



*"An improved quality of life for all residents"*

## 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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**Adjustment Budget**

**dated**

**22 February 2016**

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**JOE GQABI**

**DISTRICT MUNICIPALITY**

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# ADJUSTMENT BUDGET 2015/2016

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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; and
- Community Services.

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**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 mid-year assessment of the financial results as well as the inclusion of additional allocations. 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;***

No unforeseen and unavoidable expenditure as in terms of section 29 of the MFMA was included.

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

This is a list of new allocations and approved roll overs:

- RBIG – R 3.5 million.

***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 2015/2016**

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 2015/2016 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)



**Section 3 – Executive Summary**

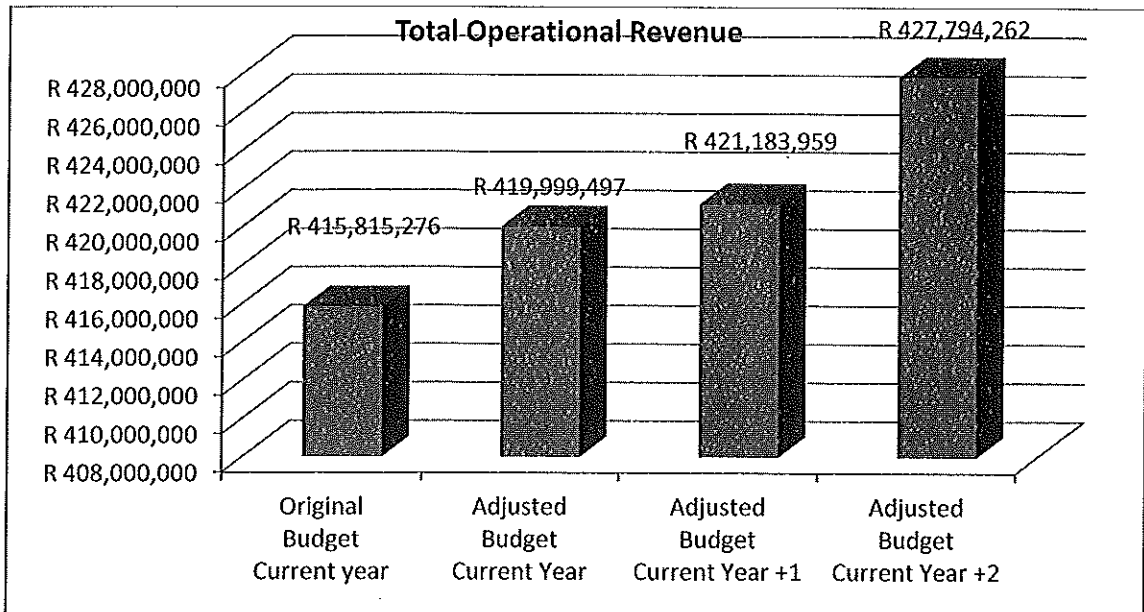
**3.1 INTRODUCTION**

The adjustments budget for 2015/16 is the first adjustment budget of Joe Gqabi District Municipality prepared via the SAMRAS financial system to comply with the Budget and Reporting Regulations and guidelines as issued by NT.

**3.2 OPERATIONAL BUDGET**

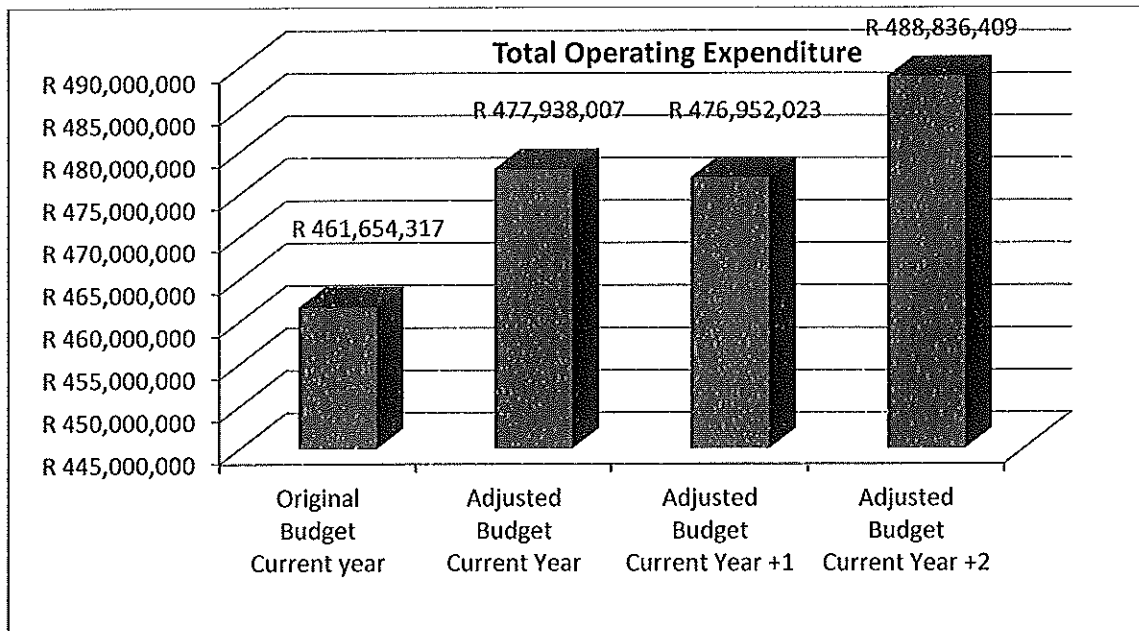
The overall changes made to the 2015/2016 budget can be best illustrated in Chart 1 and 2 below.

**Chart 1 – Operational Revenue Budget**



The operational revenue budget has been adjusted upwards by R4.2 million or 1% from R415.8 million to R420 million. This is due to an increase in the budgeted Working for Wetlands/Water grant.

**Chart 2 – Operational Expenditure Budget**



The operational expenditure has been adjusted upwards by R16.3 million or 4% from R461.6 million to R477.9 million.

The detail amounts of both revenue and expenditure for the adjustment budget are included in Table B4 in Section 4 of this report.

**Operating Revenue**

Operating Revenue was not adjusted.

The adjustments to the operating expenditure budget consists of upwards adjustments to:

- Additional allocation of R 12.7 million to Senqu Rural Sanitation Project.
- Repairs and maintenance with an additional amount of R1.7 million.
- Subsistence and Travelling was increased with an amount of R 1,1 million.
- General expenses were increased with R 10 million.

