reduction in collection rate.

**Section 4 – Adjustments budget tables**

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Section 1 and 3 already dealt in detail with the accounting and budget changes made to the budget documents. The tables below set out the figures for firstly the original budget; then the next 7 columns provide detail of the adjustment budget; with the adjustment budget and the two outer years in the last two columns.

The tables that will follow in order listed below are:

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

**4.1 Table B1 - Budget Summary**  
(Providing an executive summary of Tables B1 to B10)

Choose name from list - Table B1 Adjustments Budget Summary -

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
<b>Financial Performance</b>											
Property rates	-	-	-	-	-	-	-	-	-	-	-
Service charges	222,388	222,388	-	-	-	-	-	-	222,388	232,173	242,620
Investment revenue	8,708	8,708	-	-	-	-	-	-	8,708	9,091	9,500
Transfers recognised - operational	389,206	389,206	-	-	-	-	11,336	11,336	400,543	398,700	416,136
Other own revenue	66,521	69,573	-	-	-	-	2,348	2,348	71,921	69,009	72,009
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>686,823</b>	<b>689,875</b>					<b>13,684</b>	<b>13,684</b>	<b>703,559</b>	<b>708,972</b>	<b>740,265</b>
Employee costs	255,714	257,544	-	-	-	-	(26)	(26)	257,518	267,533	279,572
Remuneration of councillors	7,333	7,333	-	-	-	-	-	-	7,333	7,656	8,000
Depreciation & asset impairment	87,807	87,807	-	-	-	-	-	-	87,807	92,118	96,243
Finance charges	9,670	9,670	-	-	-	-	(3,652)	(3,652)	6,017	8,140	8,507
Inventory consumed and bulk purchases	28,517	28,845	-	-	-	-	(1,258)	(1,258)	27,587	30,700	31,378
Transfers and grants	14,040	14,040	-	-	-	-	(480)	(480)	13,560	5,651	5,680
Other expenditure	253,361	254,254	-	-	-	-	7,653	7,653	261,907	240,499	247,704
<b>Total Expenditure</b>	<b>656,442</b>	<b>659,494</b>					<b>2,237</b>	<b>2,237</b>	<b>661,731</b>	<b>652,297</b>	<b>677,084</b>
<b>Surplus/(Deficit)</b>	<b>30,381</b>	<b>30,381</b>					<b>11,448</b>	<b>11,448</b>	<b>41,828</b>	<b>56,675</b>	<b>63,181</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)											
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)	234,234	234,234	-	-	-	-	(11,336)	(11,336)	222,897	237,206	288,297
	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>264,614</b>	<b>264,614</b>					<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>264,614</b>	<b>264,614</b>					<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>
<b>Capital expenditure &amp; funds sources</b>											
<b>Capital expenditure</b>	<b>269,184</b>	<b>269,184</b>					<b>(42,660)</b>	<b>(42,660)</b>	<b>226,523</b>	<b>267,206</b>	<b>288,297</b>
Transfers recognised - capital	234,234	234,234	-	-	-	-	(11,336)	(11,336)	222,897	237,206	288,297
Borrowing	30,000	30,000	-	-	-	-	(30,000)	(30,000)	-	30,000	-
Internally generated funds	4,950	4,950	-	-	-	-	(1,324)	(1,324)	3,626	-	-
<b>Total sources of capital funds</b>	<b>269,184</b>	<b>269,184</b>					<b>(42,660)</b>	<b>(42,660)</b>	<b>226,523</b>	<b>267,206</b>	<b>288,297</b>
<b>Financial position</b>											
Total current assets	466,399	466,399	-	-	-	-	312,748	312,748	779,147	919,847	1,101,635
Total non current assets	2,030,745	2,030,745	-	-	-	-	(29,716)	(29,716)	2,001,029	2,166,193	2,358,307
Total current liabilities	228,185	228,185	-	-	-	-	101,934	101,934	330,119	340,513	362,502
Total non current liabilities	48,173	48,173	-	-	-	-	(10,278)	(10,278)	37,895	39,484	39,919
Community wealth/Equity	2,220,787	2,220,787	-	-	-	-	191,375	191,375	2,412,161	2,706,043	3,057,521
<b>Cash flows</b>											
Net cash from (used) operating	244,834	244,834	-	-	-	-	68,144	68,144	312,978	207,497	338,036
Net cash from (used) investing	(264,192)	(264,192)	-	-	-	-	(42,660)	(42,660)	(306,852)	(237,206)	(288,297)
Net cash from (used) financing	29,454	29,454	-	-	-	-	(30,000)	(30,000)	(546)	29,085	(50,655)
<b>Cash/cash equivalents at the year end</b>	<b>14,391</b>	<b>14,391</b>					<b>(4,517)</b>	<b>(4,517)</b>	<b>9,874</b>	<b>9,250</b>	<b>8,334</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	17,989	17,989	-	-	-	-	5,878	5,878	23,868	13,320	12,466
Application of cash and investments	(112,215)	(109,502)	-	-	-	-	(179,892)	(179,892)	(289,394)	(179,323)	(279,163)
<b>Balance - surplus (shortfall)</b>	<b>130,204</b>	<b>127,492</b>					<b>185,770</b>	<b>185,770</b>	<b>313,262</b>	<b>192,644</b>	<b>291,630</b>
<b>Asset Management</b>											
Asset register summary (WDV)	1,996,993	1,996,993	-	-	-	-	1,150	1,150	1,998,143	2,172,486	2,344,994
Depreciation	87,807	87,807	-	-	-	-	-	-	87,807	91,664	95,789
Renewal and Upgrading of Existing Assets	157,334	157,334	-	-	-	-	(19,334)	(19,334)	138,000	143,002	204,110
Repairs and Maintenance	6,987	6,987	-	-	-	-	-	-	6,987	5,514	5,762
<b>Free services</b>											
Cost of Free Basic Services provided	257,286	257,286	-	-	-	-	-	-	257,286	268,607	280,694
Revenue cost of free services provided	373	373	-	-	-	-	-	-	373	390	407
<b>Households below minimum service level</b>											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