ADJUSTMENT BUDGET 2015/2016

**Capital budget**

- MIG capital projects will be decrease by R12.7 million.
- RBIG project has been increased by an amount of R3.5 million, an approved roll over amount.

The table below provides the list of projects affected by the Adjustment Budget

<b>MIG Funded Capital Projects</b>	<b>Original Budget 2015/16</b>	<b>Adjusted Budget 2015/16</b>	<b>Movement</b>
Steynsburg Waterborne Sanitation	12,517,544.00	12,517,544.00	-
Jamestown Sanitation Phase 2	8,771,930.00	8,771,930.00	-
Ugie Sanitation Infrastructure	6,140,351.00	-	6,140,351.00
Sterkspruit 73 Sites Sanitation	6,140,350.88	-	6,140,350.88
Maclear Upgrade of Bulk Sanitation	13,157,895.00	13,157,895.00	-
Planning Studies	526,315.79	526,315.79	-
Mt Fletcher Town Sanitation	175,439.00	175,439.00	-
MIG - Lady Grey Bulk Water Infrastructure	-	1,754,385.96	(1,754,385.96)
MIG - Mt Fletcher Villages	6,578,947.00	17,543,859.65	(10,964,912.65)
MIG - Sterkspruit Upgrading of Water	10,526,316.00	10,526,316.00	-
Senqu Rural Water Programme	16,666,667.00	16,666,667.00	-
Elundini Rural Water Programme	17,543,860.00	-	17,543,860.00
Maclear Upgrade of Bulk Water	4,385,965.00	10,526,315.79	(6,140,350.79)
Ugie Bulk Water Infrastructure	1,754,386.00	-	1,754,386.00
Mt Fletcher Town Water Infr Upgrade	175,439.00	175,439.00	-
<b>Total</b>	<b>105,061,405.67</b>	<b>92,342,107.19</b>	<b>12,719,298.48</b>

ADJUSTMENT BUDGET 2015/2016

<b>RBIG Funded Projects</b>	<b>Original Budget 2015/16</b>	<b>Adjusted Budget 2015/16</b>	<b>Movement</b>
Sterkspruit BWS	-	877,192.98	(877,192.98)
Lady Grey BWS	-	2,192,982.46	(2,192,982.46)
	-	<b>3,070,175.44</b>	<b>(3,070,175.44)</b>
<b>WSOS Funded Projects</b>			
Sterkspruit WTW Refurbishment	4,385,965.00	4,385,965.00	-
<b>Drought Relief Funded Projects</b>			
Drought Relief	61,403,509.00	61,403,509.00	-
<b>MWIG Funded Projects</b>			
District WCDM Projects	21,939,473.68	21,939,473.68	-
<b>Human Settlements Funded Projects</b>			
Barkly East Upgrade	16,695,378.07	16,695,378.07	-

*\*Capital Adjustments are Exclusive of VAT\**

**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 not been included. It remains the same as the original budget.

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

The deficit before capital transfers recognised has decreased by R12.1 million. It decreased from R45.8 million to a deficit of R57.9 million. The decrease is largely due to capital expenditure budget amounting to R12.7 million was made available for operating expenditure (MIG Project: Senqu Rural Sanitation).

The District Municipality has a cash surplus when the reconciliation of cash and cash equivalents versus commitments is performed. The surplus is R17.2 million.

A Deficit is incurred 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.

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 2.6) that was issued by National Treasury.

- **Depreciation charges**

The recalculation of depreciation charges were performed based on the financial outcomes of 2014/2015. The GRAP compliant asset register was used as basis together with the capital program of 2015/2016 to focus. The actual depreciation charges according to the AFS for 2014/2015 were R44.2 million, whilst the calculation for 2015/2016 is R47.6 million.

- **Debt Impairment**

Debt impairment is based on current collection rate and any measures that have put in place to collect revenue. There has been no adjustment and the budgeted amount remains R19.6 million.

- **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 the final opportunity to adjust the financial targets and to increase or reduce the focus on certain focus areas for the current financial year ending at 30 June 2016.

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**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:

**4.1 Table B1 - Budget Summary**

(Providing an executive summary of Tables B2 to B10)

## ADJUSTMENT BUDGET 2015/2016

DC14 Joe Gqabi - Table B1 Adjustments Budget Summary -

Description	Budget Year 2015/16										Budget Year	Budget Year
	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted	Adjusted
	Budget	Adjusted	Funds	capital	Unavoid.	Govt.	Adjusts.	Adjusts.	Budget	Budget	Budget	Budget
	1	2	3	4	5	6	7	8				
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Financial Performance</b>												
Property rates	-	-	-	-	-	-	-	-	-	-	-	-
Service charges	62,281	62,281	-	-	-	-	-	-	62,281	61,569	64,226	64,226
Investment revenue	3,368	3,368	-	-	-	-	-	-	3,368	3,706	4,075	4,075
Transfers recognised - operational	345,410	345,410	-	-	-	-	4,184	4,184	349,595	360,413	353,873	353,873
Other own revenue	4,756	4,756	-	-	-	-	-	-	4,756	5,109	5,620	5,620
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>415,815</b>	<b>415,815</b>	-	-	-	-	<b>4,184</b>	<b>4,184</b>	<b>419,999</b>	<b>421,184</b>	<b>427,784</b>	<b>427,784</b>
Employee costs	176,374	175,781	-	-	-	-	65	65	175,845	168,957	169,404	169,404
Remuneration of councillors	6,034	6,034	-	-	-	-	-	-	6,034	6,332	6,649	6,649
Depreciation & asset impairment	47,649	47,649	-	-	-	-	-	-	47,649	48,568	51,456	51,456
Finance charges	2,294	2,294	-	-	-	-	-	-	2,294	2,404	2,546	2,546
Materials and bulk purchases	10,450	10,450	-	-	-	-	(6,150)	(6,150)	4,300	11,039	11,777	11,777
Transfers and grants	28,131	28,131	-	-	-	-	2,000	2,000	31,131	17,544	17,544	17,544
Other expenditure	190,695	191,265	-	-	-	-	19,389	19,389	210,654	202,069	200,451	200,451
<b>Total Expenditure</b>	<b>461,654</b>	<b>462,654</b>	-	-	-	-	<b>15,284</b>	<b>15,284</b>	<b>477,938</b>	<b>476,652</b>	<b>488,856</b>	<b>488,856</b>
<b>Surplus/(Deficit)</b>	<b>(45,839)</b>	<b>(46,839)</b>	-	-	-	-	<b>(11,099)</b>	<b>(11,099)</b>	<b>(57,939)</b>	<b>(55,768)</b>	<b>(61,042)</b>	<b>(61,042)</b>
Transfers recognised - capital	238,814	238,814	-	-	-	-	3,500	3,500	242,314	163,327	165,693	165,693
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,556</b>	<b>124,556</b>
Share of surplus / (deficit) of associates	-	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus / (Deficit) for the year</b>	<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,556</b>	<b>124,556</b>
<b>Capital expenditure &amp; funds sources</b>												
Capital expenditure	234,661	234,661	-	-	-	-	(9,643)	(9,643)	225,012	71,023	116,874	116,874
Transfers recognised - capital	93,649	92,969	-	-	-	-	3,918	3,918	89,914	54,646	47,643	47,643
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing	0	-	-	-	-	-	15,000	15,000	15,000	5,000	5,000	5,000
Internally generated funds	26,787	37,066	-	-	-	-	7,426	7,426	44,462	-	-	-
<b>Total sources of capital funds</b>	<b>120,338</b>	<b>120,033</b>	-	-	-	-	<b>26,343</b>	<b>26,343</b>	<b>148,396</b>	<b>69,646</b>	<b>52,643</b>	<b>52,643</b>
<b>Financial position</b>												
Total current assets	87,350	-	-	-	-	-	(43,202)	(43,202)	33,143	83,776	105,258	105,258
Total non current assets	1,479,021	-	-	-	-	-	2,968	2,968	1,481,979	1,473,199	1,561,351	1,561,351
Total current liabilities	36,770	-	-	-	-	-	19,731	19,731	56,501	130,747	132,268	132,268
Total non current liabilities	72,173	-	-	-	-	-	1,640	1,640	73,813	36,734	36,293	36,293
<b>Community wealth/Equity</b>	<b>1,457,428</b>	-	-	-	-	-	<b>(67,615)</b>	<b>(67,615)</b>	<b>1,389,813</b>	<b>1,435,680</b>	<b>1,544,589</b>	<b>1,544,589</b>
<b>Cash flows</b>												
Net cash from / (used) operating	229,066	-	-	-	-	-	(8,170)	(8,170)	220,896	172,454	169,543	169,543
Net cash from / (used) investing	(234,661)	-	-	-	-	-	9,643	9,643	(225,012)	(162,147)	(187,172)	(187,172)
Net cash from / (used) financing	21,399	-	-	-	-	-	-	-	21,399	(1,150)	(1,280)	(1,280)
<b>Cash/cash equivalents at the year end</b>	<b>20,974</b>	-	-	-	-	-	<b>30,101</b>	<b>30,101</b>	<b>51,076</b>	<b>(10,842)</b>	<b>(18,904)</b>	<b>(18,904)</b>
<b>Cash balances/surplus reconciliation</b>												
Cash and investments available	24,376	-	-	-	-	-	(5,233)	(5,233)	19,093	23,107	29,145	29,145
Application of cash and investments	4,153	-	-	-	-	-	19,697	19,697	24,660	100,368	100,000	100,000
<b>Balance - surplus (shortfall)</b>	<b>20,223</b>	-	-	-	-	-	<b>(25,180)</b>	<b>(25,180)</b>	<b>(4,567)</b>	<b>(72,201)</b>	<b>(70,855)</b>	<b>(70,855)</b>
<b>Asset Management</b>												
Asset register summary (WDV)	233,226	226,966	-	-	-	-	-	-	226,966	421,236	614,210	614,210
Depreciation & asset impairment	47,649	47,649	-	-	-	-	-	-	47,649	48,568	51,456	51,456
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	10,521	10,521	-	-	-	-	-	-	10,521	10,935	11,568	11,568
<b>Free services</b>												
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-	-
<b>Households below minimum service level</b>												
Water	39	-	-	-	-	-	-	-	39	34	29	29
Sanitation/sewage	39	-	-	-	-	-	-	-	39	33	28	28
Energy	103	-	-	-	-	-	-	-	103	103	103	103
Refuse	70	-	-	-	-	-	-	-	70	70	70	70



ADJUSTMENT BUDGET 2015/2016

**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 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.)

DC14 Joe Gqabi - Table B2 Adjustments Budget Financial Performance (standard classification) -

Standard Description	Ref	Budget Year 2015/16										Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Net or Prov.	Other	Total Adjusts.	Adjusted	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.		Budget	Budget	Budget	
Thousands	1,4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	2016/17	2017/18	
<b>Revenue - Standard</b>													
<i>Governance and administration</i>		282,734	282,734	-	-	-	-	-	-	-	282,734	303,512	322,524
Executive and council		600	600	-	-	-	-	-	-	-	600	6,000	6,000
Budget and treasury office		281,434	281,434	-	-	-	-	-	-	-	281,434	298,582	315,919
Corporate services		600	500	-	-	-	-	-	-	-	500	500	605
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		222,655	222,655	-	-	-	-	-	4,184	4,184	226,660	208,500	220,945
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-
Road transport		211,729	211,729	-	-	-	-	-	-	-	211,729	169,694	208,752
Environmental protection		10,566	10,566	-	-	-	-	-	4,184	4,184	15,151	11,503	12,156
<i>Trading services</i>		149,200	149,200	-	-	-	-	-	3,500	3,500	152,700	97,500	69,920
Electricity		-	-	-	-	-	-	-	-	-	-	-	-
Water		149,200	149,200	-	-	-	-	-	-	-	149,200	97,500	69,920
Waste water management		-	-	-	-	-	-	-	3,500	3,500	3,500	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>2</b>	<b>654,629</b>	<b>654,629</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,684</b>	<b>7,684</b>	<b>662,313</b>	<b>609,511</b>	<b>613,992</b>
<b>Expenditure - Standard</b>													
<i>Governance and administration</i>		145,265	145,265	-	-	-	-	-	3,162	3,162	148,427	161,049	171,577
Executive and council		31,831	31,831	-	-	-	-	-	657	657	32,538	39,773	41,617
Budget and treasury office		66,297	66,297	-	-	-	-	-	2,205	2,205	68,502	71,452	77,548
Corporate services		47,137	47,137	-	-	-	-	-	100	100	47,237	49,814	52,414
<i>Community and public safety</i>		14,087	14,117	-	-	-	-	-	135	135	14,252	14,772	15,494
Community and social services		2,208	2,238	-	-	-	-	-	(10)	(10)	2,228	2,318	2,435
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-
Public safety		11,879	11,879	-	-	-	-	-	145	145	12,023	12,453	13,049
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		149,646	149,616	-	-	-	-	-	17,236	17,236	166,852	147,553	143,435
Planning and development		-	-	-	-	-	-	-	-	-	-	-	-
Road transport		126,614	126,614	-	-	-	-	-	12,631	12,631	139,295	129,304	114,973
Environmental protection		23,032	23,032	-	-	-	-	-	4,555	4,555	27,557	24,160	25,453
<i>Trading services</i>		152,656	153,656	-	-	-	-	-	(5,249)	(5,249)	148,407	153,578	151,340
Electricity		-	-	-	-	-	-	-	-	-	-	-	-
Water		132,226	133,435	-	-	-	-	-	(5,249)	(5,249)	128,166	128,363	134,859
Waste water management		20,431	20,221	-	-	-	-	-	-	-	20,221	25,189	26,451
Waste management		-	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>461,644</b>	<b>462,644</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,284</b>	<b>15,284</b>	<b>477,938</b>	<b>476,652</b>	<b>488,836</b>
<b>Surplus (Deficit) for the year</b>		<b>192,975</b>	<b>191,975</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,556</b>