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

(This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts Year for comparison purposes, regardless of the unique organisational structures used by the different institutions. The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.)

Choose name from list - Table B2 Adjustments Budget Financial Performance (functional classification) -

Standard Description	Ref	Budget Year 2022/23									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 2023/24	+2 2024/25
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	Adjusted Budget	Adjusted Budget
<b>Revenue - Functional</b>												
<i>Governance and administration</i>		375,958	375,958	-	-	-	-	-	-	375,958	401,778	444,639
Executive and council		2,500	2,500	-	-	-	-	-	-	2,500	2,650	2,809
Finance and administration		373,458	373,458	-	-	-	-	-	-	373,458	399,128	441,830
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		129	129	-	-	-	-	-	-	129	134	141
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		129	129	-	-	-	-	-	-	129	134	141
<i>Economic and environmental services</i>		208,378	211,430	-	-	-	-	2,348	2,348	213,778	217,505	221,417
Planning and development		181,560	181,560	-	-	-	-	-	-	181,560	188,638	197,565
Road transport		26,818	26,818	-	-	-	-	-	-	26,818	28,867	23,852
Environmental protection		-	3,052	-	-	-	-	2,348	2,348	5,400	-	-
<i>Trading services</i>		336,591	336,591	-	-	-	-	-	-	336,591	326,761	362,365
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		215,574	215,574	-	-	-	-	-	-	215,574	225,059	235,187
Waste water management		121,017	121,017	-	-	-	-	-	-	121,017	101,702	127,178
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	921,056	924,109	-	-	-	-	2,348	2,348	926,456	946,178	1,028,562
<b>Expenditure - Functional</b>												
<i>Governance and administration</i>		180,509	180,509	-	-	-	-	(9,308)	(9,308)	171,200	181,490	188,462
Executive and council		31,319	31,319	-	-	-	-	(1,497)	(1,497)	29,823	32,191	32,282
Finance and administration		143,870	143,870	-	-	-	-	(6,866)	(6,866)	137,004	144,750	151,426
Internal audit		5,319	5,319	-	-	-	-	(946)	(946)	4,373	4,549	4,754
<i>Community and public safety</i>		40,282	40,282	-	-	-	-	1,011	1,011	41,293	43,153	45,095
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		16,677	16,677	-	-	-	-	2,462	2,462	19,138	18,521	19,355
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		23,606	23,606	-	-	-	-	(1,451)	(1,451)	22,155	24,632	25,740
<i>Economic and environmental services</i>		78,301	81,354	-	-	-	-	8,717	8,717	90,070	55,864	55,636
Planning and development		51,021	51,021	-	-	-	-	8,327	8,327	59,348	26,997	28,008
Road transport		26,818	26,818	-	-	-	-	-	-	26,818	28,867	27,628
Environmental protection		462	3,515	-	-	-	-	390	390	3,905	0	0
<i>Trading services</i>		357,349	357,349	-	-	-	-	1,817	1,817	359,167	371,791	387,891
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		297,107	297,107	-	-	-	-	447	447	297,554	313,100	326,559
Waste water management		60,242	60,242	-	-	-	-	1,370	1,370	61,612	58,691	61,332
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	656,442	659,494	-	-	-	-	2,237	2,237	661,731	652,297	677,084
<b>Surplus/ (Deficit) for the year</b>		264,614	264,614	-	-	-	-	111	111	264,726	293,881	351,478

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

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

(The operating expenditure budget is approved by Council on the municipal vote level. The Municipal votes reflect the organisational structure of the District Municipality which is made up of the following directorates: Management Services; Financial Services; Corporate Services; Technical Services and Community Services)