ADJUSTMENT BUDGET 2015/2016

**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)

DC14 Joe Qqabi - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) -

Vote Description <i>[insert departmental structure etc]</i>	Ref	Budget Year 2015/16									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
		A	A1	4	5	6	7	8	9	10		
R thousands												
<b>Revenue by Vote</b>	1											
Vote 1 - MANAGEMENT SERVICES		600	600	-	-	-	-	-	-	600	6,000	(5,000)
Vote 2 - FINANCIAL SERVICES		281,434	281,434	-	-	-	-	-	-	281,434	296,562	315,519
Vote 3 - CORPORATE SERVICES		500	500	-	-	-	-	-	-	500	550	605
Vote 4 - TECHNICAL SERVICES		350,929	350,929	-	-	-	-	3,500	3,500	354,429	254,434	278,672
Vote 5 - COMMUNITY SERVICES		10,566	10,566	-	-	-	-	4,184	4,184	15,151	11,506	12,196
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	654,629	654,629	-	-	-	-	7,684	7,684	662,313	609,511	601,392
<b>Expenditure by Vote</b>												
Vote 1 - MANAGEMENT SERVICES		31,631	31,631	-	-	-	-	657	657	32,638	39,773	41,617
Vote 2 - FINANCIAL SERVICES		66,227	66,227	-	-	-	-	2,205	2,205	68,502	71,452	77,545
Vote 3 - CORPORATE SERVICES		47,137	47,137	-	-	-	-	100	100	47,237	43,814	52,414
Vote 4 - TECHNICAL SERVICES		261,566	261,566	-	-	-	-	12,651	12,651	277,697	260,569	258,490
Vote 5 - COMMUNITY SERVICES		52,433	52,433	-	-	-	-	(559)	(559)	51,844	55,334	58,763
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	451,654	452,654	-	-	-	-	15,284	15,284	477,938	476,952	458,836
<b>Surplus (Deficit) for the year</b>	2	192,975	191,975	-	-	-	-	(7,599)	(7,599)	184,375	132,559	112,556

## ADJUSTMENT BUDGET 2015/2016

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

DC14 Joe Gqabi - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) -

Description	Ref	Budget Year 2015/16									Budget Year	Budget Year
		Original	Prior	Accum.	Multiyear	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	1	3	4	5	6	7	8	9	10	†1 2015/17	†2 2017/18	
		A	A1	B	C	D	E	F	G	H		
<b>Revenue By Source</b>												
Property rates	2	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		62,281	62,281	-	-	-	-	-	-	62,281	61,958	64,225
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-	-	-
Interest earned - external investments		3,368	3,368	-	-	-	-	-	-	3,368	3,766	4,075
Interest earned - outstanding debtors		2,704	2,704	-	-	-	-	-	-	2,704	2,974	3,272
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-	-	-
Agency services		112	112	-	-	-	-	-	-	112	-	-
Transfers recognised - operating		345,410	345,410	-	-	-	-	4,184	4,184	349,595	350,413	353,873
Other revenue	2	1,940	1,940	-	-	-	-	-	-	1,940	2,134	2,343
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>415,815</b>	<b>415,815</b>	-	-	-	-	<b>4,184</b>	<b>4,184</b>	<b>419,999</b>	<b>421,184</b>	<b>427,794</b>
<b>Expenditure By Type</b>												
Employee related costs		176,374	175,781	-	-	-	-	65	65	175,845	188,967	188,624
Remuneration of councillors		6,034	6,034	-	-	-	-	-	-	6,034	6,332	6,649
Debt impairment		19,583	19,583	-	-	-	-	-	-	19,583	22,520	25,889
Depreciation & asset impairment		47,649	47,649	-	-	-	-	-	-	47,649	45,583	51,456
Finance charges		2,234	2,234	-	-	-	-	-	-	2,234	2,434	2,545
Bulk purchases		10,460	10,460	-	-	-	-	(6,150)	(6,150)	4,330	11,039	11,777
Other materials		-	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	-	-	-	-	-	-	-	-
Transfers and grants		28,131	29,131	-	-	-	-	2,000	2,000	31,131	17,544	17,544
Other expenditure		171,113	171,703	-	-	-	-	19,369	19,369	191,072	179,569	174,563
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>461,654</b>	<b>462,654</b>	-	-	-	-	<b>15,284</b>	<b>15,284</b>	<b>477,698</b>	<b>476,952</b>	<b>488,836</b>
<b>Surplus/(Deficit)</b>		<b>(45,839)</b>	<b>(46,839)</b>	-	-	-	-	<b>(11,099)</b>	<b>(11,099)</b>	<b>(57,699)</b>	<b>(55,768)</b>	<b>(61,042)</b>
Transfers recognised - capital		238,814	238,814	-	-	-	-	3,500	3,500	242,314	168,327	165,569
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,555</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,555</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,555</b>
Share of surplus/ (deficit) of associated		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>192,975</b>	<b>191,975</b>	-	-	-	-	<b>(7,599)</b>	<b>(7,599)</b>	<b>184,375</b>	<b>132,559</b>	<b>124,555</b>

ADJUSTMENT BUDGET 2015/2016

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

DC14 Joe Gqabi - Table B5 Adjustments Capital Expenditure Budget by vote and funding -

Description	Ref	Budget Year 2015/16									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
		A	5	6	7	8	9	10	11	12		
R thousands												
<b>Capital expenditure - Vote</b>												
<i>Multi-year expenditure to be adjusted</i>	2											
Vote 1 - MANAGEMENT SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	-	-	-	-	-	-	-	-	-	-	-
<i>Single-year expenditure to be adjusted</i>	2											
Vote 1 - MANAGEMENT SERVICES		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		200	200	-	-	-	-	-	-	200	200	200
Vote 3 - CORPORATE SERVICES		2,475	2,475	-	-	-	-	-	-	2,475	1,500	1,500
Vote 4 - TECHNICAL SERVICES		226,535	226,565	-	-	-	-	(9,649)	(9,649)	217,337	69,323	115,174
Vote 5 - COMMUNITY SERVICES		5,000	5,000	-	-	-	-	-	-	5,000	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		234,661	234,661	-	-	-	-	(9,649)	(9,649)	225,012	71,023	115,874
<b>Total Capital Expenditure - Vote</b>		234,661	234,661	-	-	-	-	(9,649)	(9,649)	225,012	71,023	115,874
<b>Capital Expenditure - Standard</b>												
<i>Governance and administration</i>												
Executive and council		2,675	2,675	-	-	-	-	-	-	2,675	1,700	1,700
Budget and treasury office		200	200	-	-	-	-	-	-	200	200	200
Corporate services		2,475	2,475	-	-	-	-	-	-	2,475	1,500	1,500
<i>Community and public safety</i>												
Community and social services		5,000	5,000	-	-	-	-	-	-	5,000	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-
Public safety		5,000	5,000	-	-	-	-	-	-	5,000	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>												
Planning and development		-	-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>												
Electricity		226,585	226,585	-	-	-	-	(9,649)	(9,649)	217,337	69,323	115,174
Water		170,258	174,258	-	-	-	-	(439)	(439)	173,819	34,235	63,419
Waste water management		56,728	52,728	-	-	-	-	(2,211)	(2,211)	43,518	35,068	51,754
Waste management		-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard</b>	3	234,661	234,661	-	-	-	-	(9,649)	(9,649)	225,012	71,023	115,874
<b>Funded by:</b>												
National Government		93,549	82,999	-	-	-	-	3,918	3,918	66,914	54,645	47,643
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	-
Total Capital transfers recognised	4	93,549	82,999	-	-	-	-	3,918	3,918	66,914	54,645	47,643
Public contributions & donations		-	-	-	-	-	-	-	-	-	-	-
Borrowing		0	-	-	-	-	-	15,000	15,000	15,000	5,000	5,000
Internally generated funds		26,737	37,056	-	-	-	-	7,425	7,425	44,432	-	-
<b>Total Capital Funding</b>		120,335	120,055	-	-	-	-	26,343	26,343	148,395	59,645	52,643

**ADJUSTMENT BUDGET 2015/2016**

**4.6 Table B6 - Budgeted Financial Position**

DC14 Joe Gqabi - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2015/16									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavail.	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>ASSETS</b>												
<b>Current assets</b>												
Cash		3,506						8,145	8,145	11,651	3,506	3,295
Call investment deposits	1	17,459						(13,316)	(13,316)	4,153	21,200	22,652
Consumer debtors	1	52,808						(44,608)	(44,608)	8,200	47,456	67,545
Other debtors		10,000								10,000	10,000	10,000
Current portion of long-term receivables												
Inventory		3,558						576	576	4,144	1,666	1,765
<b>Total current assets</b>		<b>87,350</b>						<b>(49,202)</b>	<b>(49,202)</b>	<b>38,148</b>	<b>83,776</b>	<b>165,258</b>
<b>Non current assets</b>												
Long-term receivables												
Investments		3,492						(113)	(113)	3,289	3,492	3,193
Investment property		2,694								2,694	2,720	2,610
Investment in Associates												
Property, plant and equipment	1	1,459,379						3,070	3,070	1,472,449	1,463,765	1,552,391
Agricultural												
Biological												
Intangible		3,345								3,345	3,312	3,152
Other non-current assets												
<b>Total non current assets</b>		<b>1,479,821</b>						<b>2,558</b>	<b>2,558</b>	<b>1,481,979</b>	<b>1,473,193</b>	<b>1,561,351</b>
<b>TOTAL ASSETS</b>		<b>1,566,371</b>						<b>(46,244)</b>	<b>(46,244)</b>	<b>1,528,127</b>	<b>1,556,975</b>	<b>1,666,609</b>
<b>LIABILITIES</b>												
<b>Current Liabilities</b>												
Bank overdraft												
Borrowing		1,350						42	42	1,392	422	450
Consumer deposits		1,250						(205)	(205)	1,042		
Trade and other payables		4,153						19,837	19,837	24,650	100,303	100,000
Provisions		30,017								30,017	30,017	31,818
<b>Total current Liabilities</b>		<b>36,770</b>						<b>19,731</b>	<b>19,731</b>	<b>55,501</b>	<b>130,747</b>	<b>132,268</b>
<b>Non current Liabilities</b>												
Borrowing	1	42,723								42,723	6,413	6,803
Provisions	1	29,450						1,640	1,640	31,090	30,316	29,456
<b>Total non current Liabilities</b>		<b>72,173</b>						<b>1,640</b>	<b>1,640</b>	<b>73,813</b>	<b>36,734</b>	<b>36,259</b>
<b>TOTAL LIABILITIES</b>		<b>108,943</b>						<b>21,371</b>	<b>21,371</b>	<b>129,314</b>	<b>167,481</b>	<b>168,527</b>
<b>NET ASSETS</b>	2	<b>1,457,428</b>						<b>(67,615)</b>	<b>(67,615)</b>	<b>1,398,813</b>	<b>1,389,494</b>	<b>1,498,082</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		1,457,428						(67,615)	(67,615)	1,389,813	1,435,880	1,544,563
Reserves												
Minority interests												
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>1,457,428</b>						<b>(67,615)</b>	<b>(67,615)</b>	<b>1,389,813</b>	<b>1,435,880</b>	<b>1,544,563</b>