Choose name from list - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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	A1	B	C	D	E	F	G	H		
<b>Revenue by Vote</b>	1											
Vote 1 - Office of Municipal Manager		2,500	2,500	-	-	-	-	-	-	2,500	2,650	2,809
Vote 2 - Financial Services		368,206	368,206	-	-	-	-	-	-	368,206	391,521	433,892
Vote 3 - Corporate Services		5,252	5,252	-	-	-	-	-	-	5,252	7,607	7,938
Vote 4 - Technical Services		208,378	208,378	-	-	-	-	-	-	208,378	217,505	221,417
Vote 5 - Community Services		129	3,181	-	-	-	-	2,348	2,348	5,529	134	141
Vote 6 - Institutional Support and Advancement		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Water Services Provision		336,591	336,591	-	-	-	-	-	-	336,591	326,761	362,365
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>921,056</b>	<b>924,109</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,348</b>	<b>2,348</b>	<b>926,456</b>	<b>946,178</b>	<b>1,028,562</b>
<b>Expenditure by Vote</b>	1											
Vote 1 - Office of Municipal Manager		42,353	42,604	-	-	-	-	(946)	(946)	41,658	36,740	37,036
Vote 2 - Financial Services		56,988	56,988	-	-	-	-	(702)	(702)	56,286	65,053	67,980
Vote 3 - Corporate Services		86,666	86,666	-	-	-	-	(2,903)	(2,903)	83,762	59,687	62,352
Vote 4 - Technical Services		51,994	51,994	-	-	-	-	8,327	8,327	60,320	55,864	55,636
Vote 5 - Community Services		49,748	52,550	-	-	-	-	1,401	1,401	53,951	43,153	45,095
Vote 6 - Institutional Support and Advancement		34,588	34,588	-	-	-	-	(4,757)	(4,757)	29,831	20,010	21,093
Vote 7 - Water Services Provision		334,105	334,105	-	-	-	-	1,817	1,817	335,922	371,791	387,891
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>656,442</b>	<b>659,494</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,237</b>	<b>2,237</b>	<b>661,731</b>	<b>652,297</b>	<b>677,084</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>264,614</b>	<b>264,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>



MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

**4.4 Table B4 - Budgeted Financial Performance (revenue and expenditure)**

Choose name from list - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H	+1 2023/24	+2 2024/25
<b>Revenue By Source</b>												
Property rates	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	180,950	180,950	-	-	-	-	-	-	180,950	188,912	197,413
Service charges - sanitation revenue	2	41,437	41,437	-	-	-	-	-	-	41,437	43,260	45,207
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		5,000	5,000	-	-	-	-	-	-	5,000	-	-
Interest earned - external investments		8,708	8,708	-	-	-	-	-	-	8,708	9,091	9,500
Interest earned - outstanding debtors		54,692	54,692	-	-	-	-	-	-	54,692	57,077	59,623
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-	-	-
Licences and permits		89	89	-	-	-	-	-	-	89	93	97
Agency services		480	480	-	-	-	-	-	-	480	520	420
Transfers and subsidies		389,206	389,206	-	-	-	-	11,336	11,336	400,543	398,700	416,136
Other revenue	2	3,760	6,813	-	-	-	-	-	-	6,813	6,824	7,211
Gains		2,500	2,500	-	-	-	-	2,348	2,348	4,848	4,495	4,658
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>686,823</b>	<b>689,875</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,684</b>	<b>13,684</b>	<b>703,559</b>	<b>708,972</b>	<b>740,265</b>
<b>Expenditure By Type</b>												
Employee related costs		255,714	257,544	-	-	-	-	(26)	(26)	257,518	267,533	279,572
Remuneration of councillors		7,333	7,333	-	-	-	-	-	-	7,333	7,656	8,000
Debt impairment		89,045	89,045	-	-	-	-	-	-	89,045	92,963	97,147
Depreciation & asset impairment		87,807	87,807	-	-	-	-	-	-	87,807	92,118	96,243
Finance charges		9,670	9,670	-	-	-	-	(3,652)	(3,652)	6,017	8,140	8,507
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-	-	-
Inventory consumed		28,517	28,845	-	-	-	-	(1,258)	(1,258)	27,587	30,700	31,378
Contracted services		59,997	60,198	-	-	-	-	6,262	6,262	66,460	60,624	62,692
Transfers and subsidies		14,040	14,040	-	-	-	-	(480)	(480)	13,560	5,651	5,680
Other expenditure		104,319	105,011	-	-	-	-	1,391	1,391	106,401	86,911	87,865
Losses		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>656,442</b>	<b>659,494</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,237</b>	<b>2,237</b>	<b>661,731</b>	<b>652,297</b>	<b>677,084</b>
<b>Surplus/(Deficit)</b>		<b>30,381</b>	<b>30,381</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,448</b>	<b>11,448</b>	<b>41,828</b>	<b>56,675</b>	<b>63,181</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		234,234	234,234	-	-	-	-	(11,336)	(11,336)	222,897	237,206	288,297
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>264,614</b>	<b>264,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>264,614</b>	<b>264,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>264,614</b>	<b>264,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>		<b>264,614</b>	<b>264,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>264,726</b>	<b>293,881</b>	<b>351,478</b>

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

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

Choose name from list - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2022/23									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 2023/24	+2 2024/25
R thousands		A	A1	B	C	D	E	F	G	H		
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>	2											
Vote 1 - Office of Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Technical Services		179,234	179,234	-	-	-	-	(11,336)	(11,336)	167,897	199,206	227,687
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Institutional Support and Advancement		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - Water Services Provision		55,000	55,000	-	-	-	-	-	-	55,000	38,000	60,610
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	3	<b>234,234</b>	<b>234,234</b>					<b>(11,336)</b>	<b>(11,336)</b>	<b>222,897</b>	<b>237,206</b>	<b>288,297</b>
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Office of Municipal Manager		-	-	-	-	-	-	166	166	166	-	-
Vote 2 - Financial Services		600	600	-	-	-	-	-	-	600	-	-
Vote 3 - Corporate Services		30,150	30,150	-	-	-	-	(29,624)	(29,624)	526	30,000	-
Vote 4 - Technical Services		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		1,700	1,700	-	-	-	-	(1,700)	(1,700)	-	-	-
Vote 6 - Institutional Support and Advancement		2,500	2,500	-	-	-	-	(166)	(166)	2,334	-	-
Vote 7 - Water Services Provision		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		<b>34,950</b>	<b>34,950</b>					<b>(31,324)</b>	<b>(31,324)</b>	<b>3,626</b>	<b>30,000</b>	<b>-</b>
<b>Total Capital Expenditure - Vote</b>		<b>269,184</b>	<b>269,184</b>					<b>(42,660)</b>	<b>(42,660)</b>	<b>226,523</b>	<b>267,206</b>	<b>288,297</b>
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		33,250	33,250	-	-	-	-	(29,624)	(29,624)	3,626	30,000	-
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		33,250	33,250	-	-	-	-	(29,624)	(29,624)	3,626	30,000	-
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		1,700	1,700	-	-	-	-	(1,700)	(1,700)	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		200	200	-	-	-	-	(200)	(200)	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		1,500	1,500	-	-	-	-	(1,500)	(1,500)	-	-	-
<b>Economic and environmental services</b>		174,234	174,234	-	-	-	-	(11,336)	(11,336)	162,897	199,206	227,687
Planning and development		174,234	174,234	-	-	-	-	(11,336)	(11,336)	162,897	199,206	227,687
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		60,000	60,000	-	-	-	-	-	-	60,000	38,000	60,610
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		60,000	60,000	-	-	-	-	-	-	60,000	38,000	60,610
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional</b>	3	<b>269,184</b>	<b>269,184</b>					<b>(42,660)</b>	<b>(42,660)</b>	<b>226,523</b>	<b>267,206</b>	<b>288,297</b>
<b>Funded by:</b>												
National Government		234,234	234,234	-	-	-	-	(11,336)	(11,336)	222,897	237,206	288,297
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	<b>234,234</b>	<b>234,234</b>					<b>(11,336)</b>	<b>(11,336)</b>	<b>222,897</b>	<b>237,206</b>	<b>288,297</b>
<b>Borrowing</b>		30,000	30,000	-	-	-	-	(30,000)	(30,000)	-	30,000	-
<b>Internally generated funds</b>		4,950	4,950	-	-	-	-	(1,324)	(1,324)	3,626	-	-
<b>Total Capital Funding</b>		<b>269,184</b>	<b>269,184</b>					<b>(42,660)</b>	<b>(42,660)</b>	<b>226,523</b>	<b>267,206</b>	<b>288,297</b>