## ADJUSTMENT BUDGET 2015/2016

### 4.7 Table B7 - Budgeted Cash Flows

DC14 Joe Qqabi - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2015/16									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Properly rates, penalties & collection charges												
Service charges		31,160								31,160	30,979	32,113
Other revenue		2,052								2,052	2,134	2,343
Government - operating	1	345,410						4,154	4,154	349,565	344,413	347,873
Government - capital	1	238,814						3,500	3,500	242,314	183,327	185,568
Interest		6,072								6,072	6,679	7,347
Dividends												
<b>Payments</b>												
Suppliers and employees		(383,563)						(12,654)	(12,654)	(376,852)	(377,662)	(383,176)
Finance charges		(2,264)								(2,294)	(2,404)	(2,546)
Transfers and Grants	1	(28,131)						(3,000)	(3,000)	(31,131)	(19,812)	(20,009)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>229,066</b>						<b>(8,170)</b>	<b>(8,170)</b>	<b>220,896</b>	<b>172,454</b>	<b>183,543</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE												
Decrease (increase) in non-current debtors												
Decrease (increase) other non-current receivables												
Decrease (increase) in non-current investments												
<b>Payments</b>												
Capital assets		(234,661)						9,649	9,649	(225,012)	(182,147)	(187,172)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(234,661)</b>						<b>9,649</b>	<b>9,649</b>	<b>(225,012)</b>	<b>(182,147)</b>	<b>(187,172)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans												
Borrowing long term/financing		22,500								22,500		
Increase (decrease) in consumer deposits		249								249	200	70
<b>Payments</b>												
Repayment of borrowing		(1,350)								(1,350)	(1,350)	(1,350)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>21,399</b>								<b>(1,350)</b>	<b>(1,350)</b>	<b>(1,280)</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>15,804</b>								<b>17,284</b>	<b>(10,842)</b>	<b>(18,904)</b>
Cash/cash equivalents at the year begin	2	5,170						28,622	28,622	33,792		
Cash/cash equivalents at the year end	2	20,974						30,101	30,101	51,076	(10,842)	(18,904)

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

DC14 Joe Qqabi - Table B8 Cash backed reserves/accumulated surplus reconciliation -

Description	Ref	Budget Year 2015/16									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavold.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
<b>Cash and Investments available</b>												
Cash/cash equivalents at the year end	1	20,974						30,101	30,101	51,076	(10,842)	(18,904)
Other current investments > 90 days								(35,272)	(35,272)	(35,272)	35,543	44,852
Non-current assets - investments	1	3,402						(113)	(113)	3,289	3,402	3,168
<b>Cash and investments available:</b>		<b>24,376</b>						<b>(5,283)</b>	<b>(5,283)</b>	<b>19,093</b>	<b>28,107</b>	<b>29,145</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		4,153								4,153	50,154	50,000
Unspent borrowing												
Statutory requirements												
Other working capital requirements	2							19,897	19,897	19,897	50,154	50,000
Other provisions												
Long term investments committed												
Reserves to be backed by cash/investments												
<b>Total Application of cash and investments:</b>		<b>4,153</b>						<b>19,897</b>	<b>19,897</b>	<b>24,050</b>	<b>100,308</b>	<b>100,000</b>
<b>Surplus/(shortfall)</b>		<b>20,223</b>						<b>(25,180)</b>	<b>(25,180)</b>	<b>(4,957)</b>	<b>(72,201)</b>	<b>(70,855)</b>

National Treasury tables are locked. The formulas cannot be edited. Total application of cash and investments amount to -R26,926 (Original budget), -R7,049 (Adjustment budget) and the Surplus / (shortfall) amounts to R51,322 (Original budget), R26,142 (Adjustment budget).

ADJUSTMENT BUDGET 2015/2016

4.9 Table B9 - Asset Management

DC14 Joe Qqabi - Table B9 Asset Management -

Description	Ref	Budget Year 2015/16									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total Adjusts.	Adjusted	Adjusted	Adjusted
		A	A1	B	C	D	E	F	G	H	Budget	Budget
R thousands												
<b>CAPITAL EXPENDITURE</b>												
<b>Total New Assets to be adjusted</b>	1	234,185	234,185	-	-	-	-	(12,719)	(12,719)	221,465	65,137	115,374
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		79,697	83,697	-	-	-	-	(4,825)	(4,825)	79,073	22,544	24,268
Infrastructure - Sanitation		44,974	40,974	-	-	-	-	-	-	43,974	17,544	8,772
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		124,871	124,871	-	-	-	-	(4,825)	(4,825)	120,045	40,638	33,070
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		109,315	109,315	-	-	-	-	(7,695)	(7,695)	101,420	25,049	62,304
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>Total Renewal of Existing Assets to be adjusted</b>	2	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure to be adjusted</b>	4	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		79,697	83,697	-	-	-	-	(4,825)	(4,825)	79,073	22,544	24,268
Infrastructure - Sanitation		44,974	40,974	-	-	-	-	-	-	43,974	17,544	8,772
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		124,871	124,871	-	-	-	-	(4,825)	(4,825)	120,045	40,638	33,070
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		109,315	109,315	-	-	-	-	(7,695)	(7,695)	101,420	25,049	62,304
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	2	234,185	234,185	-	-	-	-	(12,719)	(12,719)	221,465	65,137	115,374
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	5											
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		170,258	170,258	-	-	-	-	-	-	170,258	270,282	384,228
Infrastructure - Sanitation		56,728	56,728	-	-	-	-	-	-	56,728	141,922	214,220
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		226,986	226,986	-	-	-	-	-	-	226,986	415,204	608,448
Community		-	-	-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		2,894	-	-	-	-	-	-	-	2,894	2,720	2,610
Other assets		-	-	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Intangibles		3,345	-	-	-	-	-	-	-	3,345	3,312	3,152
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	5	233,226	226,986	-	-	-	-	-	-	233,226	421,236	614,210
<b>EXPENDITURE OTHER ITEMS</b>												
<b>Depreciation &amp; asset impairment</b>		47,649	47,649	-	-	-	-	-	-	47,649	43,598	51,456
<b>Repairs and Maintenance by asset class</b>	3	10,521	10,521	-	-	-	-	-	-	10,521	10,935	11,568
Infrastructure - Road transport		289	289	-	-	-	-	-	-	289	293	311
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water		4,836	4,836	-	-	-	-	-	-	4,836	4,512	5,202
Infrastructure - Sanitation		3,652	3,652	-	-	-	-	-	-	3,652	3,628	4,054
Infrastructure - Other		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		8,769	8,769	-	-	-	-	-	-	8,769	9,034	9,566
Community		1,100	1,100	-	-	-	-	-	-	1,100	1,174	1,155
Heritage assets		600	600	-	-	-	-	-	-	600	650	600
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Other assets		52	52	-	-	-	-	-	-	52	77	245
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	6	58,170	58,170	-	-	-	-	-	-	58,170	59,522	63,824
Renewal of Existing Assets as % of total capex		0.0%	0.0%							0.0%	0.0%	0.0%
Renewal of Existing Assets as % of deprecn		0.0%	0.0%							0.0%	0.0%	0.0%
R&M as a % of PPE		4.6%	4.6%							4.5%	2.6%	1.9%
Renewal and R&M as a % of PPE		4.6%	4.6%							4.5%	2.6%	1.9%