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

4.6 Table B6 - Budgeted Financial Position

Choose name from list - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2022/23									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 2023/24	+2 2024/25
R thousands		A	A1	B	C	D	E	F	G	H		
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		4,448	4,448	-	-	-	-	636	636	5,084	4,260	3,345
Call investment deposits	1	4,790	4,790	-	-	-	-	-	-	4,790	4,990	4,990
Consumer debtors	1	330,374	330,374	-	-	-	-	300,150	300,150	630,524	775,622	962,100
Other debtors		124,344	124,344	-	-	-	-	12,201	12,201	136,546	132,209	127,872
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Inventory		2,443	2,443	-	-	-	-	(240)	(240)	2,203	2,766	3,328
<b>Total current assets</b>		<b>466,399</b>	<b>466,399</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>312,748</b>	<b>312,748</b>	<b>779,147</b>	<b>919,847</b>	<b>1,101,635</b>
<b>Non current assets</b>												
Long-term receivables		-	-	-	-	-	-	-	-	-	-	-
Investments		8,752	8,752	-	-	-	-	5,242	5,242	13,993	4,071	4,132
Investment property		2,302	2,302	-	-	-	-	(428)	(428)	1,874	1,827	1,777
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	2,019,539	2,019,539	-	-	-	-	(34,537)	(34,537)	1,985,002	2,160,137	2,352,240
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		152	152	-	-	-	-	7	7	159	158	157
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>		<b>2,030,745</b>	<b>2,030,745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(29,716)</b>	<b>(29,716)</b>	<b>2,001,029</b>	<b>2,166,193</b>	<b>2,358,307</b>
<b>TOTAL ASSETS</b>		<b>2,497,144</b>	<b>2,497,144</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>283,031</b>	<b>283,031</b>	<b>2,780,175</b>	<b>3,086,040</b>	<b>3,459,942</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		30,963	30,963	-	-	-	-	(29,994)	(29,994)	969	30,906	906
Consumer deposits		1,231	1,231	-	-	-	-	246	246	1,477	1,478	1,468
Trade and other payables		157,357	157,357	-	-	-	-	127,895	127,895	285,252	263,447	312,764
Provisions		38,635	38,635	-	-	-	-	3,787	3,787	42,421	44,681	47,364
<b>Total current liabilities</b>		<b>228,185</b>	<b>228,185</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>101,934</b>	<b>101,934</b>	<b>330,119</b>	<b>340,513</b>	<b>362,502</b>
<b>Non current liabilities</b>												
Borrowing	1	2,549	2,549	-	-	-	-	(1,922)	(1,922)	627	1,119	449
Provisions	1	45,624	45,624	-	-	-	-	(8,356)	(8,356)	37,268	38,365	39,470
<b>Total non current liabilities</b>		<b>48,173</b>	<b>48,173</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10,278)</b>	<b>(10,278)</b>	<b>37,895</b>	<b>39,484</b>	<b>39,919</b>
<b>TOTAL LIABILITIES</b>		<b>276,357</b>	<b>276,357</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>91,657</b>	<b>91,657</b>	<b>368,014</b>	<b>379,997</b>	<b>402,421</b>
<b>NET ASSETS</b>	2	<b>2,220,787</b>	<b>2,220,787</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>191,375</b>	<b>191,375</b>	<b>2,412,161</b>	<b>2,706,043</b>	<b>3,057,521</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		2,220,787	2,220,787	-	-	-	-	191,375	191,375	2,412,161	2,706,043	3,057,521
Reserves		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>2,220,787</b>	<b>2,220,787</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>191,375</b>	<b>191,375</b>	<b>2,412,161</b>	<b>2,706,043</b>	<b>3,057,521</b>

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

4.7 Table B7 - Budgeted Cash Flows

Choose name from list - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2022/23									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	A1	B	C	D	E	F	G	H	+1 2023/24	+2 2024/25
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		-	-	-	-	-	-	-	-	-	-	-
Service charges		160,722	160,722	-	-	-	-	-	-	160,722	167,785	175,326
Other revenue		1,287	1,287	-	-	-	-	2,348	2,348	3,635	1,317	1,317
Transfers and Subsidies - Operational	1	390,685	390,685	-	-	-	-	11,336	11,336	402,022	401,054	418,044
Transfers and Subsidies - Capital	1	243,246	243,246	-	-	-	-	(11,336)	(11,336)	231,910	246,638	298,175
Interest		8,708	8,708	-	-	-	-	-	-	8,708	9,091	9,500
Dividends		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(546,034)	(546,034)	-	-	-	-	62,144	62,144	(483,890)	(609,744)	(555,682)
Finance charges		(8,185)	(8,185)	-	-	-	-	3,652	3,652	(4,533)	(3,022)	(3,022)
Transfers and Grants	1	(5,595)	(5,595)	-	-	-	-	-	-	(5,595)	(5,622)	(5,622)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>244,834</b>	<b>244,834</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>68,144</b>	<b>68,144</b>	<b>312,978</b>	<b>207,497</b>	<b>338,036</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		4,992	4,992	-	-	-	-	-	-	4,992	0	0
<b>Payments</b>												
Capital assets		(269,184)	(269,184)	-	-	-	-	(42,660)	(42,660)	(311,844)	(237,206)	(288,297)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(264,192)</b>	<b>(264,192)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(42,660)</b>	<b>(42,660)</b>	<b>(306,852)</b>	<b>(237,206)</b>	<b>(288,297)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-	-	-	-	-	-	-	-	-	-	(19,749)
Borrowing long term/refinancing		30,000	30,000	-	-	-	-	(30,000)	(30,000)	-	30,000	-
Increase (decrease) in consumer deposits		360	360	-	-	-	-	-	-	360	(9)	-
<b>Payments</b>												
Repayment of borrowing		(906)	(906)	-	-	-	-	-	-	(906)	(906)	(30,906)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>29,454</b>	<b>29,454</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(30,000)</b>	<b>(30,000)</b>	<b>(546)</b>	<b>29,085</b>	<b>(50,655)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>10,096</b>	<b>10,096</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,517)</b>	<b>(4,517)</b>	<b>5,579</b>	<b>(624)</b>	<b>(915)</b>
Cash/cash equivalents at the year begin:	2	4,295	4,295	-	-	-	-	-	-	4,295	9,874	9,250
Cash/cash equivalents at the year end:	2	14,391	14,391	-	-	-	-	(4,517)	(4,517)	9,874	9,250	8,334