ADJUSTMENT BUDGET 2015/2016

4.10 Table B10 - Basic service delivery measurement

DC14 Joe Gqabi - Table B10 Basic service delivery measurement -

Description	Ref	Budget Year 2015/16									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 2016/17	+2 2017/18
		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		15,430							15	15,430	15,430	
Piped water in side yard (but not in dwelling)		21,654							22	21,654	21,654	
Using public tap (at least min service level)	2	17,106							17	17,106	17,106	
Other water supply (at least min service level)		5,000							5	5,000	5,000	
Minimum Service Level and Above sub-total		59							59	59	59	
Using public tap (< min service level)	3	6,956							7	6,956	6,956	
Other water supply (< min service level)	3,4	11,249							11	11,249	11,249	
No water supply		20,287							20	15,287	10,287	
Below Minimum Service Level sub-total		39							39	34	29	
Total number of households	5	68							68	63	68	
<b>Sanitation services:</b>												
Flush toilet (connected to sewerage)		23,308							23,308	23,308	23,308	
Flush toilet (with septic tank)		2,879							2,879	2,879	2,879	
Chemical toilet		3,511							3,511	3,511	3,511	
Pit toilet (ventilated)		20,570							20,570	20,570	20,570	
Other toilet provisions (> min service level)		8,304							8,304	13,304	13,304	
Minimum Service Level and Above sub-total		58,572							58,572	63,572	63,572	
Bucket toilet		1,730							1,730	1,730	1,730	
Other toilet provisions (< min service level)		25,725							25,725	25,725	25,725	
No toilet provisions		11,737							11,737	5,737	737	
Below Minimum Service Level sub-total		39,192							39,192	33,192	23,192	
Total number of households	5	97,764							97,764	96,764	96,764	
<b>Energy:</b>												
Electricity (at least min. service level)		67,433							67,433	67,433	67,433	
Electricity - prepaid (> min service level)												
Minimum Service Level and Above sub-total		67,433							67,433	67,433	67,433	
Electricity (< min service level)		29,659							29,659	29,659	29,659	
Electricity - prepaid (< min. service level)												
Other energy sources		72,968							72,968	72,968	72,968	
Below Minimum Service Level sub-total		102,627							102,627	102,627	102,627	
Total number of households	5	170,060							170,060	170,060	170,060	
<b>Refuse:</b>												
Removed at least once a week (min service)		27,355							27,355	27,355	27,355	
Minimum Service Level and Above sub-total		27,355							27,355	27,355	27,355	
Removed less frequently than once a week		870							870	870	870	
Using communal refuse dump		1,282							1,282	1,282	1,282	
Using own refuse dump		53,708							53,708	53,708	53,708	
Other rubbish disposal		1,177							1,177	1,177	1,177	
No rubbish disposal		13,381							13,381	13,381	13,381	
Below Minimum Service Level sub-total		70,418							70,418	70,418	70,418	
Total number of households	5	97,773							97,773	97,773	97,773	
<b>Households receiving Free Basic Service</b>	15											
Water (6 k litres per household per month)		52,567							52,567	52,567	52,567	
Sanitation (free minimum level service)		26,169							26,169	26,169	26,169	
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 k litres per household per month)												
Sanitation (free sanitation service)												
Electricity/other energy (50kwh per household per month)												
Refuse (removed once a week)												
Total cost of FBS provided (minimum social package)												
<b>Highest level of free service provided</b>												
Property rates (R100 value threshold)												
Water (6k litres per household per month)												
Sanitation (6k litres per household per month)												
Sanitation (1kwh per household per month)												
Electricity (1kwh per household per month)												
Refuse (average 1 times per week)												
<b>Revenue cost of free services provided (R'000)</b>	17											
Property rates (R15 000 threshold rebate)												
Property rates (other exemptions, reductions and rebates)												
Water												
Sanitation												
Electricity/other energy												
Refuse												
Municipal Housing - rental rebates												
Housing - top structure subsidies	6											
Other												
Total revenue cost of free services provided (total social p												



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**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 2015/2016.

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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 2016. The cash flow on capital assets from own sources (Equitable share) to the value of R25.2 million place a burden on the cash and cash equivalents. The budget is cash backed.

***6.1.2 Financial plans***

At this stage Joe Gqabi District Municipality has not yet adopted a long-term financial plan that is fully funded. It is therefore difficult to provide inputs on how the adjustment budget will influence the financial plan.

***6.1.3 Reserves & Provisions***

None of the reserves or provisions will be cash backed at 30 June 2016. The provisions to be cash funded will amount to R37 million, 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, unspent grants and disaster management grant not being received. These provisions include the following:

## ADJUSTMENT BUDGET 2015/2016

- Post-retirement health care benefits;
- Staff long service awards;
- Ex gratia Pension; and
- Staff leave

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

DC14 Joe Gqabi - Supporting Table SB6 Adjustments Budget - funding measurement -

Description	Ref	MFMA section	2012/13	2013/14	2014/15	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands										
<b>Funding measures</b>										
Cash/cash equivalents at the year end - R000	1	18(1)b	20,550	26,718	38,237	20,974	-	58,855	(10,842)	(18,504)
Cash + investments at the yr end less applications - R000	2	18(1)b	(105)	219		51,322	-	(68,535)	5,353	17,759
Cash year end/monthly employee/supplier payments	3	18(1)b	(265,397)	(350,420)		0	-	0	(0)	(0)
Surplus/(Deficit) excluding depreciation offsets - R000	4	18(1)	16,584	6,158		192,975	191,975	184,375	132,559	124,556
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0.0%	0.0%	0.0%	-6.5%	-2.3%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0.0%	0.0%	0.0%	49.5%	0.0%	49.5%	53.6%	54.0%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				31.4%	31.4%	31.4%	36.3%	40.3%
Capital payments % of capital expenditure	8	18(1),19				100.0%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				0.0%	0.0%	9.0%	21.4%	4.3%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - Inc/(decr)	11	18(1)a							337.8%	35.1%
Long term receivables % change - Inc/(decr)	12	18(1)a							0.0%	0.0%
R&M % of Property Plant & Equipment	13	20(1)(v)				0.7%	0.0%	0.9%	0.7%	0.7%
Asset renewal % of capital budget	14	20(1)(v)				0.0%	0.0%	0.0%	0.0%	0.0%

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

All revenue streams have been adjusted to be realistic. See paragraph 6.1.1 for more details regarding the non-funding of the budget.

### 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**

The Municipality applied for a loan of R15 million which was approved by council. Council complied with all relevant legislation requirements in obtaining this loan. This loan will be used to buy motor vehicles and install water meters which in turn will assist in increasing revenue.

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

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The changes to grants relates to the downwards adjustment of:

- MIG: Municipal Infrastructure Grant by R3.8 million

This whilst the following grants were adjusted upwards:

- RBIG: Regional Bulk Infrastructure Grant by R3.5 million.

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

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The Municipality is now performing the water provisioning internally. The Operations and Maintenance Teams of the previous Water Services Providers (WSP) were taken over by the District. This has led to increase in our maintenance and employee related costs and a decrease in grant funding to the locals. This increase in operational costs is funded by this reduction in grant which we used to give to the WSP. Grant Funding to Locals has been reduced to zero, therefore no funding will be made to WSPs.

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

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There were no adjustment the remuneration for Councillors budgeted amount, whilst the employee related costs were adjusted downwards by R525 331 from R176.4 million to R175.8 million.

ADJUSTMENT BUDGET 2015/2016

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

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

No adjustments were made to any non-financial indicators.

**10.2 Key financial indicators**

The annual collection rate was set at 25% for the year in the adjustments budget.

DC14 Joe Gqabi - Supporting Table SB4 Adjustments to budgeted performance indicators and benchmarks -

Description of financial indicator	Basis of calculation	2012/13	2013/14	2014/15	Budget Year 2015/16			Budget Year +1 2016/17	Budget Year +2 2017/18
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Borrowing Management</b>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid/Operating Expenditure				0.6%	0.5%	0.6%	0.6%	0.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants				0.0%	0.0%	9.0%	21.4%	4.3%
<b>Safety of Capital</b>									
Gearing	Long Term Borrowing/ Funds & Reserves				0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>									
Current Ratio	Current assets/current liabilities				237.6%	0.0%	18.0%	99.6%	124.0%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities				4022.4%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities				0.6	0.0	0.0	0.3	0.3
<b>Revenue Management</b>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing								
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue				15.1%	0.0%	3.2%	13.6%	18.1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>									
Creditors System Efficiency	% of Creditors Paid Within Terms (as'thin MFMA s 65(e))								
Creditors to Cash					19.6%	0.0%	140.1%	452.6%	264.5%
<b>Other Indicators</b>									
<b>Electricity Distribution Losses (Z)</b>									
	Total Volume Losses (kW)								
	Total Cost of Losses (Rand '000)								
<b>Water Distribution Losses (Z)</b>									
	Total Volume Losses (kL)								
	Total Cost of Losses (Rand '000)								
Employee costs	Employee costs/(Total Revenue - capital revenue)				42.4%	42.3%	42.3%	44.9%	46.4%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)				2.5%	3.0%	3.0%	2.6%	2.7%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)				12.0%	12.0%	12.0%	12.1%	12.6%
<b>IDP resolution financial viability Indicators</b>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year				1875.5%	1875.5%	1875.5%	1816.6%	1897.4%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services				12.7%	0.0%	2.0%	11.3%	15.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure				0.1	0.0	0.2	0.0	-0.1

ADJUSTMENT BUDGET 2015/2016

**Section 11 – Adjustments to capital expenditure**

As already mentioned in the executive summary; the capital budget was adjusted downwards by R9.2 million which is from R234.6 million to R 225.4 million.

Description of Project	Original Budget 2015/16	Adjusted Budget 2015/16	Adjusted by
Insurance Payouts Capital Expense	200,000.00	200,000.00	-
Furniture and equipment	1,000,000.00	1,000,000.00	-
IT Equipment	475,200.00	475,200.00	-
Vehicles – Community	1,000,000.00	1,000,000.00	-
Emergency Equipment	5,000,000.00	5,000,000.00	-
Water & Sanitation Bakkies	10,000,000.00	10,000,000.00	-
Water Meters	7,500,000.00	7,500,000.00	-
Steynsburg Waterborne Sanitation	12,517,544.00	12,517,544.00	-
Jamestown Sanitation Phase 2	8,771,930.00	8,771,930.00	-
Ugie Sanitation Infrastructure	6,140,351.00	-	6,140,351.00
Sterkspruit 73 Sites Sanitation	6,140,350.88	-	6,140,350.88
Maclear Upgrade of Bulk Sanitation	13,157,895.00	13,157,895.00	-
Planning Studies	526,315.79	526,315.79	-
Mt Fletcher Town Sanitation	175,439.00	175,439.00	-
MIG - Lady Grey Bulk Water Infrastructure	-	1,754,385.96	(1,754,385.96)
MIG - Mt Fletcher Villages	6,578,947.00	17,543,859.65	(10,964,912.65)
MIG - Sterkspruit Upgrading of Water	10,526,316.00	10,526,316.00	-
Senqu Rural Water Programme	16,666,667.00	16,666,667.00	-
Elundini Rural Water Programme	17,543,860.00	-	17,543,860.00
Maclear Upgrade of Bulk Water	4,385,965.00	10,526,315.79	(6,140,350.79)
Ugie Bulk Water Infrastructure	1,754,386.00	-	1,754,386.00
Mt Fletcher Town Water Infr Upgrade	175,439.00	175,439.00	-
Sterkspruit BWS	-	1,000,000.00	(1,000,000.00)
Lady Grey BWS	-	2,500,000.00	(2,500,000.00)
Sterkspruit WTW Refurbishment	4,385,965.00	4,385,965.00	-
Drought Relief	61,403,509.00	61,403,509.00	-
District WCDM Projects	21,939,473.68	21,939,473.68	-
Barkly East Upgrade	16,695,378.07	16,695,378.07	-
<b>Total</b>	<b>234,660,931.42</b>	<b>225,441,632.94</b>	<b>9,219,298.48</b>

ADJUSTMENT BUDGET 2015/2016

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

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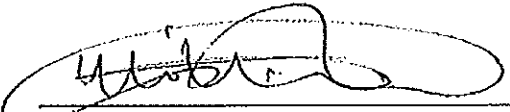
An adjustments budget and supporting documentation must be covered by a quality certificate in the format as per page 75 of the Government Gazette 32141 - 17 April 2009.

**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 ZA Williams

Municipal Manager of Joe Gqabi District Municipality (DC14)

Signature  \_\_\_\_\_

Date 29.02.16