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

**4.8 Table B8 - Cash backed reserves/accumulated surplus reconciliation**

Choose name from list - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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		A	A1	B	C	D	E	F	G	H		
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	14,391	14,391	-	-	-	-	(4,517)	(4,517)	9,874	9,250	8,334
Other current investments > 90 days		(5,153)	(5,153)	-	-	-	-	5,153	5,153	-	-	-
Non current assets - Investments	1	8,752	8,752	-	-	-	-	5,242	5,242	13,993	4,071	4,132
<b>Cash and investments available:</b>		<b>17,989</b>	<b>17,989</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,878</b>	<b>5,878</b>	<b>23,868</b>	<b>13,320</b>	<b>12,466</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		2,198	2,198	-	-	-	-	-	-	2,198	2,198	2,198
Unspent borrowing												
Statutory requirements												
Other working capital requirements	2	(114,413)	(111,700)					(179,892)	(179,892)	(291,592)	(181,521)	(281,361)
Other provisions												
Long term investments committed		-	-					-	-	-	-	-
Reserves to be backed by cash/investments		-	-					-	-	-	-	-
<b>Total Application of cash and investments:</b>		<b>(112,215)</b>	<b>(109,502)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(179,892)</b>	<b>(179,892)</b>	<b>(289,394)</b>	<b>(179,323)</b>	<b>(279,163)</b>
<b>Surplus(shortfall)</b>		<b>130,204</b>	<b>127,492</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>185,770</b>	<b>185,770</b>	<b>313,262</b>	<b>192,644</b>	<b>291,630</b>

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

4.9 Table B9 - Asset Management

Choose name from list - Table B9 Asset Management -

Description	Ref	Budget Year 2022/23									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	7	8	9	10	11	12	13	14	+1 2023/24	+2 2024/25	
		A1	B	C	D	E	F	G	H			
<b>CAPITAL EXPENDITURE</b>												
<b>Total New Assets to be adjusted</b>	1	111,850	111,850	-	-	-	-	(23,326)	(23,326)	88,524	94,204	84,187
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		77,000	77,000	-	-	-	-	8,064	8,064	85,064	94,204	84,187
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		77,000	77,000	-	-	-	-	8,064	8,064	85,064	94,204	84,187
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		2,500	2,500	-	-	-	-	(190)	(190)	2,310	-	-
Furniture and Office Equipment		600	600	-	-	-	-	(600)	(600)	-	-	-
Machinery and Equipment		1,750	1,750	-	-	-	-	(1,750)	(1,750)	-	-	-
Transport Assets		30,000	30,000	-	-	-	-	(28,850)	(28,850)	1,150	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets to be adjusted</b>	2	50,000	50,000	-	-	-	-	4,000	4,000	54,000	78,000	125,610
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		35,000	35,000	-	-	-	-	4,000	4,000	39,000	58,000	85,610
Sanitation Infrastructure		15,000	15,000	-	-	-	-	-	-	15,000	20,000	40,000
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		50,000	50,000	-	-	-	-	4,000	4,000	54,000	78,000	125,610
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-

MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

Description	Ref	Budget Year 2022/23									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Total Upgrading of Existing Assets to be adjusted</b>	2a	107,334	107,334	-	-	-	-	(23,334)	(23,234)	84,000	65,002	78,500
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		14,500	14,500	-	-	-	-	(500)	(500)	14,000	43,000	35,500
Sanitation Infrastructure		92,734	92,734	-	-	-	-	(22,900)	(22,900)	69,834	22,002	43,000
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		107,234	107,234	-	-	-	-	(23,400)	(23,400)	83,834	65,002	78,500
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		100	100	-	-	-	-	66	166	166	-	-
Intangible Assets		100	100	-	-	-	-	66	166	166	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure to be adjusted</b>	4	269,184	269,184	-	-	-	-	(42,660)	(42,560)	226,523	237,206	288,297
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		126,500	126,500	-	-	-	-	11,564	11,564	138,064	195,204	205,297
Sanitation Infrastructure		107,734	107,734	-	-	-	-	(22,900)	(22,900)	84,834	42,002	83,000
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		234,234	234,234	-	-	-	-	(11,336)	(11,336)	222,897	237,206	288,297
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		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		100	100	-	-	-	-	66	166	166	-	-
Intangible Assets		100	100	-	-	-	-	66	166	166	-	-
Computer Equipment		2,500	2,500	-	-	-	-	(190)	(190)	2,310	-	-
Furniture and Office Equipment		600	600	-	-	-	-	(600)	(600)	-	-	-
Machinery and Equipment		1,750	1,750	-	-	-	-	(1,750)	(1,750)	-	-	-
Transport Assets		30,000	30,000	-	-	-	-	(28,850)	(28,850)	1,150	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	4	269,184	269,184	-	-	-	-	(42,660)	(42,560)	226,523	237,206	288,297

**4.10 Table B10 - Basic service delivery measurement**



## MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

Choose name from list - Table B10 Basic service delivery measurement -												
Description	Ref	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
		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	8	9	10	11	12	13	14		
		A1	B	C	D	E	F	G	H			
<b>Household service targets</b>	1											
<b>Water:</b>												
Piped water inside dwelling		15430	15430							15 430	15430	15430
Piped water inside yard (but not in dwelling)		21654	21654							21 654	21654	21654
Using public tap (at least min.service level)	2	17106	17106							17 106	17106	17106
Other water supply (at least min.service level)		5000	5000							5 000	5 000	5 000
<i>Minimum Service Level and Above sub-total</i>		59 190	59 190							59 190	59 190	59 190
Using public tap (< min.service level)	3	6995	6995							6 995	6995	6995
Other water supply (< min.service level)	3,4	11249	11249							11 249	11249	11249
No water supply		20287	20287							20 287	20287	20287
<i>Below Minimum Service Level sub-total</i>		38 531	38 531							38 531	38 531	38 531
<b>Total number of households</b>	5	<b>97 721</b>	<b>97 721</b>							<b>97 721</b>	<b>97 721</b>	<b>97 721</b>
<b>Sanitation/sewerage:</b>												
Flush toilet (connected to sewerage)		23308	23308							23 308	23308	23308
Flush toilet (with septic tank)		2879	2879							2 879	2879	2879
Chemical toilet		3511	3511							3 511	3511	3511
Pit toilet (ventilated)		20570	20570							20 570	20570	20570
Other toilet provisions (> min.service level)		8304	8304							8 304	8304	8304
<i>Minimum Service Level and Above sub-total</i>		58 572	58 572							58 572	58 572	58 572
Bucket toilet		1730	1730							1 730	1730	1730
Other toilet provisions (< min.service level)		25725	25725							25 725	25725	25725
No toilet provisions		11737	11737							11 737	11737	11737
<i>Below Minimum Service Level sub-total</i>		39 192	39 192							39 192	39 192	39 192
<b>Total number of households</b>	5	<b>97 764</b>	<b>97 764</b>							<b>97 764</b>	<b>97 764</b>	<b>97 764</b>
<b>Energy:</b>												
Electricity (at least min. service level)												
Electricity - prepaid (> min.service level)												
<i>Minimum Service Level and Above sub-total</i>												
Electricity (< min.service level)												
Electricity - prepaid (< min. service level)												
Other energy sources												
<i>Below Minimum Service Level sub-total</i>												
<b>Total number of households</b>	5											
<b>Refuse:</b>												
Removed at least once a week (min.service)												
<i>Minimum Service Level and Above sub-total</i>												
Removed less frequently than once a week												
Using communal refuse dump												
Using own refuse dump												
Other rubbish disposal												
No rubbish disposal												
<i>Below Minimum Service Level sub-total</i>												
<b>Total number of households</b>	5											
<b>Households receiving Free Basic Service</b>	15											
Water (6 kilolitres per household per month)												
Sanitation (free minimum level service)												
Electricity/other energy (50kwh per household per month)												
Refuse (removed at least once a week)												
<b>Cost of Free Basic Services provided (R'000)</b>	16											
Water (6 kilolitres per indigent household per month)		121 386	121 386							121 386	128 669	136 389
Sanitation (free sanitation service to indigent households)		92 273	92 273							92 273	97 809	103 678
Electricity/other energy (50kwh per indigent household per month)												
Refuse (removed once a week for indigent households)												
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>												
<b>Total cost of FBS provided</b>		213 659	213 659							213 659	226 478	240 067
<b>Highest level of free service provided</b>												
Property rates (R000 value threshold)												
Water (kilolitres per household per month)												
Sanitation (kilolitres per household per month)												
Sanitation (Rand per household per month)												
Electricity (kw per household per month)												
Refuse (average litres per week)												
<b>Revenue cost of free services provided (R'000)</b>	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												
Water (in excess of 6 kilolitres per indigent household per month)		310	310							310	329	348
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 removal a week for indigent households)												
Municipal Housing - rental rebates												
Housing - top structure subsidies	6											
Other												
<b>Total revenue cost of subsidised services provided</b>		310	310							310	329	348

## **PART 2 – SUPPORTING DOCUMENTATION**

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### **Section 5–Adjustments to budget assumptions**

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No changes were made to the budget assumptions as included in the A Schedule for 2022/2023 financial year.

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### **Section 6–Adjustments to budget funding**

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#### **6.1 Summary of the impact of the adjustments budget**

##### ***6.1.1 Funding of operating and capital expenditure***

The cash and cash equivalent situation will not deteriorate to an overdraft by the end of June 2023. The cash flow on capital assets from own sources (Equitable share) place a burden on the cash and cash equivalents.

##### ***6.1.2 Financial plans***

In order to ensure that the municipality is sustainable, it is important to ensure that the municipal budgets are funded. In order to ensure long-term financial health of the municipality, the municipality will have to cut municipal operational costs significantly in the short term.

##### ***6.1.3 Reserves & Provisions***

A minimal portion of the reserves and provisions will be cash backed at 30 June 2023, whilst no reserves exist currently. The provisions are mainly employee benefits.

##### ***6.1.4 Financial sustainability of the District Municipality***

The financial sustainability of the District Municipality is under pressure due to the unfunded employee benefit provisions, low collection rate and high value creditors at 30 June 2022. These provisions include the following:

- Post-retirement health care benefits;

## MID-YEAR ADJUSTMENTS BUDGET 2022/2023 - FEBRUARY 2023

- Staff long service awards;
- Ex gratia Pension; and
- Staff leave

Refer to 'Supporting Table SB6 Adjustments Budget - funding measurement' for more detail.

Choose name from list - Supporting Table SB6 Adjustments Budget - funding measurement -

Description	Ref	MFMA section	2019/20			2020/21			2021/22			Medium Term Revenue and Expenditure Framework	
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2023/24	Budget Year +2 2024/25			
<b>Funding measures</b>													
Cash/cash equivalents at the year end - R'000	1	18(1)b				14,391	14,391	9,874	9,250	8,334			
Cash + investments at the yr end less applications - R'000	2	18(1)b				130,204	127,492	313,262	192,644	291,630			
Cash year end/monthly employee/supplier payments	3	18(1)b				-	-	-	-	-			
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				264,614	264,614	264,726	293,881	351,478			
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	-1.6%	-1.5%			
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	56.6%	56.0%	56.8%	57.0%	57.0%			
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				39.2%	39.2%	39.2%	40.0%	40.0%			
Capital payments % of capital expenditure	8	18(1)c;19				100.0%	100.0%	0.0%	0.0%	0.0%			
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				85.8%	85.8%	0.0%	-142.2%	0.0%			
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%			
Current consumer debtors % change - incr(decr)	11	18(1)a							18.4%	20.1%			
Long term receivables % change - incr(decr)	12	18(1)a							0.0%	0.0%			
R&M % of Property Plant & Equipment	13	20(1)(vi)				0.3%	0.3%	0.3%	0.3%	0.2%			
Asset renewal % of capital budget	14	20(1)(vi)				18.6%	18.6%	23.8%	32.9%	43.6%			

### 6.2 Expenditure funded in accordance with MFMA section 18

All revenue streams have been adjusted to be realistic.

### 6.3 Adjustments to the monetary investments

No investment was adjusted.

### 6.4 Adjustments to contributions and donations in cash or in-kind

None

### 6.6 Adjustments related to proceeds from the sale of assets

None

### 6.7 Adjustments related to proceeds from the lease of assets, where the period of the lease is three years or more

None

**6.8 Adjustments related to the planned use of previous years' cash backed accumulated surplus**

None

**6.9 Adjustments related to new proposed loans to be raised in the budget year**

None

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**Section 7–Adjustments to expenditure on allocations and grant programmes**

Budget allocation received from the Department of Forestry, Fisheries and the Environment

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**Section 8 – Adjustments to allocations or grants made by the District Municipality**

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None

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**Section 9 – Adjustments to councillors and board members allowances and employee benefits**

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None.

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**Section 10 – Adjustments to service delivery and budget implementation plan**

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**10.1 Quarterly service delivery targets and performance indicators in the SDBIP**

None

**10.2 Key financial indicators**

The annual collection rate was set at 40% for the year in the adjustments budget.

**Section 11 – Adjustments to capital expenditure**

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As already mentioned in the executive summary; no adjustments were made to the capital budget.

The MIG, WSIG, Loan and own funded projects are indicated inclusive of VAT in order to align the expenditure to Funding allocated as per the DoRA and Table B5 of the B Schedule.

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**Section 12 – Municipal Manager’s quality certification**

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An adjustments budget and supporting documentation must be covered by a quality certificate in the format as per page 75 of the Government Gazette 32141 - 17 April 2009.

**QUALITY CERTIFICATE**

I, ZA Williams, Municipal Manager of Joe Gqabi District 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 District Municipality.

Print Name \_\_\_\_\_

Municipal Manager of Joe Gqabi District Municipality (DC14)

Signature \_\_\_\_\_

Date \_\_\_\_\_